

John Hanson Services Limited

Financial statements

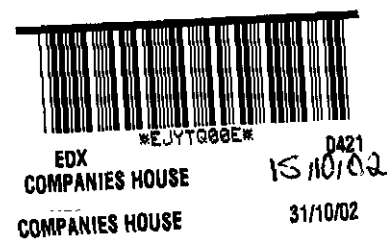
for the Group

31 December 2001

Company Registration Number 375017

SAGARS

Chartered Accountants
Elizabeth House
Queen Street
Leeds
LS1 2TW



John Hanson Services Limited

Financial statements

year ended 31 December 2001

Contents	Page
The director's report	1
Group profit and loss account	2
Group balance sheet	3
Balance sheet	4
Notes to the financial statements	5

John Hanson Services Limited

The director's report

year ended 31 December 2001

The director presents his report and the unaudited financial statements of the group for the year ended 31 December 2001.

Principal activities

The principal activity of the company during the year was of business consultants and advisors relating to the distribution, marketing and sale of goods and services.

The director and his interests

The director who served the company during the year together with his beneficial interests in the shares of the company was as follows:

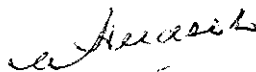
	Ordinary Shares of £1 each	
	At 31 December 2001	At 1 January 2001
Mr. J Hanson	<u>1,000</u>	<u>1,000</u>

Small company provisions

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

Registered office:
Crackhill Farm
Sicklinghall
Wetherby
West Yorkshire
LS22 4BD

Signed by order of the director



Mr. A. Hudson
Company Secretary

Approved by the director on 23 August 2002

John Hanson Services Limited

Group profit and loss account

year ended 31 December 2001

	Note	2001 £	2000 £
Group turnover		34,457	15,957
Cost of sales		<u>51,237</u>	<u>57,508</u>
Gross loss		(16,780)	(41,551)
Administrative expenses		60,501	89,305
Other operating income	3	<u>(38,347)</u>	<u>(41,588)</u>
Operating loss	4	(38,934)	(89,268)
Interest receivable		205	433
Loss on ordinary activities before taxation		<u>(38,729)</u>	<u>(88,835)</u>
Tax on loss on ordinary activities		-	-
Loss for the financial year	5	<u>(38,729)</u>	<u>(88,835)</u>

The company has taken advantage of section 230 of the Companies Act 1985 not to publish its own Group Profit and Loss Account.

The notes on pages 5 to 9 form part of these financial statements.

John Hanson Services Limited

Group balance sheet

31 December 2001

	Note	2001 £	£	2000 £	£
Fixed assets					
Tangible assets	6		611		3,004
Investments	7		170,000		170,000
			<u>170,611</u>		<u>173,004</u>
Current assets					
Debtors	8	5,291		15,546	
Cash at bank		9,558		3,940	
		<u>14,849</u>		<u>19,486</u>	
Creditors: Amounts falling due within one year	9	<u>303,543</u>		<u>271,844</u>	
Net current liabilities			<u>(288,694)</u>		<u>(252,358)</u>
Total assets less current liabilities			<u>(118,083)</u>		<u>(79,354)</u>
Capital and reserves					
Called-up equity share capital	11		1,000		1,000
Group Profit and Loss Account	12		<u>(119,083)</u>		<u>(80,354)</u>
Deficiency			<u>(118,083)</u>		<u>(79,354)</u>

The director is satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the accounts for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The director acknowledges his responsibility for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective March 2000).

These financial statements were approved and signed by the director on 23 August 2002



Mr. J Hanson

The notes on pages 5 to 9 form part of these financial statements.

John Hanson Services Limited

Balance sheet

31 December 2001

	Note	2001 £	£	2000 £	£
Fixed assets					
Tangible assets	6		611		3,004
Investments	7		2		2
			<u>613</u>		<u>3,006</u>
Current assets					
Debtors	8	4,620		6,203	
Cash at bank		<u>5,294</u>		<u>-</u>	
		9,914		6,203	
Creditors: Amounts falling due within one year	9	<u>678,975</u>		<u>646,995</u>	
Net current liabilities			<u>(669,061)</u>		<u>(640,792)</u>
Total assets less current liabilities			<u>(668,448)</u>		<u>(637,786)</u>
Capital and reserves					
Called-up equity share capital	11		1,000		1,000
Group Profit and Loss Account	12		<u>(669,448)</u>		<u>(638,786)</u>
Deficiency			<u>(668,448)</u>		<u>(637,786)</u>

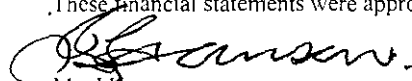
The director is satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the accounts for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The director acknowledges his responsibility for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective March 2000).

These financial statements were approved and signed by the director on 23 August 2002


Mr. J. Hanson

The notes on pages 5 to 9 form part of these financial statements.

John Hanson Services Limited

Notes to the financial statements

year ended 31 December 2001

1. Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

Basis of consolidation

The consolidated accounts incorporate the accounts of the company and all group undertakings. These are adjusted, where appropriate, to conform to group accounting policies. Acquisitions are accounted for under the acquisition method and goodwill on consolidation is capitalised and written off over five years from the year of acquisition. The results of companies acquired or disposed of are included in the profit and loss account after or up to the date that control passes respectively. As a consolidated profit and loss account is published, a separate profit and loss account for the parent company is omitted from the group accounts by virtue of section 230 of the Companies Act 1985.

Turnover

The turnover shown in the group profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Plant & machinery	-15% straight line basis
Fixtures & fittings	- 15% straight line basis
Motor cars	- 20% straight line basis

Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the Group Profit and Loss Account.

Deferred taxation

Provision is made, under the liability method, to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred or accelerated is accounted for in respect of all material timing differences to the extent that it is considered that a net liability may arise.

2. Turnover

Overseas turnover amounted to Nil% (2000 - Nil%) of the total turnover for the year.

3. Other operating income

	2001 £	2000 £
Management charges receivable	18,000	18,000
Other operating income	20,347	23,588
	<u>38,347</u>	<u>41,588</u>

John Hanson Services Limited

Notes to the financial statements

year ended 31 December 2001

4. Operating loss

Operating loss is stated after charging/(crediting):

	2001 £	2000 £
Director's emoluments	-	-
Staff pension contributions	1,393	1,282
Depreciation	477	3,971
Profit on disposal of fixed assets	(28,584)	-

5. Loss attributable to members of the parent company

The loss dealt with in the accounts of the parent company was £(30,662) (2000 - £(81,203)).

6. Tangible fixed assets

Group	Plant & Machinery £	Fixtures & Fittings £	Motor Vehicles £	Total £
Cost				
At 1 January 2001	33,757	3,493	61,650	98,900
Disposals	-	-	(61,650)	(61,650)
At 31 December 2001	33,757	3,493	-	37,250
Depreciation				
At 1 January 2001	33,180	2,982	59,734	95,896
Charge for the year	166	311	-	477
On disposals	-	-	(59,734)	(59,734)
At 31 December 2001	33,346	3,293	-	36,639
Net book value				
At 31 December 2001	411	200	-	611
At 31 December 2000	577	511	1,916	3,004
Company				
Cost				
At 1 January 2001	33,757	3,493	61,650	98,900
Disposals	-	-	(61,650)	(61,650)
At 31 December 2001	33,757	3,493	-	37,250
Depreciation				
At 1 January 2001	33,180	2,982	59,734	95,896
Charge for the year	166	311	-	477
On disposals	-	-	(59,734)	(59,734)
At 31 December 2001	33,346	3,293	-	36,639
Net book value				
At 31 December 2001	411	200	-	611
At 31 December 2000	577	511	1,916	3,004

John Hanson Services Limited

Notes to the financial statements

year ended 31 December 2001

7. Investments

Group	Associated undertakings
Cost or valuation:	
Other investments	£
Cost:	
At 1 January 2001 and 31 December 2001	<u>170,000</u>
Net book value:	
At 31 December 2001	<u>170,000</u>
At 31 December 2000	<u>170,000</u>

	Country of incorporation	Holding	Proportion of voting rights and shares held	Nature of business
Subsidiary undertakings				
John Hanson Property Services Ltd	England	Ordinary shares	100%	Property rental
Aggregate capital and reserves				
John Hanson Property Services Limited		550,367		558,434
Profit and (loss) for the year				
John Hanson Property Services Limited		(8,067)		(7,632)

Company	Group companies
	£
Cost:	
At 1 January 2001 and 31 December 2001	<u>2</u>
Net book value:	
At 31 December 2001	<u>2</u>
At 31 December 2000	<u>2</u>

John Hanson Services Limited

Notes to the financial statements

year ended 31 December 2001

8. Debtors

	Group		Company	
	2001	2000	2001	2000
	£	£	£	£
Trade debtors	2,925	4,046	2,254	2,703
Amounts owed by group undertakings	—	8,000	—	—
Other debtors	2,366	3,500	2,366	3,500
	<u>5,291</u>	<u>15,546</u>	<u>4,620</u>	<u>6,203</u>

9. Creditors: Amounts falling due within one year

	Group		Company	
	2001	2000	2001	2000
	£	£	£	£
Bank loans and overdrafts	—	—	—	610
Trade creditors	14,298	4,979	14,298	4,979
Amounts owed to group undertakings and undertakings in which the company has a participating interest	154,731	162,731	542,743	550,743
Other creditors	123,158	91,880	119,481	88,203
Accruals and deferred income	11,356	12,254	2,453	2,460
	<u>303,543</u>	<u>271,844</u>	<u>678,975</u>	<u>646,995</u>

10. Related party transactions

Control:-

The company was under the control of Mr J Hanson throughout the current and previous year. Mr J Hanson is the managing director and majority shareholder.

Transactions:-

During the year the company had the following transactions with related parties:-

	Transactions	2001	2000	Outstanding at 2001	Outstanding at 2000
		£	£	£	£
R.Hanson & Son Limited	Administration costs	18,000	18,000	154,731	154,731
Mr J.Hanson	Leased vehicle at market rate	3,250	9,600	Nil	Nil

Financial support

The company has received a letter of support from Mr J Hanson indicating that he will support the company to enable it to meet its obligations for the foreseeable future.

11. Share capital

Authorised share capital:

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

John Hanson Services Limited

Notes to the financial statements

year ended 31 December 2001

12. Reserves
Group

Profit and loss
account
£

Balance brought forward	(80,354)
Loss for the year	(38,729)
Balance carried forward	<u>(119,083)</u>

Company

Profit and loss
account
£

Balance brought forward	(638,786)
Loss for the year	(30,662)
Balance carried forward	<u>(669,448)</u>