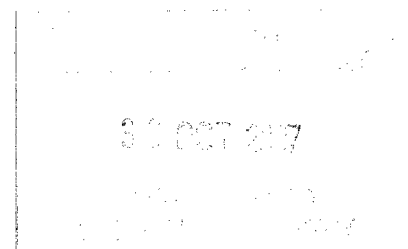




00420940

Company Registration No. NI 07191 (Northern Ireland)

**OASIS RETAIL SERVICES LIMITED**  
**ABBREVIATED ACCOUNTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2006**



# OASIS RETAIL SERVICES LIMITED

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# **OASIS RETAIL SERVICES LIMITED**

## **DIRECTORS' REPORT**

***FOR THE YEAR ENDED 31 DECEMBER 2006***

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The directors present their report and financial statements for the year ended 31 December 2006.

### **Principal activities and review of the business**

The principal activity of the company continued to be that of the operation of amusement centres and coin operated machines.

We are pleased with the overall performance of the company and the continuing growth of our main arcade sites in Northern Ireland.

### **Risks**

In terms of monitoring risk the company prepares detailed monthly management accounts comparing actuals with budgeted figures with the financial controller reporting to the board of directors and relevant managers on any material variances.

### **Results and dividends**

The results for the year are set out on page 4.

### **Directors**

The following directors have held office since 1 January 2006:

Gerald Steinberg

Peter Baines

The interests of the directors in the share capital of the parent company are shown in the financial statements of that company.

### **Auditors**

In accordance with section 385 of the Companies (Northern Ireland) Order 1986, a resolution proposing that Lopian Gross Barnett & Co. be reappointed as auditors of the company will be put to the Annual General Meeting.

# **OASIS RETAIL SERVICES LIMITED**

## **DIRECTORS' REPORT (CONTINUED)**

**FOR THE YEAR ENDED 31 DECEMBER 2006**

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### **Directors' responsibilities**

The directors are responsible for preparing the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

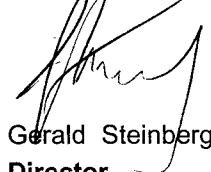
The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies (Northern Ireland) Order 1986. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

### **Statement of disclosure to auditor**

(a) so far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware, and

(b) they have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

On behalf of the board



Gerald Steinberg

**Director**

25 October 2007

# **OASIS RETAIL SERVICES LIMITED**

## **INDEPENDENT AUDITORS' REPORT TO OASIS RETAIL SERVICES LIMITED UNDER ARTICLE 243 OF THE COMPANIES (NORTHERN IRELAND) ORDER 1986**

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We have examined the abbreviated accounts set out on pages 4 to 16, together with the financial statements of Oasis Retail Services Limited for the year ended 31 December 2005 prepared under section 226 of the Companies (Northern Ireland) Order 1986.

This report is made solely to the company in accordance with Article 243 of the Companies (Northern Ireland) Order 1986. Our work has been undertaken so that we might state to the company those matters we are required to state to them in an auditor's report on abbreviated accounts and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company, for our audit work, for this report, or for the opinions we have formed.

### **Respective responsibilities of directors and auditors**

The directors are responsible for preparing the abbreviated accounts in accordance with section 246A of the Companies (Northern Ireland) Order 1986. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Order to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with that provision and to report our opinion to you.

### **Basis of audit opinion**

We conducted our work in accordance with Bulletin 2006/3 "The special auditor's report on abbreviated accounts in the United Kingdom" issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

### **Opinion**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Companies (Northern Ireland) Order 1986, and the abbreviated accounts have been properly prepared in accordance with that provision.



Lorian Gross Barnett & Co.

25 October 2007

Chartered Accountants  
Registered Auditor

6th Floor Cardinal House  
20 St. Mary's Parsonage  
Manchester  
M3 2LG

# OASIS RETAIL SERVICES LIMITED

## ABBREVIATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2006

	Notes	2006 £	2005 £
Gross profit		5,224,957	6,247,119
Administrative expenses		(5,092,451)	(5,590,824)
Operating profit	2	132,506	656,295
Profit on sale of certain operations	2	-	1,326,338
		-	1,326,338
Profit on ordinary activities before interest		132,506	1,982,633
Other interest receivable and similar income		18,134	33,848
Interest payable and similar charges	4	(278)	(27,664)
Profit on ordinary activities before taxation		150,362	1,988,817
Tax on profit on ordinary activities	5	(87,965)	(656,880)
Profit for the year	15	62,397	1,331,937

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

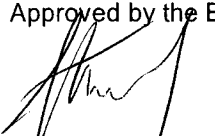
# OASIS RETAIL SERVICES LIMITED

## ABBREVIATED BALANCE SHEET AS AT 31 DECEMBER 2006

	Notes	2006 £	£	2005 £	£
<b>Fixed assets</b>					
Intangible assets	7	17,508		18,756	
Tangible assets	8	2,140,216		2,454,627	
		<u>2,157,724</u>		<u>2,473,383</u>	
<b>Current assets</b>					
Stocks	9	200,586		108,568	
Debtors	10	1,959,626		1,959,577	
Cash at bank and in hand		423,115		491,278	
		<u>2,583,327</u>		<u>2,559,423</u>	
<b>Creditors: amounts falling due within one year</b>	11	(1,148,573)		(1,134,725)	
<b>Net current assets</b>		<u>1,434,754</u>		<u>1,424,698</u>	
<b>Total assets less current liabilities</b>		<u>3,592,478</u>		<u>3,898,081</u>	
<b>Provisions for liabilities</b>	12	(269,000)		(387,000)	
		<u>3,323,478</u>		<u>3,511,081</u>	
<b>Capital and reserves</b>					
Called up share capital	14	35,625		35,625	
Share premium account	15	839,375		839,375	
Profit and loss account	15	2,448,478		2,636,081	
<b>Shareholders' funds</b>	16	<u>3,323,478</u>		<u>3,511,081</u>	

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies (Northern Ireland) Order 1986 relating to medium-sized companies.

Approved by the Board and authorised for issue on 25 October 2007

  
Gerald Steinberg  
Director

# OASIS RETAIL SERVICES LIMITED

## CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2006

	2006		2005	
	£	£	£	£
<b>Net cash inflow/(outflow) from operating activities</b>		1,452,559		(355,548)
<b>Returns on investments and servicing of finance</b>				
Interest received	18,134		33,848	
Interest paid	(278)		(27,664)	
<b>Net cash inflow for returns on investments and servicing of finance</b>		17,856		6,184
<b>Taxation</b>		(595,406)		(28,924)
<b>Capital expenditure</b>				
Payments to acquire tangible assets	(800,947)		(1,308,607)	
Receipts from sales of tangible assets	112,212		867,449	
<b>Net cash outflow for capital expenditure</b>		(688,735)		(441,158)
Receipts from exceptional items	-		1,326,338	
<b>Net cash inflow from acquisitions and disposals</b>		-		1,326,338
Equity dividends paid		(250,000)		-
<b>Net cash outflow before management of liquid resources and financing</b>		(63,726)		526,254
<b>Financing</b>				
Capital element of hire purchase contracts	-		(474,306)	
<b>Net cash outflow from financing</b>		-		(474,306)
<b>Increase/(decrease) in cash in the year</b>		(63,726)		51,948

# OASIS RETAIL SERVICES LIMITED

## NOTES TO THE CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2006

1	Reconciliation of operating profit to net cash inflow/(outflow) from operating activities	2006	2005
		£	£
	Operating profit	132,506	656,295
	Depreciation of tangible assets	889,971	1,053,744
	Amortisation of intangible assets	1,248	1,248
	Loss on disposal of tangible assets	120,207	15,931
	(Increase)/decrease in stocks	(92,018)	161,619
	Increase in debtors	(49)	(1,087,174)
	Increase/(decrease) in creditors within one year	407,726	(1,115,656)
	Net effect of foreign exchange differences	(7,032)	(41,555)
	<b>Net cash inflow/(outflow) from operating activities</b>	<b>1,452,559</b>	<b>(355,548)</b>

2	Analysis of net funds	1 January 2006	Cash flow	Other non-cash changes	31 December 2006
		£	£	£	£
	Net cash:				
	Cash at bank and in hand	491,278	(68,163)	-	423,115
	Bank deposits	-	-	-	-
	Debt:				
	Finance leases	(4,437)	4,437	-	-
	<b>Net funds</b>	<b>486,841</b>	<b>(63,726)</b>	<b>-</b>	<b>423,115</b>

3	Reconciliation of net cash flow to movement in net funds	2006	2005
		£	£
	(Decrease)/increase in cash in the year	(68,163)	51,948
	Cash outflow from decrease in debt and lease financing	4,437	474,306
	<b>Movement in net funds in the year</b>	<b>(63,726)</b>	<b>526,254</b>
	Opening net funds/(debt)	486,841	(39,413)
	<b>Closing net funds</b>	<b>423,115</b>	<b>486,841</b>

# OASIS RETAIL SERVICES LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2006

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### 1 Accounting policies

#### 1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

#### 1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated).

#### 1.3 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

#### 1.4 Goodwill

Acquired goodwill is written off in equal annual instalments over twenty years.

#### 1.5 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Land and buildings Leasehold	Straight line over the life of the lease
Plant and machinery	20%-50% Straight line
Fixtures, fittings & equipment	20% Straight line
Motor vehicles	25% Straight line

#### 1.6 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

#### 1.7 Stock

Stock is valued at the lower of cost and net realisable value.

#### 1.8 Revenue recognition

Revenue is recognised at the time cash is entered into the gaming machines.

#### 1.9 Pensions

The company operates a defined contribution scheme for the benefit of its employees. Contributions payable are charged to the profit and loss account in the year they are payable.

#### 1.10 Deferred taxation

Deferred taxation is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

# OASIS RETAIL SERVICES LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2006

<b>2</b>	<b>Operating profit</b>	<b>2006</b>	<b>2005</b>
		<b>£</b>	<b>£</b>
	Operating profit is stated after charging:		
	Amortisation of intangible assets	1,248	1,248
	Depreciation of tangible assets	889,971	1,053,744
	Loss on disposal of tangible assets	120,207	15,931
	Operating lease rentals	381,335	1,012,338
	Auditors' remuneration	38,132	24,726
		<u>          </u>	<u>          </u>
<b>3</b>	<b>Investment income</b>	<b>2006</b>	<b>2005</b>
		<b>£</b>	<b>£</b>
	Other interest	18,134	33,848
		<u>          </u>	<u>          </u>
<b>4</b>	<b>Interest payable</b>	<b>2006</b>	<b>2005</b>
		<b>£</b>	<b>£</b>
	Hire purchase interest	278	27,664
		<u>          </u>	<u>          </u>

# OASIS RETAIL SERVICES LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2006

5	Taxation	2006 £	2005 £
	<b>Domestic current year tax</b>		
	U.K. corporation tax	205,965	596,880
	<b>Current tax charge</b>	205,965	596,880
	<b>Deferred tax</b>		
	Deferred tax charge/credit current year	(118,000)	60,000
		87,965	656,880
	<b>Factors affecting the tax charge for the year</b>		
	Profit on ordinary activities before taxation	150,362	1,988,817
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 30.00% (2005 - 30.00%)	45,109	596,645
	Effects of:		
	Depreciation add back	303,428	316,498
	Capital allowances	(142,277)	(170,749)
	Tax losses utilised	-	(22,440)
	Foreign tax adjustments	105	(164)
	Chargeable disposals	-	270,000
	Other tax adjustments	(400)	(392,910)
		160,856	235
	<b>Current tax charge</b>	205,965	596,880
6	<b>Dividends</b>	2006 £	2005 £
	Ordinary interim paid	250,000	-

# OASIS RETAIL SERVICES LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2006

### 7 Intangible fixed assets

	Goodwill £
<b>Cost</b>	
At 1 January 2006 & at 31 December 2006	25,000
<b>Amortisation</b>	
At 1 January 2006	6,244
Charge for the year	1,248
At 31 December 2006	7,492
<b>Net book value</b>	
At 31 December 2006	17,508
At 31 December 2005	18,756

### 8 Tangible fixed assets

	Land and buildings Leasehold £	Plant and machinery £	Fixtures, fittings & equipment £	Motor vehicles £	Total £
<b>Cost</b>					
At 1 January 2006	154,099	3,296,267	2,053,058	414,185	5,917,609
Exchange differences	-	(13,933)	110,549	-	96,616
Additions	-	514,964	60,272	225,711	800,947
Disposals	(481)	(100,470)	(224,365)	(185,960)	(511,276)
At 31 December 2006	153,618	3,696,828	1,999,514	453,936	6,303,896
<b>Depreciation</b>					
At 1 January 2006	133,173	1,862,587	1,324,281	142,941	3,462,982
Exchange differences	-	(11,080)	100,664	-	89,584
On disposals	(481)	(75,664)	(136,494)	(66,218)	(278,857)
Charge for the year	4,200	516,948	252,591	116,232	889,971
At 31 December 2006	136,892	2,292,791	1,541,042	192,955	4,163,680
<b>Net book value</b>					
At 31 December 2006	16,726	1,404,037	458,472	260,981	2,140,216
At 31 December 2005	20,926	1,433,680	728,778	271,243	2,454,627

**NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)**  
**FOR THE YEAR ENDED 31 DECEMBER 2006**

<b>9</b>	<b>Stocks</b>	<b>2006</b> <b>£</b>	<b>2005</b> <b>£</b>
	Finished goods and goods for resale	200,586	108,568
<b>10</b>	<b>Debtors</b>	<b>2006</b> <b>£</b>	<b>2005</b> <b>£</b>
	Trade debtors	306,113	352,689
	Amounts owed by parent and fellow subsidiary undertakings	1,347,132	1,047,860
	Other debtors	116,772	309,107
	Prepayments and accrued income	189,609	249,921
		1,959,626	1,959,577
<b>11</b>	<b>Creditors: amounts falling due within one year</b>	<b>2006</b> <b>£</b>	<b>2005</b> <b>£</b>
	Net obligations under hire purchase contracts	-	4,437
	Trade creditors	200,723	233,447
	Corporation tax	205,965	595,406
	Other taxes and social security costs	238,961	172,548
	Other creditors	6,707	5,576
	Accruals and deferred income	496,217	123,311
		1,148,573	1,134,725
	<b>Net obligations under hire purchase contracts</b>		
	Repayable within one year	-	4,715
	Finance charges and interest allocated to future accounting periods	-	(278)
		-	4,437

# OASIS RETAIL SERVICES LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2006

### 12 Provisions for liabilities and charges

	Deferred tax liability £
Balance at 1 January 2006	387,000
Profit and loss account	(118,000)
	<u>269,000</u>
Balance at 31 December 2006	<u>269,000</u>

The deferred tax liability is made up as follows:

	2006 £	2005 £
Accelerated capital allowances	<u>269,000</u>	<u>387,000</u>

### 13 Pension costs

#### Defined contribution

	2006 £	2005 £
Contributions payable by the company for the year	<u>256,292</u>	<u>47,584</u>

### 14 Share capital

	2006 £	2005 £
<b>Authorised</b>		
20,000,000 Ordinary Shares of 5p each	<u>1,000,000</u>	<u>1,000,000</u>
<b>Allotted, called up and fully paid</b>		
712,500 Ordinary Shares of 5p each	<u>35,625</u>	<u>35,625</u>

# OASIS RETAIL SERVICES LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2006

### 15 Statement of movements on reserves

	Share premium account £	Profit and loss account £
Balance at 1 January 2006	839,375	2,636,081
Profit for the year	-	62,397
Dividends paid	-	(250,000)
Balance at 31 December 2006	839,375	2,448,478

### 16 Reconciliation of movements in shareholders' funds

	2006 £	2005 £
Profit for the financial year	62,397	1,331,937
Dividends	(250,000)	-
Net (depletion in)/addition to shareholders' funds	(187,603)	1,331,937
Opening shareholders' funds	3,511,081	2,179,144
Closing shareholders' funds	3,323,478	3,511,081

### 17 Financial commitments

At 31 December 2006 the company was committed to making the following payments under non-cancellable operating leases in the year to 31 December 2007:

	Land and buildings 2006 £	2005 £
Operating leases which expire:		
Between two and five years	74,650	49,000
In over five years	268,526	289,347
	343,176	338,347

# OASIS RETAIL SERVICES LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2006

18 Directors' emoluments	2006 £	2005 £
Emoluments for qualifying services	449,855	192,233
Company pension contributions to money purchase schemes	230,961	17,332
	<u>680,816</u>	<u>209,565</u>

The number of directors for whom retirement benefits are accruing under money purchase pension schemes amounted to 2 (2005 - 2).

### 19 Employees

#### Number of employees

The average monthly number of employees (including directors) during the year was:

	2006 Number	2005 Number
Amusement centre staff	79	87
Administration staff	9	9
	<u>88</u>	<u>96</u>

#### Employment costs

	2006 £	2005 £
Wages and salaries	1,831,901	1,716,313
Other pension costs	256,292	47,584
	<u>2,088,193</u>	<u>1,763,897</u>