



HARPMANOR LIMITED
REPORT AND FINANCIAL STATEMENTS
31 MARCH 1993

Company Number
1954109

HARPMANOR LIMITED

CONTENTS

	Page
Company information	1
Report of the directors	2 - 3
Report of the auditors	4
Profit and loss account	5
Statement of total recognised gains and losses	6
Reconciliation of movement in shareholders' funds	6
Balance sheet	7
Notes to the financial statements	8 - 11

HARPMANOR LIMITED
COMPANY INFORMATION

Directors	H N Moser A J Grant B S Pollock
Secretary	K Barnacle
Registered office	487 Bury New Road Prestwich Manchester
Company number	1954109
Joint auditors	Smith Partnership Chartered Accountants No. 3 Ralli Courts West Riverside Manchester M3 5FT Robson Rhodes Chartered Accountants Colwyn Chambers 19 York Street Manchester M2 3BA

HARPMANOR LIMITED

REPORT OF THE DIRECTORS

The directors present their annual report and the audited financial statements of the company for the year ended 31 March 1993.

PRINCIPAL ACTIVITY

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

REVIEW OF THE BUSINESS

The directors consider the result for the year to be satisfactory.

RESULTS AND DIVIDEND

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

The directors do not recommend the payment of a dividend (1992 £Nil) leaving £260,847 (1992 £242,616) to be transferred to reserves.

FIXED ASSETS

The movement in tangible fixed assets is set out at note 7 to the financial statements.

DIRECTORS

The directors who served during the year and at the date of this report are shown on page 1.

The directors interests in the share capital of the company are as follows:

	Ordinary shares of £1 each	
	1993	1992
A J Grant	2	2
H N Moser	-	-
B S Pollock	-	-

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

AUDITORS

Smith Partnership and Robson Rhodes were appointed joint auditors in respect of the year ended 31 March 1993. Having indicated their willingness to continue in office, a resolution to reappoint Robson Rhodes as sole auditors will be proposed at the forthcoming annual general meeting.

STATEMENT OF 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 these financial statements, the directors have:

- selected suitable accounting policies and applied them consistently;

HARPMANOR LIMITED
REPORT OF THE DIRECTORS

STATEMENT OF DIRECTORS' RESPONSIBILITIES - continued

- 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 19 January 1994 and signed on its behalf by:



K BARNACLE
Secretary

HARPMANOR LIMITED

AUDITORS' REPORT TO THE SHAREHOLDERS OF HARPMANOR LIMITED

We have audited the financial statements on pages 5 to 11 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 pages 2 and 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 31 March 1993 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Smith Partnership

Smith Partnership
Chartered Accountants and
Registered Auditor
Manchester

Robson Rhodes

Robson Rhodes
Chartered Accountants and
Registered Auditor
Manchester

19 January 1994

19 January 1994

HARPMANOR LIMITED

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 1993

	Note	1993 £	1992 £
TURNOVER: continuing operations	1 & 2	274,435	611,872
Administrative credit/(expenses)		<u>32,642</u>	<u>(109,060)</u>
		307,077	502,812
Other operating income	3	<u>70,232</u>	<u>-</u>
OPERATING PROFIT		377,309	502,812
Interest payable	4	<u>(112,887)</u>	<u>(85,583)</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	5	264,422	417,229
Tax on profit on ordinary activities	6	<u>(3,575)</u>	<u>(174,613)</u>
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		260,847	242,616
Retained profit brought forward		<u>715,804</u>	<u>473,188</u>
RETAINED PROFIT CARRIED FORWARD		<u>976,651</u>	<u>715,804</u>

HARPMANOR LIMITED

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES for the year ended 31 March 1993

The profit for the financial year attributable to shareholders of £260,847 (1992 £242,616) represents the total of recognised gains and losses relating to the year.

RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS For the year ended 31 March 1993

	1993 £	1992 £
Profit attributable to shareholders	<u>260,847</u>	<u>242,616</u>
Net increase in shareholders' funds	260,847	242,616
Shareholders' funds at start of the year	<u>715,806</u>	<u>473,190</u>
Shareholders' funds at end of the year	<u>976,653</u>	<u>715,806</u>

HARPMANOR LIMITED
BALANCE SHEET - 31 MARCH 1993

	Note	1993 £	1992 £
FIXED ASSETS			
Tangible assets	7	<u>14,625</u>	<u>19,500</u>
CURRENT ASSETS			
Stocks	8	430,988	571,575
Debtors due after one year	9	957,140	1,483,018
Debtors due within one year	9	<u>1,741,160</u>	<u>700,000</u>
		3,129,288	2,754,593
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	10	<u>(2,167,260)</u>	<u>(2,058,287)</u>
NET CURRENT ASSETS		<u>962,028</u>	<u>696,306</u>
NET ASSETS		<u>976,653</u>	<u>715,806</u>
CAPITAL AND RESERVES			
Called up share capital	12	2	2
Profit and loss account		<u>976,651</u>	<u>715,804</u>
SHAREHOLDERS' FUNDS		<u>976,653</u>	<u>715,806</u>

The financial statements were approved by the Board on 19 January 1994 and signed on its behalf by:


HENRY NEVILLE MOSER
 Director

HARPMANOR LIMITED

NOTES TO THE FINANCIAL STATEMENTS
31 MARCH 1993

1. ACCOUNTING POLICIES

a) Basis of accounting

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

Due to the size of the company's operation, the company is exempt from publishing a cash flow statement.

b) Turnover

Turnover represents interest and commission received on money lending agreements, credited to the profit and loss account on a straight line basis pro rata to repayments.

c) Taxation

The charge for taxation is based on the result for the year 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.

d) Tangible fixed assets

Depreciation is provided on fixed assets at rates calculated to write off the cost less estimated residual value over their estimated useful lives as follows:

Motor vehicles	25% reducing balance
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e) Stocks

Properties held for resale are valued at the lower of cost and estimated net realisable value. Net realisable value is based on the estimated sales price after allowing for all further costs of completion and disposal.

2. TURNOVER

The turnover and profit before taxation is attributable to the one principal activity of the company and relates to business conducted within the United Kingdom.

3. OTHER OPERATING INCOME

	1993 £	1992 £
Net rental income	<u>70,232</u>	<u>-</u>

NOTES TO THE FINANCIAL STATEMENTS
31 MARCH 1993

4.	INTEREST PAYABLE	1993 £	1992 £
	Interest on bank overdrafts and other loans wholly repayable within five years not by instalments	<u>112,887</u>	<u>85,583</u>
5.	PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	1993 £	1992 £
	Profit on ordinary activities before taxation is stated after charging:		
	Stock writedown	140,587	-
	Bad debts (release)/charge	(213,237)	65,298
	Depreciation	4,875	6,500
	Auditors' remuneration	<u>3,226</u>	<u>3,484</u>
6.	TAX ON PROFIT ON ORDINARY ACTIVITIES	1993 £	1992 £
	Corporation tax at 33%	8,500	180,000
	Over provision in previous years	<u>(4,925)</u>	<u>(5,387)</u>
		<u>3,575</u>	<u>174,613</u>
7.	TANGIBLE FIXED ASSETS		
	Cost		Motor vehicles £
	At 1 April 1992 and 31 March 1993		<u>26,000</u>
	Depreciation		
	At 1 April 1992		6,500
	Charge for the year		<u>4,875</u>
	At 31 March 1993		<u>11,375</u>
	Net book value		
	At 31 March 1993		<u>14,625</u>
	At 31 March 1992		<u>19,500</u>
	Capital commitments	1993 £	1992 £
	Contracted for but not provided in the accounts	<u>Nil</u>	<u>Nil</u>
	Authorised by the directors but not contracted	<u>Nil</u>	<u>Nil</u>

HARPMANOR LIMITED

NOTES TO THE FINANCIAL STATEMENTS 31 MARCH 1993

8. STOCKS	1993 £	1992 £
Properties held for resale	<u>430,988</u>	<u>571,575</u>
9. DEBTORS		
Trade debtors falling due within one year	938,546	200,000
Amount due from related companies (note 13)	802,290	500,000
Prepayments	<u>324</u>	<u>-</u>
	1,741,160	700,000
Trade debtors falling due after more than one year	<u>957,140</u>	<u>1,483,018</u>
	<u>2,698,300</u>	<u>2,183,018</u>
10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	1993 £	1992 £
Bank overdraft	1,185,846	934,094
Loan	774,719	774,719
Corporation tax	183,575	338,776
Accruals	<u>23,120</u>	<u>10,698</u>
	<u>2,167,260</u>	<u>2,058,287</u>

The bank overdraft is secured by way of a mortgage debenture over all of the company's assets.

The loan is from Blemain Finance Limited. The loan is interest free and repayable on demand. H N Moser and B Pollock each own 50% of Blemain Finance Limited.

11. DEFERRED TAXATION

Deferred taxation comprises:

	Amounts provided		Amounts not provided	
	1993	1992	1993	1992
	£	£	£	£
Accelerated capital allowances	<u>Nil</u>	<u>Nil</u>	<u>Nil</u>	<u>Nil</u>

HARPMANOR LIMITED

NOTES TO THE FINANCIAL STATEMENTS 31 MARCH 1993

12. CALLED UP SHARE CAPITAL	1993	1992
	£	£
Authorised		
100 ordinary shares of £1 each	<u>100</u>	<u>100</u>
Allotted and fully paid		
2 ordinary shares of £1 each	<u>2</u>	<u>2</u>

13. RELATED COMPANIES

The following amounts are due from companies which are related by way of common shareholders or common directors. Harpmanor Limited has no direct shareholding in these companies.

	Note	1993 £	1992 £
Lancashire Mortgage Corporation Ltd	(a)	800,000	500,000
Monarch Recoveries Limited	(b)	<u>2,290</u>	<u>-</u>
		<u>802,290</u>	<u>500,000</u>
(a) Common directors			
(b) Common shareholders			

All three companies operate from the same premises and share overheads.