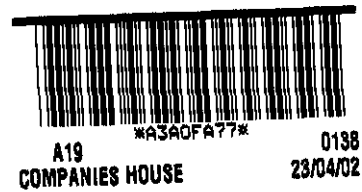


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**AGT INNS LIMITED**

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**DIRECTORS' REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED**  
**30 JUNE 2001**



AGT INNS LIMITED

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Company Information

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<b>Directors</b>	A Bishop G Parker
<b>Secretary</b>	A J Bishop
<b>Company Number</b>	3389606
<b>Registered Office</b>	C/o Lewis & Co The Seedbed Centre Davidson Way Romford, Essex RM7 0AZ
<b>Accountants</b>	Lewis & Co The Seedbed Centre Davidson Way Romford Essex RM7 0AZ

## DIRECTORS' REPORT FOR THE YEAR ENDED 30 JUNE 2001

The directors present their report and the financial statements for the year ended 30 June 2001.

### 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 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 to 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.

### Principal activities and review of business

The company's principal activity during the period was Publicans

The results for the year are set out on page 3.

### Directors

The directors who served during the year and their beneficial interests in the company's issued share capital were:

	<u>Ordinary shares of £1 each</u>	
	<u>2001</u>	<u>2000</u>
A Bishop	1	1
G Parker	1	1

This report was approved by the board on 30 March 2002 and signed on its behalf.

A Bishop  
Director



AGT INNS LIMITED

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ACCOUNTANTS' REPORT ON THE UNAUDITED FINANCIAL STATEMENTS  
TO THE DIRECTORS OF AGT INNS LIMITED

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As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 30 June 2001, and you consider that the company is exempt from an audit and a report under section 249A(2) of the Companies Act 1985.

In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records of the company and from information and explanations supplied to us.

Lewis & Co

The Seedbed Centre  
Davidson Way  
Romford  
Essex  
RM7 0AZ

2 April 2002



AGT INNS LIMITED

PROFIT AND LOSS ACCOUNT  
For the year ended 30 June 2001

	Note	2001 £	2000 £
TURNOVER		240,079	217,233
Cost of sales		(120,362)	(111,038)
GROSS PROFIT		119,717	106,195
Selling and distribution costs		(50,201)	(47,994)
Administrative expenses		(77,463)	(74,983)
Other operating income		14,764	22,762
OPERATING PROFIT		6,817	5,980
Interest receivable		248	111
Interest payable		(11)	(292)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		7,054	5,799
TAX ON PROFIT ON ORDINARY ACTIVITIES		(687)	(986)
RETAINED PROFIT FOR THE YEAR		6,367	4,813
RETAINED PROFIT BROUGHT FORWARD		15,646	10,833
RETAINED PROFIT CARRIED FORWARD		£ 22,013	£ 15,646

Turnover and operating profit derive wholly from continuing operations.

There were no recognised gains and losses for 2001 or 2000 other than those included in the profit and loss account.

AGT INNS LIMITED

BALANCE SHEET  
As at 30 June 2001

	Note	£	2001 £	£	2000 £
<b>FIXED ASSETS</b>					
Tangible fixed assets	8		8,470		10,064
<b>CURRENT ASSETS</b>					
Stocks	9	8,615		5,163	
Debtors	10	3,516		3,516	
Cash at bank and in hand		20,242		18,134	
		<u>32,373</u>		<u>26,813</u>	
<b>CREDITORS: amounts falling due within one year</b>	11	<u>(18,828)</u>		<u>(21,229)</u>	
<b>NET CURRENT ASSETS</b>			<u>13,545</u>		<u>5,584</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>£ 22,015</u>		<u>£ 15,648</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	12		2		2
Profit and loss account			22,013		15,646
<b>SHAREHOLDERS' FUNDS - All equity</b>	13		<u>£ 22,015</u>		<u>£ 15,648</u>

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 249A(1) of the Companies Act 1985 and no notice requiring an audit has been deposited under section 249B(2) of the Act. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and for preparing financial statements which give a true and fair view of the state of affairs of the company as at 30 June 2001 and of its profit for the year then ended in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to the financial statements so far as applicable to the company.

The financial statements were approved by the board on 30 March 2002 and signed on its behalf.



A Bishop

Director

NOTES TO THE FINANCIAL STATEMENTS  
For the year ended 30 June 2001

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and include the results of the company's operations which are described in the Directors' Report and all of which are continuing.

The company has taken advantage of the exemption in Financial Reporting Standard No.1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

1.2 Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, exclusive of Value Added Tax and trade discounts.

1.3 Tangible fixed assets and depreciation

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:

Motor vehicles	-	25%	reducing balance method
Fixtures & fittings	-	15%	reducing balance method

1.4 Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

1.5 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

1.6 Pensions

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

2. TURNOVER

The whole of the turnover and profit before taxation is attributable to the one principal activity of the company, Publicans

3. OPERATING PROFIT

The operating profit is stated after charging:

	2001	2000
Depreciation of tangible fixed assets		
- owned by the company	1,594	1,908
Operating lease rentals		
- other	£ 18,104	£ 15,000

NOTES TO THE FINANCIAL STATEMENTS  
For the year ended 30 June 2001

4. STAFF COSTS

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

	2001	2000
	£	£
Wages and salaries	61,706	54,127
Social security costs	3,258	3,436
Other pension costs	1,800	1,350
	<u>£ 66,764</u>	<u>£ 58,913</u>

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

	2001	2000
Administration	1	1
Selling	7	6
	<u>8</u>	<u>7</u>

5. DIRECTORS' REMUNERATION

	2001	2000
	£	£
Aggregate emoluments	<u>£ 16,000</u>	<u>£ 10,350</u>

6. INTEREST PAYABLE

	2001	2000
	£	£
On bank loans and overdrafts	11	18
On other loans	-	274
	<u>£ 11</u>	<u>£ 292</u>

7. TAXATION

	2001	2000
	£	£
Current year taxation		
UK Corporation Tax at 10% (2000 - 22%)	<u>£ 687</u>	<u>£ 986</u>



AGT INNS LIMITED

NOTES TO THE FINANCIAL STATEMENTS  
For the year ended 30 June 2001

8. TANGIBLE FIXED ASSETS

	Fixtures & Equipment £	Motor Vehicles £	Total £
<b>Cost or valuation</b>			
At 1 July 2000	14,943	2,000	16,943
At 30 June 2001	14,943	2,000	16,943
<b>Depreciation</b>			
At 1 July 2000	5,723	1,156	6,879
Charge for year	1,383	211	1,594
At 30 June 2001	7,106	1,367	8,473
<b>Net Book Value</b>			
At 30 June 2001	7,837	633	8,470
At 30 June 2000	9,220	844	10,064

9. STOCKS

	2001 £	2000 £
Finished goods	£ 8,616	£ 5,165

10. DEBTORS

	2001 £	2000 £
Due within one year	3,516	3,516
Prepayments and accrued income	£ 3,516	£ 3,516

AGT INNS LIMITED

NOTES TO THE FINANCIAL STATEMENTS  
For the year ended 30 June 2001

11. CREDITORS:

Amounts falling due within one year

	2001 £	2000 £
Bank loans and overdrafts	4,714	4,104
Trade creditors	3,171	4,466
Corporation tax	253	986
Social security and other taxes	1,884	3,064
Sundry Loan Accounts	7,306	7,306
Accruals and deferred income	1,500	1,303
	<u>£ 18,828</u>	<u>£ 21,229</u>

12. CALLED UP SHARE CAPITAL

	2001 £	2000 £
<b>Authorised</b>		
1,000 ordinary shares of £1 each	<u>£ 1,000</u>	<u>£ 1,000</u>
<b>Allotted, called up and fully paid</b>		
2 ordinary shares of £1 each	<u>£ 2</u>	<u>£ 2</u>

13. SHAREHOLDERS' FUNDS

Reconciliation of movements on shareholders' funds

	2001 £	2000 £
Profit for the year	6,367	4,813
Opening shareholders' funds	<u>15,648</u>	<u>10,835</u>
Closing shareholders' funds	<u>£ 22,015</u>	<u>£ 15,648</u>