
**Jerrold Mortgage Coporation
Limited
(formerly Jerrold Manufacturing
(Textiles) Limited)**

Report and Financial Statements

◆ *Year ended 30 June 1995* ◆

COMPANY NO: 521009



JERROLD MORTGAGE CORPORATION LIMITED

CONTENTS

	Page
Company information	1
Report of the directors	2 - 3
Auditors' report	4
Profit and loss account	5
Statement of total recognised gains and losses	5
Reconciliation of movements in shareholder's funds	6
Balance sheet	7
Notes to the financial statements	8 - 13

JERROLD MORTGAGE CORPORATION LIMITED

COMPANY INFORMATION

Directors	H N Moser A J Grant (appointed 29 July 1994) C J Punshon (appointed 29 July 1994)
Secretary	M B Richards
Registered office	Bracken House Charles Street Manchester M1 7BD
Registered number	521009
Auditors	Robson Rhodes Chartered Accountants Colwyn Chambers 19 York Street Manchester M2 3BA
Bankers	National Westminster Bank Plc 59 Hanging Ditch Manchester M4 3ER

JERROLD MORTGAGE CORPORATION LIMITED

REPORT OF THE DIRECTORS

The directors present their report and the audited financial statements of the company for the year ended 30 June 1995.

Principal activity

The principal activity of the company continued to be that of financiers.

Business review and future developments

The directors consider the results for the year to be satisfactory and look forward to the future with confidence.

Results and dividend

The results for the period are set out in detail on page 5.

The directors do not recommend the payment of a dividend (1994: £Nil) leaving the retained profit of £138,609 (1994: £46,466) to be transferred to reserves.

Fixed assets

The movement in the tangible fixed assets account is set out in note 5 to the financial statements.

Directors

The present directors of the company are set out on page 1.

Mrs D L Moser resigned on 29 July 1994 and was replaced by Mr C J Punshon and Mr A J Grant on the same date.

Mr H N Moser is a director of the company's parent company, Blemain Group plc and as such, his interest in the share capital of that company is disclosed in its directors report.

None of the other directors have an interest in the share capital of the company.

No director has, or had any material interest in any contract or agreement entered into by the company during the period.

Auditors

Robson Rhodes were appointed the company's auditors in November 1995 and, being willing to continue in office, are deemed to be reappointed in accordance with the elective resolution currently in force.

Post balance sheet event

The company changed its name to Jerrold Mortgage Corporation Limited on 24 July 1995.

JERROLD MORTGAGE CORPORATION LIMITED

REPORT OF THE DIRECTORS

(Continued)

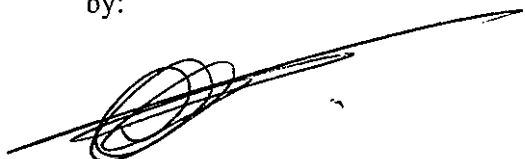
Statement of directors' responsibilities

Company law requires the directors to prepare financial statements for each financial period 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 these financial statements, the directors have:

- selected suitable accounting policies and applied them consistently;
- made judgments and estimates that are reasonable and prudent;
- followed applicable accounting standards; and
- prepared the financial statements on the going concern basis.

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 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.

The report of the directors was approved by the Board on 12 January 1996 and signed on its behalf by:



Martin Basil Richards
Secretary

JERROLD MORTGAGE CORPORATION LIMITED

AUDITORS' REPORT TO THE SHAREHOLDERS OF JERROLD MORTGAGE CORPORATION LIMITED

We have audited the financial statements on pages 5 to 13 which have been prepared on the basis of the accounting policies set out on page 8.

Respective responsibilities of directors and auditors

As described on page 3 the company's directors are responsible for the preparation of 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 judgments 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 affairs of the company as at 30 June 1995 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Robson Rhodes
Chartered Accountants and Registered Auditor

Manchester
12 January 1996

JERROLD MORTGAGE CORPORATION LIMITED

PROFIT AND LOSS ACCOUNT
for the year ended 30 June 1995

	Note	Year ended 30 June 1995 £	Year ended 30 June 1994 £
Turnover: continuing operations	1	299,866	307,585
Cost of sales		(117,804)	(239,071)
		<hr/>	<hr/>
Gross profit		182,062	68,514
Administrative expenses		(43,239)	(19,919)
		<hr/>	<hr/>
Operating profit: continuing operations	2	138,823	48,595
Interest payable	3	(214)	(2,129)
		<hr/>	<hr/>
Profit on ordinary activities before taxation		138,609	46,466
Tax on profit on ordinary activities	4	-	-
		<hr/>	<hr/>
Retained profit for the year	11	138,609	46,466
		<hr/> <hr/>	<hr/> <hr/>

The company made no recognised gains or losses other than as disclosed above.

JERROLD MORTGAGE CORPORATION LIMITED

RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS
for the year ended 30 June 1995

	Year ended 30 June 1995 £	Year ended 30 June 1994 £
Total recognised gains	138,609	46,466
Opening shareholders' deficit	(349,582)	(396,048)
	<hr/>	<hr/>
Closing shareholders' deficit	(210,973)	(349,582)
	<hr/>	<hr/>

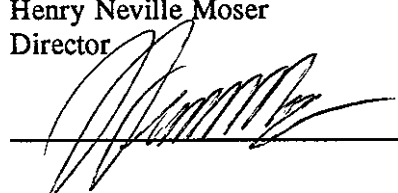
JERROLD MORTGAGE CORPORATION LIMITED**BALANCE SHEET**
at 30 June 1995

	Note	1995 £	1994 £
Fixed assets			
Tangible assets	5	1,250	1,885
Investment in group undertaking	6	75	75
		<u>1,325</u>	<u>1,960</u>
Current assets			
Debtors due within one year	7	428,057	29,407
Cash at bank and in hand		2,876	25,278
		<u>430,933</u>	<u>54,685</u>
Creditors: Amounts falling due within one year	8	<u>(643,231)</u>	<u>(406,227)</u>
Net current liabilities		<u>(212,298)</u>	<u>(351,542)</u>
Net liabilities		<u>(210,973)</u>	<u>(349,582)</u>
Capital and reserves			
Called up share capital	10	55,000	55,000
Profit and loss account	11	(265,973)	(404,582)
Equity shareholders' deficit		<u>(210,973)</u>	<u>(349,582)</u>

The financial statements were approved by the Board on 12 January 1996 and signed on its behalf by:

Henry Neville Moser
Director

Colin John Punshon
Director



NOTES TO THE FINANCIAL STATEMENTS
30 June 1995

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements are prepared in accordance with applicable accounting standards under the historical cost convention.

The financial statements only present information about the company and do not contain information relating to the group as a whole. The company is not required to prepare group accounts or a cash flow statement because it is a wholly owned subsidiary undertaking of Blemain Group plc which publishes group accounts including a consolidated cash flow statement.

Turnover

Turnover and profit before taxation, which are wholly derived from within the UK, relate to the one principal activity of the company.

Tangible fixed assets

Depreciation is provided evenly on the cost of tangible fixed assets, to write them down to their estimated residual values over their expected useful lives. The principal annual rates used are as follows:

Motor vehicles	25%
Fixtures and fittings	25%

Investments

Investments in group undertakings are stated at cost less provision for diminution in value.

Taxation

The charge for taxation is based on the profit for the period and takes into account taxation deferred or accelerated because of timing differences between the treatment of certain items for accounting and taxation purposes.

Provision for deferred taxation is made under the liability method only to the extent that it is probable that the liability will become payable in the foreseeable future.

Advance corporation tax on dividends paid and provided for the period is not written off if UK corporation tax liabilities for the period up to the next balance sheet date are expected to be sufficient to absorb this tax.

JERROLD MORTGAGE CORPORATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS 30 June 1995

2. OPERATING PROFIT

Operating profit is stated after charging:

	Year ended 30 June 1995 £	Year ended 30 June 1994 £
Depreciation	635	628
Auditors' remuneration	1,000	500
Directors' emoluments	-	-
	<u> </u>	<u> </u>

3. INTEREST PAYABLE

	Year ended 30 June 1995 £	Year ended 30 June 1994 £
Interest on bank overdrafts and other loans wholly repayable within five years	214	2,129
	<u> </u>	<u> </u>

4. TAX ON PROFIT ON ORDINARY ACTIVITIES

	Year ended 30 June 1995 £	Year ended 30 June 1994 £
Corporation tax at 33%	-	-
Adjustment to prior period	-	-
	<u> </u>	<u> </u>
	-	-
	<u> </u>	<u> </u>

JERROLD MORTGAGE CORPORATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS
30 June 1995**5. TANGIBLE FIXED ASSETS**

	Motor Vehicles £	Fixtures and Fittings £	Total £
Cost			
At 1 July 1994 and 30 June 1995	3,500	3,674	7,174
	<hr/>	<hr/>	<hr/>
Depreciation			
At 1 July 1994	3,417	1,872	5,289
Charged in year	33	602	635
	<hr/>	<hr/>	<hr/>
At 30 June 1995	3,450	2,474	5,924
	<hr/>	<hr/>	<hr/>
Net book value			
At 30 June 1995	50	1,200	1,250
	<hr/>	<hr/>	<hr/>
At 30 June 1994	83	1,802	1,885
	<hr/>	<hr/>	<hr/>

6. INVESTMENT IN GROUP UNDERTAKING

	1995 £	1994 £
Cost		
At 1 July 1994	75	50
Addition	-	25
	<hr/>	<hr/>
At 30 June 1995	75	75
	<hr/>	<hr/>

JERROLD MORTGAGE CORPORATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS

30 June 1995

The investment in group undertaking comprises the following:

	Country of registration	Interest in ordinary shares and voting rights	Principal activity
Manor Golf Club Limited	England & Wales	75%	Golf Club

Under the equity method of valuation, the investment in the subsidiary undertaking would be £93,982 (1994 : £143,431).

7. DEBTORS

	1995 £	1994 £
Trade debtors falling due within one year	161,323	-
Amounts owed by group undertakings: fellow subsidiaries	265,757	29,250
Amount owed by related company	45	45
Other debtors	932	87
Prepayments	-	25
	<hr/>	<hr/>
	428,057	29,407
	<hr/>	<hr/>

The amount owed by a related company is in respect of Tennisview Limited, a company related by way of a common director.

JERROLD MORTGAGE CORPORATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS**30 June 1995****8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	1995	1994
	£	£
Trade creditors	7,637	13,176
Amounts owed to group undertakings: fellow subsidiaries	323,279	3,007
Other taxation and social security	32,601	31,750
Other creditors	272,807	347,760
Accruals	6,907	10,534
	<hr/>	<hr/>
	643,231	406,227
	<hr/>	<hr/>

9. DEFERRED TAXATION

Deferred taxation comprises:

	Amounts provided		Amounts not provided	
	1995	1994	1995	1994
	£	£	£	£
Accelerated capital allowances	Nil	Nil	Nil	Nil
Other timing difference	Nil	Nil	Nil	Nil
	<hr/>	<hr/>	<hr/>	<hr/>
	Nil	Nil	Nil	Nil
	<hr/>	<hr/>	<hr/>	<hr/>

10. SHARE CAPITAL

	1995	1994
	£	£
Authorised 55,000 ordinary shares of £1 each	55,000	55,000
	<hr/>	<hr/>
Allotted and fully paid 55,000 ordinary shares of £1 each	55,000	55,000
	<hr/>	<hr/>

JERROLD MORTGAGE CORPORATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS **30 June 1995**

11. PROFIT AND LOSS ACCOUNT

	£
At 1 July 1994	(404,582)
Retained profit	138,609
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At 30 June 1995	(265,973)
	<hr/>

12. CAPITAL COMMITMENTS

Capital expenditure commitments were £Nil at 30 June 1995 (1994: £Nil).

13. CONTINGENT LIABILITY

The company has guaranteed the bank overdrafts of certain of its fellow subsidiary undertakings. At 30 June 1995 these totalled £8,274,261 (1994: £6,530,558).

14. ULTIMATE PARENT COMPANY

The company is a wholly owned subsidiary undertaking of Blemain Group plc, Co. No. 2939389 a company registered in England.