

Company Number: 2120366

MARK ALLEN HOLDINGS LIMITED

ANNUAL REPORT

YEAR ENDED 31 MARCH 2002



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MARK ALLEN HOLDINGS LIMITED

COMPANY INFORMATION

Directors	M Allen S Allen
Secretary	Mrs K Toumba
Company Number	2120366
Registered Office	Croxted Mews 286A-288 Croxted Road London SE24 9DA
Auditors	PKF Pannell House 6-7 Litfield Place The Promenade Clifton Bristol BS8 3LX
Bankers	HSBC Bank Plc 31 Holborn London EC1N 2HR

MARK ALLEN HOLDINGS LIMITED

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MARK ALLEN HOLDINGS LIMITED
DIRECTORS' REPORT
YEAR ENDED 31 MARCH 2002

The directors submit their report and the consolidated financial statements for the year ended 31 March 2002.

Results and dividends

The profit for the year, after taxation, amounted to **£115,758** (2001 - £209,627).

The directors recommend a dividend of £40,000 leaving a balance of £75,758 which is transferred to retained reserves.

Principal activity and review of the business

The principal activities of the group were the publication of medical, educational, leisure and trade journals, the publication of regional trade directories, the publishing and selling of medical books, the organisation of medical conferences and exhibitions, the organisation of world-wide tours through its ATOL bonded operation and on line trading through its medical web-site.

During the year the group acquired the trade of Budget Furniture Plc and John Allen Publishing Limited. The publishing side of the business adds to the wide portfolio of titles already held whilst the furniture business adds a new area to the group's activities.

The directors are satisfied with the performance of the business during the year.

Future developments

The directors consider the future to be very promising with the newly acquired furniture business performing well. An increase in both turnover and profitability is anticipated in the current financial year.

Directors

The directors who served during the year and their interests in the company's issued share capital at the balance sheet date and at the start of the year (or date of appointment, if later) were:

	Ordinary Shares of £1 each	
	2002	2001
M Allen	24,600	24,600
S Allen	5,400	5,400

Auditors

The auditors, PKF, will be proposed for reappointment in accordance with section 385 of the Companies Act 1985.

By order of the board



Secretary

MARK ALLEN HOLDINGS LIMITED
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 group and of the profit or loss of the group 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 the group 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 group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The directors are responsible for ensuring that the directors' report and other information included in the annual report is prepared in accordance with company law in the United Kingdom.

**INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF
MARK ALLEN HOLDINGS LIMITED**

We have audited the financial statements of Mark Allen Holdings Limited for the period ended 31 March 2002 which comprise the Profit and Loss Account, the Balance Sheets, the Cash Flow Statement and the related notes. These financial statements have been prepared under the accounting policies set out therein.

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 audit 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 judgments made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's and group'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 and group's affairs as at 31 March 2002 and of the group's result for the period then ended and have been properly prepared in accordance with the Companies Act 1985.

20 Sept 2002
Bristol, UK

PCF
Registered Auditors

MARK ALLEN HOLDINGS LIMITED
CONSOLIDATED PROFIT AND LOSS ACCOUNT
YEAR ENDED 31 MARCH 2002

	Notes	2002 £	2002 £	2001 £
TURNOVER				
Continuing operations		6,720,757		6,477,972
Acquisitions		<u>777,034</u>		<u> </u>
	2		7,497,791	6,477,972
Cost of sales			<u>(5,502,196)</u>	<u>(4,710,083)</u>
GROSS PROFIT			1,995,595	1,767,889
Administrative expenses			<u>(1,871,358)</u>	<u>(1,508,915)</u>
Other operating income			10,000	-
OPERATING PROFIT				
Continuing operations		108,581		258,974
Acquisitions		<u>25,656</u>		<u> </u>
	3		134,237	258,974
Interest receivable and similar income	6		23,465	14,378
Interest payable and similar charges	7		<u>(1,986)</u>	<u>(3,740)</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION			155,716	269,612
TAXATION	8		<u>(39,958)</u>	<u>(59,985)</u>
PROFIT FOR THE FINANCIAL YEAR			115,758	209,627
DIVIDENDS	9		<u>(40,000)</u>	<u>(89,362)</u>
			<u>75,758</u>	<u>120,265</u>

There were no recognised gains or losses for the year other than those included in the profit and loss account.

MARK ALLEN HOLDINGS LIMITED
CONSOLIDATED BALANCE SHEET
31 MARCH 2002

	Notes	2002 £	2001 £
FIXED ASSETS			
Intangible	10	423,611	318,824
Tangible	11	803,556	715,305
		<u>1,227,167</u>	<u>1,034,129</u>
CURRENT ASSETS			
Stocks	13	133,668	122,336
Debtors	14	1,545,723	1,264,382
Cash at bank and in hand		584,610	706,207
		<u>2,264,001</u>	<u>2,092,925</u>
CREDITORS: amounts falling due within one year	15	<u>(3,038,573)</u>	<u>(2,783,572)</u>
NET CURRENT LIABILITIES		<u>(774,572)</u>	<u>(690,647)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>452,595</u>	<u>343,482</u>
CREDITORS: amounts falling due after more than one year	16	<u>(33,355)</u>	<u>-</u>
NET ASSETS		<u><u>419,240</u></u>	<u><u>343,482</u></u>
CAPITAL AND RESERVES			
Called up share capital	18	30,000	30,000
Profit and loss account	19	389,240	313,482
SHAREHOLDERS' FUNDS	20	<u><u>419,240</u></u>	<u><u>343,482</u></u>

The financial statements were approved by the board on 19 Sept 2002.

Signed on behalf of the board of directors



Director

MARK ALLEN HOLDINGS LIMITED
BALANCE SHEET
31 MARCH 2002

	Notes	2002 £	2001 £
FIXED ASSETS			
Investments	12	30,201	30,201
CURRENT ASSETS			
Debtors	14	100	65,100
Cash at bank and in hand		3	3
		<u>103</u>	<u>65,103</u>
CREDITORS: amounts falling due within one year	15	<u>(1,965)</u>	<u>(66,965)</u>
NET CURRENT LIABILITIES		<u>(1,862)</u>	<u>(1,862)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u><u>28,339</u></u>	<u><u>28,339</u></u>
CAPITAL AND RESERVES			
Called up share capital	18	30,000	30,000
Profit and loss account	19	<u>(1,661)</u>	<u>(1,661)</u>
		<u><u>28,339</u></u>	<u><u>28,339</u></u>

The financial statements were approved by the board on 19 September 2002.

Signed on behalf of the board of directors

Mark Allen

Director

MARK ALLEN HOLDINGS LIMITED
CONSOLIDATED CASH FLOW STATEMENT
YEAR ENDED 31 MARCH 2002

	2002 £	2001 £
Reconciliation of operating profit to net cash inflow from operating activities		
Operating profit	134,237	258,974
Amortisation of intangible assets	18,710	17,727
Depreciation of tangible fixed assets	134,452	122,960
Profit on sale of fixed assets	(5,395)	(880)
Increase in debtors	(245,195)	(439,691)
(Increase)/decrease in stocks	(11,332)	130
Increase in creditors	307,271	544,642
Net cash inflow from operating activities	<u>332,748</u>	<u>503,862</u>
 CASH FLOW STATEMENT (note 22)		
Net cash inflow from operating activities	332,748	503,862
Returns on investments and servicing of finance	13,510	10,638
Taxation	(35,536)	(2,738)
Capital expenditure	(288,952)	(114,095)
Equity dividends paid	(105,000)	(24,362)
	<u>(83,230)</u>	<u>373,305</u>
Financing	<u>(11,677)</u>	<u>(29,903)</u>
(Decrease)/increase in cash	<u>(94,907)</u>	<u>343,402</u>
 Reconciliation of net cash flow to movement in net funds (note 23)		
(Decrease)/increase in cash in the year	(94,907)	343,402
Financing	11,677	29,903
New finance leases	(51,853)	-
	<u>(135,083)</u>	<u>373,305</u>
Change in net funds	<u>(135,083)</u>	<u>373,305</u>
Net funds at 1 April 2001	<u>528,658</u>	<u>155,353</u>
Net funds at 31 March 2002	<u>393,575</u>	<u>528,658</u>

MARK ALLEN HOLDINGS LIMITED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2002

1 ACCOUNTING POLICIES

(a) Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention.

The consolidated financial statements comprise the audited financial statements of the company and its subsidiary undertakings made up to 31 March 2002.

A separate profit and loss account for the parent company has not been prepared as permitted by Section 230(2) of the Companies Act 1985. The profit for the financial year of the parent company was **£40,000** (2001 - £65,000).

(b) Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, net of value added tax and trade discounts.

(c) Intangible fixed assets

Intangible fixed assets are stated at cost or valuation less amortisation. Amortisation is provided at rates calculated to write off the cost or valuation of intangible fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Publishing rights and titles	5 % straight line
Goodwill	5 % straight line

(d) Tangible fixed assets

Tangible fixed assets are stated at cost or valuation less depreciation. Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold buildings	1 % straight line
Plant and machinery	20 % straight line
Fixtures & fittings	20 % straight line
Motor vehicles	25 % straight line

Freehold land is not depreciated.

(e) Finance and operating leases

Assets acquired under finance leases or hire purchase are treated as tangible fixed assets and depreciation is provided accordingly. The present value of future rentals is shown as a liability and the interest element of rental obligations is charged to the profit and loss account over the period of the lease in proportion to the capital balance outstanding.

Operating lease rentals are charged in the profit and loss account on a straight line basis over the lease term.

(f) Investments

Investments are stated at cost less any provision for permanent diminution in value.

MARK ALLEN HOLDINGS LIMITED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2002

1 ACCOUNTING POLICIES (continued)

(g) Stocks and work in progress

Stocks and work in progress are stated at the lower of cost and net realisable value. Cost is determined on a first in first out basis, and includes all direct costs incurred and attributable production overheads. Net realisable value is based on estimated selling price allowing for all further costs of completion and disposal.

(h) Deferred taxation

Provision is made for deferred tax using the liability method.

(i) Pensions

The company operates a defined contribution pension scheme and the pension charge in the profit and loss account represents the amounts payable by the company to the fund in respect of the year.

2 TURNOVER

An analysis of turnover by class of business is given below:

	2002	2001
	£	£
Publishing	4,941,192	4,515,971
Conferences	958,328	875,815
Travel	821,237	1,086,186
Office furniture	777,034	-
Total	<u>7,497,791</u>	<u>6,477,972</u>

All turnover arose within the United Kingdom.

3 OPERATING PROFIT

The operating profit is stated after charging:

	2002	2001
	£	£
Amortisation of intangible assets	18,710	17,727
Depreciation of tangible fixed assets:		
- owned by the company	116,092	108,512
- held under finance lease or hire purchase contracts	18,360	14,448
Audit fees	<u>15,500</u>	<u>11,700</u>

MARK ALLEN HOLDINGS LIMITED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2002

4 DIRECTORS' EMOLUMENTS AND BENEFITS

	2002 £	2001 £
Directors' emoluments	230,000	183,333
Contributions to money purchase pension schemes	36,035	32,518
	<u>266,035</u>	<u>215,851</u>

The number of directors accruing benefits under pension schemes were:

	No	No
Money purchase schemes	2	2
	<u>2</u>	<u>2</u>

The highest paid director received emoluments and benefits as follows:

	2002 £	2001 £
Emoluments and benefits under long term incentive schemes	180,000	143,333
Contributions to money purchase pension schemes	26,035	29,665
	<u>206,035</u>	<u>173,000</u>

5 STAFF COSTS

Staff costs, including directors' emoluments, were as follows:

	2002 £	2001 £
Wages and salaries	1,780,599	1,576,990
Social security costs	181,272	154,331
Other pension costs	76,614	71,152
	<u>2,038,485</u>	<u>1,802,473</u>

The average monthly number of employees, including executive directors, during the year was:

	No	No
Distribution and sales	32	36
Editorial	23	20
Administration	25	22
	<u>80</u>	<u>78</u>

6 INTEREST RECEIVABLE AND SIMILAR INCOME

	2002 £	2001 £
Other interest receivable	23,465	14,378
	<u>23,465</u>	<u>14,378</u>

MARK ALLEN HOLDINGS LIMITED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2002

7 INTEREST PAYABLE AND SIMILAR CHARGES

	2002 £	2001 £
Bank loans and overdrafts	1,389	525
Finance charges under finance lease and hire purchase contracts	597	3,215
	<u>1,986</u>	<u>3,740</u>

8 TAXATION

(a) Analysis of charge in year	2002 £	2001 £
UK corporation tax		
Current tax on income for the year	64,724	34,725
Adjustments in respect of prior periods	(24,766)	25,260
Total UK taxation	<u>39,958</u>	<u>59,985</u>

(b) Factors affecting tax charge for year

The tax assessed for the year is greater than the standard rate of corporation tax in the UK (30 per cent). Reconciling items are explained below:

Profit on ordinary activities before tax	155,716	269,612
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 30% (2001: 30%)	46,715	80,884
Effects of:		
Depreciation for the year in excess of capital allowances	9,203	13,031
Expenses not deductible for tax purposes	4,754	5,812
Utilisation of tax losses	-	(50,520)
Effect of different tax rates in group companies	4,052	(14,482)
Adjustment to tax charge in respect of previous periods	(24,766)	25,260
	<u>39,958</u>	<u>59,985</u>

9 DIVIDENDS

	2002 £	2001 £
Ordinary shares		
Interim paid	40,000	24,362
Final proposed	-	65,000
	<u>40,000</u>	<u>89,362</u>
of which:		
Dividends on equity shares	40,000	89,362

MARK ALLEN HOLDINGS LIMITED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2002

10 INTANGIBLE FIXED ASSETS

Group

	Publishing rights and titles £	Goodwill £	Total £
Cost			
At 1 April 2001	218,101	152,892	370,993
Additions	5,500	117,997	123,497
At 31 March 2002	<u>223,601</u>	<u>270,889</u>	<u>494,490</u>
Amortisation			
At 1 April 2001	30,734	21,435	52,169
Charge for the year	10,082	8,628	18,710
At 31 March 2002	<u>40,816</u>	<u>30,063</u>	<u>70,879</u>
Net book amount			
At 31 March 2002	<u>182,785</u>	<u>240,826</u>	<u>423,611</u>
At 31 March 2001	<u>187,367</u>	<u>131,457</u>	<u>318,824</u>

MARK ALLEN HOLDINGS LIMITED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2002

11 TANGIBLE FIXED ASSETS

Group

	Land & buildings £	Plant & machinery £	Fixtures, fittings, tools & equipment £	Total £
Cost				
At 1 April 2001	462,866	821,955	129,038	1,413,859
Additions	12,750	199,155	11,637	223,542
Disposals	-	(71,281)	-	(71,281)
At 31 March 2002	<u>475,616</u>	<u>949,829</u>	<u>140,675</u>	<u>1,566,120</u>
Depreciation				
At 1 April 2001	25,003	577,430	96,121	698,554
Charge for year	4,956	120,593	8,903	134,452
On disposals	-	(70,442)	-	(70,442)
At 31 March 2002	<u>29,959</u>	<u>627,581</u>	<u>105,024</u>	<u>762,564</u>
Net book amount				
At 31 March 2002	<u>445,657</u>	<u>322,248</u>	<u>35,651</u>	<u>803,556</u>
At 31 March 2001	<u>437,863</u>	<u>244,525</u>	<u>32,917</u>	<u>715,305</u>

The net book amounts of plant and machinery above include **£53,129** (2001 - £19,636) in respect of assets held under finance leases or hire purchase contracts.

12 FIXED ASSET INVESTMENTS

Company

	Shares in subsidiary undertakings £
Cost	
At 1 April 2001 and 31 March 2002	<u>30,201</u>

The company owns the following shareholdings:

MARK ALLEN HOLDINGS LIMITED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2002

12 FIXED ASSET INVESTMENTS (continued)

Name of company	Nature of business	% shares held directly	% shares held indirectly
Mark Allen Publishing Limited	Publication of medical and leisure trade journals	100	-
MarkAllenGroup.com Limited	Internet services	100	-
P R Please Limited	Public relations	100	-
Master Travel Limited	Tour operator	100	-
Mark Allen International Communications Limited	Organisation and promotion of conferences	100	-
Mark Allen Scientific Publications Limited	Dormant	-	100
A&D Media Limited	Provision of advertising and publishing services	-	100
Mark Allen Direct Limited	Office furniture	-	100

13 STOCKS

	Group		Company	
	2002	2001	2002	2001
	£	£	£	£
Raw materials	110,402	122,336	-	-
Finished goods	23,266	-	-	-
	<u>133,668</u>	<u>122,336</u>	<u>-</u>	<u>-</u>

MARK ALLEN HOLDINGS LIMITED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2002

14 DEBTORS

	Group		Company	
	2002	2001	2002	2001
	£	£	£	£
Due within one year				
Trade debtors	1,021,601	829,574	-	-
Other debtors	253,828	96,117	-	65,000
Prepayments & accrued income	270,194	338,591	-	-
Called up share capital not paid	100	100	100	100
	<u>1,545,723</u>	<u>1,264,382</u>	<u>100</u>	<u>65,100</u>

Included within other debtors are loans of £29,394 (2001 - £64,393), £12,000 (2001 - £15,000) and £3,111 (2001 - £Nil) to Mark Allen, Ashvin Popat and Edward Rusling. The loans are all interest free and the maximum amounts outstanding during the year were £64,393, £15,000 and £3,111 respectively. Mark Allen is a director of Mark Allen Holdings Limited whilst Ashvin Popat and Edward Rusling are directors of Mark Allen Publishing Limited, the company from which the loans have been advanced.

15 CREDITORS

	Group		Company	
	2002	2001	2002	2001
	£	£	£	£
Amounts falling due within one year				
Bank loans and overdrafts	146,678	173,368	-	-
Trade creditors	519,279	341,673	-	-
Amounts owed to group undertakings	-	-	1,965	1,965
Corporation tax	64,724	32,125	-	-
Other tax and social security	150,230	148,611	-	-
Proposed dividends	-	65,000	-	65,000
Net obligations under finance lease and hire purchase contracts (note 17)	11,002	4,181	-	-
Other creditors	29,753	-	-	-
Accruals and deferred income	2,116,907	2,018,614	-	-
	<u>3,038,573</u>	<u>2,783,572</u>	<u>1,965</u>	<u>66,965</u>

MARK ALLEN HOLDINGS LIMITED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2002

16 CREDITORS

	Group		Company	
	2002	2001	2002	2001
	£	£	£	£
Amounts falling due after more than one year				
Net obligations under finance lease and hire purchase contracts(note 17)	<u>33,355</u>	<u>-</u>	<u>-</u>	<u>-</u>

17 FINANCE LEASES

Net obligations under finance lease and hire purchase agreements fall due as follows:

	Group		Company	
	2002	2001	2002	2001
	£	£	£	£
Within one year	11,002	4,181	-	-
Between one and five years	<u>33,355</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>44,357</u>	<u>4,181</u>	<u>-</u>	<u>-</u>

Finance lease and hire purchase creditors are secured on the assets concerned.

MARK ALLEN HOLDINGS LIMITED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2002

18 SHARE CAPITAL

	Authorised £	Allotted, called up and fully paid No	£
At 1 April 2001 and 31 March 2002 Ordinary shares of £1 each	50,000	30,000	30,000

19 RESERVES

	Group £	Company £
Profit and loss account		
At 1 April 2001	313,482	(1,661)
Profit for the year	115,758	40,000
Dividends	(40,000)	(40,000)
At 31 March 2002	389,240	(1,661)

20 SHAREHOLDERS' FUNDS

	2002 £	2001 £
Shareholders' funds at 1 April 2001	343,482	223,217
Profit for the year	115,758	209,627
Dividends	(40,000)	(89,362)
Shareholders' funds at 31 March 2002	419,240	343,482

21 ACQUISITIONS AND DISPOSALS

During the year the group acquired the trade and following business assets of Budget Furniture Plc and John Allen Publishing Limited.

	Book Value £	Fair value £
Tangible fixed assets	1,996	1,996
Stocks	54,998	54,998
Titles	5,000	5,000
Goodwill	117,997	117,997
Net assets acquired	179,991	179,991
Satisfied by:		
Cash		179,991

MARK ALLEN HOLDINGS LIMITED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2002

22 GROSS CASH FLOWS

	2002 £	2001 £
Returns on investments and servicing of finance		
Interest received	15,496	14,378
Interest paid	(1,389)	(525)
Interest element of finance lease rentals	(597)	(3,215)
	<u>13,510</u>	<u>10,638</u>
 Capital expenditure		
Payments to acquire intangible fixed assets	(123,497)	-
Payments to acquire tangible fixed assets	(171,689)	(114,976)
Payments to acquire fixed asset investments	-	1
Receipts from sales of tangible fixed assets	6,234	880
	<u>(288,952)</u>	<u>(114,095)</u>
 Financing		
Capital element of finance lease rentals	<u>(11,677)</u>	<u>(29,903)</u>

23 ANALYSIS OF CHANGES IN NET FUNDS

	At 1 April 2001 £	Cash flows £	Other changes £	At 31 March 2002 £
Cash at bank and in hand	706,207	(121,597)	-	584,610
Overdrafts	(173,368)	26,690	-	(146,678)
		<u>(94,907)</u>		
Finance leases	(4,181)	(40,176)	-	(44,357)
Total	<u>528,658</u>	<u>(135,083)</u>	<u>-</u>	<u>393,575</u>

MARK ALLEN HOLDINGS LIMITED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2002

24 CONTINGENT LIABILITIES

The group's bankers have granted a bond dated 23 September 1997 to the Civil Aviation Authority for £67,340. This bond is secured on all the group's assets.

The company has given a specific guarantee on behalf of Master Travel Limited to the Civil Aviation Authority in connection with the granting of an Air Travel Organisers License (ATOL).

The company has given an unlimited guarantee to secure the overdrafts of its subsidiaries whilst the subsidiaries have given an unlimited guarantee to secure their own overdrafts and the overdrafts of other group undertakings.

A subsidiary company, Mark Allen Publishing Limited, has given a first legal charge over the freehold property known as Croxted Mews, 286A-288 Croxted Road, London, SE24 9DA to HSBC Bank Plc as security for a loan that has been advanced to Mark Allen Properties Limited, a non-group company controlled by Mark Allen.

Mark Allen Publishing Limited has also given an unlimited cross guarantee to HSBC Bank Plc to secure all of its liabilities, together with all of the liabilities of Mark Allen Properties Limited, a non-group company controlled by Mark Allen.

25 TRANSACTIONS WITH RELATED PARTIES

During the year the group advanced a loan of £143,770 to, and incurred expenditure of £3,306 on behalf of, Mark Allen Properties Limited, a non-group company controlled by Mark Allen. As at 31 March 2002 an amount of £147,046 is included within other debtors.

26 PENSION COSTS

The group operates a defined contribution pension scheme, the assets of which are held separately from those of the group in an independently administered fund.

Contributions made by the group to the scheme during the year amounted to **£76,614** (2001 - £71,152).

27 CONTROLLING PARTIES

The company is controlled by M C Allen.