

Sevan Restaurants Limited

Report and Financial Statements

Year Ended

30 June 2001

REGISTRAR'S COPY

COMPANY NUMBER 3865328



SEVAN RESTAURANTS LIMITED

Annual report and financial statements for the year ended 30 June 2001

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Directors

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Directors

H H Semavi
R Halil

Secretary and registered office

R Halil, 1 Nine Elms Lane, Vauxhall, London, SW8 5NQ

Company number

3865328

Auditors

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

SEVAN RESTAURANTS LIMITED

Report of the directors for the year ended 30 June 2001

The directors present their report together with the company's audited financial statements for the year ended 30 June 2001.

Comparative figures are for the eight-month trading period ended 30 June 2000.

Results and dividends

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

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

Principal activities, trading review and future developments

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

The directors are pleased to report a significant increase in turnover during the year. With improved controls over administrative expenses they hope that the company can trade more profitably in the future.

Directors

The directors of the company during the year were H H Semavi and R Halil.

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

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.

No director was granted or has exercised any right to subscribe to shares in or debentures of the company or any body corporate in the same group during the year.

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 year. 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.

SEVAN RESTAURANTS LIMITED

Report of the directors for the year ended 30 June 2001 *(Continued)*

Auditors

BDO Stoy Hayward have expressed their willingness to continue in office.

On behalf of the Board



H H Semavi
Director

22 April 2002

SEVAN RESTAURANTS LIMITED

Report of the independent auditors

To the shareholders of Sevan Restaurants Limited

We have audited the financial statements of Sevan Restaurants Limited for the year ended 30 June 2001 on pages 4 to 9, which have been prepared under the accounting policies set out on page 6.

Respective responsibilities of directors and auditors

The directors' responsibilities for preparing the annual report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the Statement of Directors' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Directors' Report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

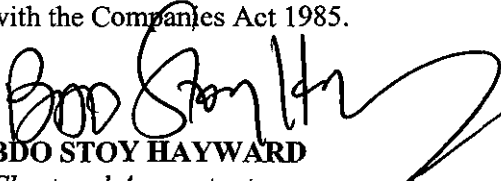
Basis of opinion

We conducted our audit in accordance with United Kingdom 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 2001 and of its result for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



BDO STOY HAYWARD
Chartered Accountants
and Registered Auditors
Epsom, Surrey

22 April 2002

SEVAN RESTAURANTS LIMITED

Profit and loss account for the year ended 30 June 2001

	Note	Year ended 30 June 2001 £	8 months ended 30 June 2000 £
Turnover	2	1,772,161	619,921
Cost of sales		492,167	185,143
Gross profit		1,279,994	434,778
Administrative expenses		1,521,675	435,274
Operating loss		(241,681)	(496)
Interest payable and similar charges	5	9,214	53
Loss on ordinary activities before and after taxation	11	(250,895)	(549)

All amounts relate to continuing activities.

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 2001**

	Note	2001 £	2000 £
Current assets			
Stocks	6	30,407	13,406
Debtors	7	83,697	60,754
Cash at bank and in hand		92,624	178,227
		206,728	252,387
Creditors: amounts falling due within one year	8	458,072	252,836
Net current liabilities		(251,344)	(449)
Capital and reserves			
Called up share capital	10	100	100
Profit and loss account	11	(251,444)	(549)
Equity shareholders' deficit		(251,344)	(449)

The financial statements were approved by the Board on 22 April 2002.



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 year ended 30 June 2001

1 Accounting policies

The financial statements have been prepared under the historical cost convention and are in accordance with applicable accounting standards. The following principal accounting policies have been applied consistently during the year:

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

	2001 £	2000 £
Staff costs consist of:		
Wages and salaries	799,259	197,630
Social security costs	59,401	16,061
	858,660	213,691
Average monthly staff numbers, including directors:	Number	Number
Directors	2	2
Full-time	29	7
Part-time	32	52
Total	63	61

SEVAN RESTAURANTS LIMITED

Notes forming part of the financial statements for the year ended 30 June 2001 (*Continued*)

4 Auditors' remuneration

Auditors' remuneration has been settled by other group companies.

5 Interest payable and similar charges

	2000 £	2000 £
Bank overdraft	4,009	53
Finance charges	5,205	-
	<u>9,214</u>	<u>53</u>

6 Stocks

	2001 £	2000 £
Goods held for resale	30,407	13,406
	<u>30,407</u>	<u>13,406</u>

7 Debtors

	2001 £	2000 £
Trade debtors	8,781	3,847
Prepayments and accrued income	41,740	27,471
Other debtors	33,176	29,436
	<u>83,697</u>	<u>60,754</u>

SEVAN RESTAURANTS LIMITED

Notes forming part of the financial statements for the year ended 30 June 2001 (*Continued*)

8 Creditors: amounts falling due within one year	2001 £	2000 £
Bank loan and overdraft	149,736	-
Trade creditors	196,744	157,053
Other creditors	902	1,538
Amounts owed to group undertakings	48,687	42,063
Taxation and social security	62,003	52,182
	<u>458,072</u>	<u>252,836</u>

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		Allotted, called up and fully paid	
	2001 £	2000 £	2001 £	2000 £
Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>	<u>100</u>	<u>100</u>

11 Reserves

	Profit and loss account £
At 30 June 2000	(549)
Loss for the year	(250,895)
	<u>(251,444)</u>
Retained loss at 30 June 2001	

SEVAN RESTAURANTS LIMITED

Notes forming part of the financial statements for the year ended 30 June 2001 (*Continued*)

12 Related party transactions

The company has taken advantage of the exemption allowed by Financial Reporting Standard 8, "Related Party Transactions", not to disclose any transactions with entities that are included in the consolidated financial statements of Sevan Leisure Holdings PLC.

13 Cash flow statement

The company has used the exemption under Financial Reporting Standard 1, "Cash Flow Statements", not to prepare a cash flow statement as it is consolidated in the financial statements of the ultimate parent company.

14 Parent company

At 30 June 2001 the company's ultimate parent company was Sevan Leisure Holdings PLC, a company incorporated in England and Wales, which is the parent of both the smallest and largest groups of which the company is a member.

Copies of the consolidated financial statements of Sevan Leisure Holdings PLC are available from Companies House.

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