

3865328

Sevan Restaurants Limited

Report and Financial Statements

Period Ended

30 June 2000

REGISTRAR'S COPY



SEVAN RESTAURANTS LIMITED

Annual report and financial statements for the period ended 30 June 2000

Contents

Directors

Page:

1	Report of the directors
3	Report of the auditors
4	Profit and loss account
5	Balance sheet
6	Notes forming part of the financial statements

Directors

H H Semavi
R Halil

Secretary and registered office

R Halil, 2 Brooks Court, Kirtling Street, London SW8 5BX

Company number

3865328

Auditors

BDO Stoy Hayward, Emerald House, East Street, Epsom, Surrey KT17 1HS

SEVAN RESTAURANTS LIMITED

Report of the directors for the period ended 30 June 2000

The directors present their report together with the company's audited financial statements for the period ended 30 June 2000.

Incorporation and change of name

The company was incorporated on 26 October 1999 as Café Blanca Restaurants Limited. On 31 March 2000 the company's name was changed to Sevan Restaurants Limited.

Results and dividends

The profit and loss account is set out on page 4 and shows the result for the period.

No dividend is proposed in respect of the period under review.

Principal activities, trading review and future developments

The principal activity of the company during the period was the operation of restaurants.

The company commenced trading at Café Rez, Holborn in November 1999 and later opened Rez Cucina, Covent Garden in March 2000. These properties are owned by other group companies.

The directors are pleased with the first period's trading figures and hope that the company will trade profitably in the future.

Directors

The directors of the company during the period were:

H H Semavi
R Halil

Neither director had any interest in the ordinary shares of the company during the period.

H H Semavi and R Halil are also directors of Sevan Leisure Holdings PLC, the parent company, and their interests in the share capital of that company are shown in its own financial statements.

SEVAN RESTAURANTS LIMITED

Report of the directors for the period ended 30 June 2000 (*Continued*)

Directors' responsibilities

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

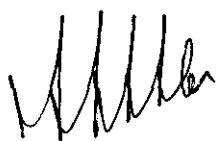
- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditors

BDO Stoy Hayward, who were appointed as the company's first auditors, have expressed their willingness to continue in office.

By order of the Board



H H Semavi

Director

26 January 2001

SEVAN RESTAURANTS LIMITED

Report of the auditors

To the shareholders of Sevan Restaurants Limited

We have audited the financial statements on pages 4 to 9 which have been prepared under the accounting policies set out on page 6.

Respective responsibilities of directors and auditors

As described on page 2 the company's directors are responsible for the preparation of the financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

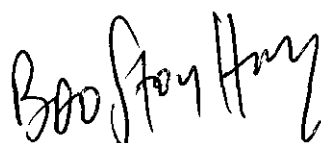
Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 30 June 2000 and of its result for the period then ended and have been properly prepared in accordance with the Companies Act 1985.



BDO STOY HAYWARD

*Chartered Accountants
and Registered Auditors*

Epsom, Surrey

26 January 2001

SEVAN RESTAURANTS LIMITED**Profit and loss account for the period ended 30 June 2000**

	Note	8 months ended 30 June 2000 £
Turnover	2	619,921
Cost of sales		185,143
Gross profit		434,778
Administrative expenses		435,274
Operating loss		(496)
Interest payable and similar charges	5	53
Loss on ordinary activities before and after taxation	11	(549)

All amounts relate to continuing activities that commenced during the period.

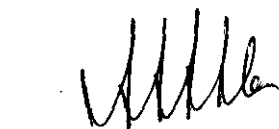
All recognised gains and losses and movements in shareholders' funds are included in the profit and loss account.

The notes on pages 6 to 9 form part of these financial statements.

SEVAN RESTAURANTS LIMITED**Balance sheet at 30 June 2000**

	Note	£	2000 £
Current assets			
Stocks	6	13,406	
Debtors	7	60,754	
Cash at bank and in hand		178,227	
		<u>252,387</u>	
Creditors: amounts falling due within one year	8	252,836	
		<u></u>	
Net current liabilities			(449)
			<u></u>
Net liabilities			(449)
			<u></u>
Capital and reserves			
Called up share capital	10		100
Profit and loss account	11		(549)
			<u></u>
Equity shareholders' funds			(449)
			<u></u>

The financial statements were approved by the Board on 26 January 2001.



H H Semavi
Director

The notes on pages 6 to 9 form part of these financial statements.

SEVAN RESTAURANTS LIMITED

Notes forming part of the financial statements for the period ended 30 June 2000

1 Accounting policies

The financial statements have been prepared under the historical cost convention and are in accordance with applicable accounting standards. No cash flow statement has been prepared since the company's parent company Sevan Leisure Holdings PLC, which is registered in England and Wales, prepares consolidated financial statements. These disclose group cash flows including those of the company and are publicly available from the Registrar of Companies. The following principal accounting policies have been applied consistently during the period:

Turnover

Turnover represents sales to outside customers at invoiced amounts less value added tax and trade discounts.

Stocks

Stocks are valued at the lower of cost and net realisable value. Cost is based on the cost of purchase on a first in, first out basis. Net realisable value is based on estimated selling price less additional costs to completion and disposal.

Deferred taxation

Provision is made for timing differences between the treatment of certain items for taxation and accounting purposes, to the extent that it is probable that a liability or asset will crystallise.

2 Turnover

Turnover is wholly attributable to the principal activity of the company and arises solely within the United Kingdom.

3 Employees

2000
£

Staff costs consist of:

Wages and salaries	197,630
Social security costs	16,061

213,691

Average monthly staff numbers, including directors:

Number

Directors	2
Full-time	7
Part-time	52

Total	61
-------	----

SEVAN RESTAURANTS LIMITED

Notes forming part of the financial statements for the period ended 30 June 2000 *(Continued)*

4 Auditors' remuneration

Auditors' remuneration has been settled by other group companies.

5 Interest payable and similar charges

	2000 £
Bank overdraft	53

6 Stocks

	2000 £
Food and drink held for resale	13,406

There is no material difference between the replacement cost of stocks and the amounts stated above.

7 Debtors

	2000 £
Trade debtors	3,847
Prepayments and accrued income	27,471
Other debtors	29,436
	60,754

SEVAN RESTAURANTS LIMITED

Notes forming part of the financial statements for the period ended 30 June 2000 (*Continued*)

8	Creditors: amounts falling due within one year	2000 £
	Trade creditors	157,053
	Other creditors	1,538
	Amounts owed to group undertakings (see note 12)	42,063
	Taxation and social security	52,182
		252,836

9 Deferred taxation

No liability to deferred taxation arises at the balance sheet date in accordance with the accounting policy set out at note 1 to the financial statements.

10 Share capital

	Authorised 2000 £	Allotted, called up and fully paid 2000 £
Ordinary shares of £1 each	1,000	100

The company was incorporated on 26 October 1999 with an authorised share capital of 1,000 ordinary shares of £1 each and with 1 ordinary share in issue.

On the same date 99 ordinary shares were issued at par for cash.

11 Reserves

	Profit and loss account £
Loss for the period and at 30 June 2000	(549)

SEVAN RESTAURANTS LIMITED

Notes forming part of the financial statements for the period ended 30 June 2000 *(Continued)*

12 Related party transactions

The following amounts were due from Sevan Restaurants Limited at the balance sheet date to:

	£
Sevan Leisure Holdings PLC	42,063

This inter-company balance is unsecured, interest free and has no fixed terms of repayment.

13 Parent company

At 30 June 2000 the company's parent company was Sevan Leisure Holdings PLC, a company incorporated in England and Wales.

There is no overall controlling party of Sevan Leisure Holdings PLC.