

**SMITH BLAMIRE'S LIMITED**  
**AND ITS SUBSIDIARY COMPANIES**

**REPORTS AND ACCOUNTS**

**FOR THE YEAR ENDED**  
**29 FEBRUARY 2004**

REGISTERED NUMBER: 3483640



**SMITH BLAMIRE'S LIMITED**  
**AND ITS SUBSIDIARY COMPANIES**

**REPORTS AND ACCOUNTS**  
**FOR THE YEAR ENDED 29 FEBRUARY 2004**

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**SMITH BLAMIRE'S LIMITED**  
**AND ITS SUBSIDIARY COMPANIES**

**COMPANY INFORMATION**  
**YEAR ENDED 29 FEBRUARY 2004**

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**DIRECTORS**

J P Blamires ACII FPC  
E H S Blamires

**SECRETARY**

R G J Butler C.Eng. M.Inst.D.

**REGISTERED OFFICE**

Baton House  
Holly Bank Road  
Lindley  
HUDDERSFIELD  
HD3 3JE

**AUDITORS**

Simpson Wood  
Chartered Accountants  
Bank Chambers  
Market Street  
HUDDERSFIELD  
HD1 2EW

## DIRECTORS' REPORT

## PRINCIPAL ACTIVITIES

## RESULTS AND DIVIDENDS

During the year a dividend of £Nil was paid on the £1 Ordinary shares (2003 - £5,000). The directors do not propose a dividend on the C shares of 10 pence each at 29 February 2004 (a dividend of £28,000 was proposed on the C shares at 28 February 2003).

The following directors have held office since 1 March 2003:

J P Blamires ACII FPC E H S Blamires  
G J Palmer ACII (resigned 2 April 2004) D Pickles (resigned 30 April 2003)  
G E Carman (resigned 30 April 2003)

The directors' interests in the shares of the company were as stated below:-

		Number of Shares	
		2004	2003
J P Blamires ACII FPC	Ordinary shares of £1 each	4,999	4,999
	C shares of 10 pence each	5,000	5,000
E H S Blamires	Ordinary shares of £1 each	1	1
	C shares of 10 pence each	5,000	5,000
G J Palmer ACII	B shares of 10 pence each	1,250	1,250

**SMITH BLAMIRE LIMITED**  
**AND ITS SUBSIDIARY COMPANIES**

**DIRECTORS' REPORT**

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**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 as at the end of the financial year and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

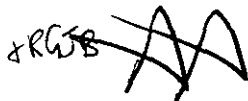
- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company and the group will continue in business.

The directors are responsible for maintaining 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.

**AUDITORS**

In accordance with Section 385 of the Companies Act 1985, a resolution proposing that Simpson Wood be re-appointed as auditors of the company will be put to the Annual General Meeting.

By order of the board:

A handwritten signature in black ink, appearing to be 'R G J Butler', with a stylized flourish at the end.

R G J Butler  
Secretary

28 June 2004

**SMITH BLAMIRES LIMITED**  
**AND ITS SUBSIDIARY COMPANIES**  
**INDEPENDENT AUDITOR'S REPORT**  
**TO THE SHAREHOLDERS OF SMITH BLAMIRES LIMITED**

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We have audited the financial statements of Smith Blamires Limited on pages 6 to 23 for the year ended 29 February 2004. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

**Respective Responsibilities of the Directors and Auditors**

As described in the statement of directors' responsibilities on page 3 the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

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 judgements 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.

**SMITH BLAMIRE'S LIMITED**  
**AND ITS SUBSIDIARY COMPANIES**  
**INDEPENDENT AUDITOR'S REPORT**  
**TO THE SHAREHOLDERS OF SMITH BLAMIRE'S LIMITED Cont'd**

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**Opinion**

In our opinion the financial statements give a true and fair view of the state of the company's and of the group's affairs as at 29 February 2004 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

*Simpson Wood*

Simpson Wood

Chartered Accountants

Registered Auditor

28 June 2004

Bank Chambers

Market Street

Huddersfield

HD1 2EW

**SMITH BLAMIRE'S LIMITED**  
**AND ITS SUBSIDIARY COMPANIES**

**CONSOLIDATED PROFIT AND LOSS ACCOUNT**  
**YEAR ENDED 29 FEBRUARY 2004**

	Notes	2004 £	2003 £
<b>TURNOVER</b>	2	494,604	495,761
Cost of sales		-	2,790
<b>GROSS PROFIT</b>		494,604	492,971
Administrative expenses		413,455	417,921
<b>OPERATING PROFIT</b>	3	81,149	75,050
Other interest receivable and similar income	4	504	672
Interest payable and similar charges	5	(2,840)	(2,636)
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		78,813	73,086
Tax on profit on ordinary activities	8	(16,604)	(13,762)
<b>PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION</b>		62,209	59,324
Dividends	9	-	(33,000)
<b>RETAINED PROFIT FOR THE FINANCIAL YEAR</b>		62,209	26,324

The profit and loss account has been prepared on the basis that all operations are continuing operations.

The group has no recognised gains and losses other than those included in the profit above, and therefore no separate statement of recognised gains and losses has been presented.

Smith Blamires Limited has not presented its own profit and loss account as permitted by section 230 of the Companies Act 1985. The amount of consolidated profit after tax dealt with in the accounts of the holding company is a profit of £40,995.



**SMITH BLAMIRE'S LIMITED**  
**AND ITS SUBSIDIARY COMPANIES**  
**CONSOLIDATED BALANCE SHEET**  
**AS AT 29 FEBRUARY 2004**

	Notes	£	2004 £	2003 £
<b>FIXED ASSETS</b>				
Intangible assets	10		168,451	177,916
Tangible assets	11		17,633	17,773
Investments	12		10,000	10,000
			<hr/>	<hr/>
			196,084	205,689
<b>CURRENT ASSETS</b>				
Debtors	13	4,528		4,715
Cash at bank and in hand		23,698		42,063
		<hr/>		<hr/>
		28,226		46,778
<b>CREDITORS: amount falling due within one year</b>	14	(82,219)		(133,043)
		<hr/>		<hr/>
<b>NET CURRENT LIABILITIES</b>			(53,993)	(86,265)
			<hr/>	<hr/>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			142,091	119,424
<b>CREDITORS: amounts falling due after more than one year</b>	15		(36,669)	(76,589)
<b>PROVISIONS FOR LIABILITIES AND CHARGES</b>	17		(1,995)	(1,617)
			<hr/>	<hr/>
<b>NET ASSETS</b>			103,427	41,218
			<hr/>	<hr/>
<b>CAPITAL AND RESERVES</b>				
Called up share capital	18		7,250	7,250
Profit and loss account	19		96,177	33,968
			<hr/>	<hr/>
<b>TOTAL SHAREHOLDERS' FUNDS</b>	20		103,427	41,218
			<hr/>	<hr/>

Approved by the board of directors on 28 June 2004 and signed on its behalf by:

x JPB  
J P Blamires  
Director

The notes on pages 10 to 23 form part of these financial statements  
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**SMITH BLAMIRE'S LIMITED**

**BALANCE SHEET**  
**AS AT 29 FEBRUARY 2004**

		2004		2003	
	Notes	£	£	£	£
<b>FIXED ASSETS</b>					
Intangible assets	10		11,985		12,690
Tangible assets	11		17,633		17,773
Investments	12		145,027		219,860
			<hr/>		<hr/>
			174,645		250,323
<b>CURRENT ASSETS</b>					
Debtors	13	4,528		4,715	
Cash at bank and in hand		4,619		10,240	
		<hr/>		<hr/>	
		9,147		14,955	
<b>CREDITORS: amounts falling due within one year</b>	14	(63,258)		(146,197)	
		<hr/>		<hr/>	
<b>NET CURRENT LIABILITIES</b>			(54,111)		(131,242)
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<hr/>		<hr/>
			120,534		119,081
<b>CREDITORS: amounts falling due after more than one year</b>	15		(36,669)		(76,589)
<b>PROVISIONS FOR LIABILITIES AND CHARGES</b>	17		(1,995)		(1,617)
			<hr/>		<hr/>
<b>NET ASSETS</b>			81,870		40,875
<b>CAPITAL AND RESERVES</b>			<hr/>		<hr/>
Called up share capital	18		7,250		7,250
Profit and loss account	19		74,620		33,625
			<hr/>		<hr/>
<b>TOTAL SHAREHOLDERS' FUNDS</b>	20		81,870		40,875
			<hr/>		<hr/>

Approved by board of directors on 28 June 2004 and signed on its behalf by:

xJPB

J P Blamires  
Director

**SMITH BLAMIRE'S LIMITED**  
**AND ITS SUBSIDIARY COMPANIES**

**CASH FLOW STATEMENT**  
**YEAR ENDED 29 FEBRUARY 2004**

	2004 £	2003 £
<b><u>Reconciliation of operating profit to net cash inflow from operating activities</u></b>		
Operating profit	81,149	75,050
Depreciation	8,718	7,017
Amortisation of goodwill	9,465	1,919
Loss/(profit) on disposal of tangible assets	2,000	-
Decrease/(increase) in debtors	187	2,902
(Decrease)/increase in creditors	(181)	(58,617)
	<hr/>	<hr/>
Net cash inflow from operating activities	101,338	28,271
	<hr/>	<hr/>
<b><u>CASH FLOW STATEMENT</u></b>		
Net cash inflow from operating activities	101,338	28,271
Returns on investments and servicing of finance (note 1)	(2,336)	(1,964)
Taxation	(13,699)	(8,235)
Capital expenditure and financial investment (note 1)	(10,578)	(5,587)
Equity dividends paid	(28,000)	(5,000)
	<hr/>	<hr/>
Financing (note 1)	46,725 (65,090)	7,485 (48,166)
	<hr/>	<hr/>
<b>(DECREASE)/INCREASE IN CASH IN THE YEAR</b>	<b>(18,365)</b>	<b>(40,681)</b>
	<hr/> <hr/>	<hr/> <hr/>
<b><u>Reconciliation of net cash flow to movement in net (debt) (note 2)</u></b>		
(Decrease)/increase in cash in the year	(18,365)	(40,681)
Cash outflow/(inflow) from movement in debt	65,090	48,291
	<hr/>	<hr/>
Change in (debt) in the year	46,725	7,610
Net (debt)/funds at 1 March 2003	(100,771)	(108,381)
	<hr/>	<hr/>
Net (debt)/funds at 29 February 2004	(54,046)	(100,771)
	<hr/>	<hr/>

**SMITH BLAMIRE'S LIMITED**  
**AND ITS SUBSIDIARY COMPANIES**

**NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT**  
**YEAR ENDED 29 FEBRUARY 2004**

	2004 £	2003 £
<b><u>Note 1. GROSS CASH FLOWS</u></b>		
<b>Returns on investments and servicing of finance</b>		
Interest received	504	672
Interest paid	(2,840)	(2,636)
	(2,336)	(1,964)
<b>Capital expenditure and financial investment</b>		
Purchase of tangible fixed assets	(10,787)	(5,587)
Receipts from sale of tangible fixed assets	209	-
	(10,578)	(5,587)
<b>Financing</b>		
Issue of ordinary share capital	-	125
New long-term loans	28,000	8,873
New short-term loans	25,000	-
Repayments of long-term loans	(67,920)	(38,011)
Repayments of short-term loans	(50,170)	(19,153)
	(65,090)	(48,166)

**Note 2. ANALYSIS OF CHANGES IN NET FUNDS**

	At 1 March 2003 £	Cash Flows £	At 29 February 2004 £
Cash at bank and in hand	42,063	(18,365)	23,698
Debt due within one year	(66,245)	25,170	(41,075)
Debt due after more than one year	(76,589)	39,920	(36,669)
	(100,771)	46,725	(54,046)

**SMITH BLAMIRES LIMITED**  
**AND ITS SUBSIDIARY COMPANIES**

**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 29 FEBRUARY 2004**

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**1. STATEMENT OF ACCOUNTING POLICIES**

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

**Turnover**

Commission is accounted for when it is received.

**Goodwill**

Goodwill is amortised through the profit and loss account in equal annual instalments over the directors' estimate of its useful economic life.

**Depreciation of tangible fixed assets**

Depreciation is provided at rates calculated to write off the cost, less estimated residual value of each asset over its expected useful life as follows:

Office furniture and fittings	25% reducing balance
Computer equipment	25% on cost

**Investments**

Investments held as fixed assets are stated at cost less provision for permanent diminution in value.

**Pension costs**

The pension costs charged in the financial statements represent the contributions payable by the company during the year in accordance with FRS17.

**Deferred Taxation**

The accounting policy in respect of deferred tax reflects the requirements of FRS19 – Deferred tax. Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

**SMITH BLAMIRE'S LIMITED**  
**AND ITS SUBSIDIARY COMPANIES**

**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 29 FEBRUARY 2004**

<b>2. TURNOVER</b>	<b>2004</b>	<b>2003</b>
	<b>£</b>	<b>£</b>
Analysis by class of business		
General insurance commission	291,945	317,708
Life commission	197,579	167,842
Mortgage introduction fees	5,080	10,211
	<hr/>	<hr/>
	<b>494,604</b>	<b>495,761</b>
	<hr/>	<hr/>

The group's turnover for the year has been derived from its principal activities wholly undertaken in the United Kingdom.

<b>3. OPERATING PROFIT</b>	<b>2004</b>	<b>2003</b>
	<b>£</b>	<b>£</b>
Operating profit is stated		
After charging:		
Depreciation of tangible assets	8,718	7,017
Loss on disposal of tangible assets	2,000	-
Amortisation of intangible assets	9,465	1,919
Auditors remuneration	4,249	3,745
	<hr/>	<hr/>

<b>4. OTHER INTEREST RECEIVABLE AND SIMILAR INCOME</b>	<b>2004</b>	<b>2003</b>
	<b>£</b>	<b>£</b>
Bank interest	504	670
Other interest	-	2
	<hr/>	<hr/>
	<b>504</b>	<b>672</b>
	<hr/>	<hr/>

**SMITH BLAMIRE'S LIMITED**  
**AND ITS SUBSIDIARY COMPANIES**

**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 29 FEBRUARY 2004**

**5. INTEREST PAYABLE AND SIMILAR CHARGES**

	<b>2004</b>	<b>2003</b>
	<b>£</b>	<b>£</b>
On bank loans and overdrafts	2,840	2,636
	<u>2,840</u>	<u>2,636</u>

**6. INFORMATION ON DIRECTORS AND EMPLOYEES**

	<b>2004</b>	<b>2003</b>
	<b>£</b>	<b>£</b>
<b>Staff costs</b>		
Wages and salaries	238,545	262,801
Social security costs	23,583	25,370
Other pension costs	18,636	14,647
	<u>280,764</u>	<u>302,818</u>

**Directors' emoluments**

Emoluments	102,258	136,640
Pension contributions to money purchase (defined contribution) schemes	17,923	13,975
	<u>120,181</u>	<u>150,615</u>

	<b>Number</b>	<b>Number</b>
The average monthly number of employees (including directors) during the year was:	12	14
Number of directors accruing retirement benefits under money purchase schemes	3	3

**SMITH BLAMIRE'S LIMITED**  
**AND ITS SUBSIDIARY COMPANIES**

**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 29 FEBRUARY 2004**

**7. PENSION COSTS**

	<b>2004</b>	<b>2003</b>
	<b>£</b>	<b>£</b>
Contributions payable by the group during the year	<b>18,636</b>	<b>14,647</b>

**8. TAX ON PROFIT ON ORDINARY ACTIVITIES**

	<b>2004</b>	<b>2003</b>
Domestic current year tax		
U.K. corporation tax	16,226	13,700
<b>Current tax charge</b>	<b>16,226</b>	<b>13,700</b>
Deferred tax		
Deferred tax charge (credit) current year	378	62
	<b>16,604</b>	<b>13,762</b>
<b>Factors affecting the tax charge for the year</b>		
Profit on ordinary activities before taxation	78,813	73,086
Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 17.99% (2003 – 17.94%)	14,178	13,112



**SMITH BLAMIRE'S LIMITED**  
**AND ITS SUBSIDIARY COMPANIES**

**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 29 FEBRUARY 2004**

**8. TAX ON PROFIT ON ORDINARY ACTIVITIES**  
**Cont'd**

	<b>2004</b>	<b>2003</b>
	<b>£</b>	<b>£</b>
Effects of:		
Non deductible expenses	2,304	720
Depreciation	1,928	1,259
Capital allowances	(2,286)	(1,391)
Other tax adjustments	102	-
	<hr/>	<hr/>
	2,048	588
	<hr/>	<hr/>
<b>Current tax charge</b>	<b>16,226</b>	<b>13,700</b>
	<hr/> <hr/>	<hr/> <hr/>

**9. DIVIDENDS PAID OR PROPOSED**

	<b>2004</b>	<b>2003</b>
	<b>£</b>	<b>£</b>
<b>On ordinary shares:</b>		
Interim dividends paid		
Dividend – £1 ordinary shares	-	5,000
Final dividends proposed		
Dividend – 10 pence C shares	-	28,000
	<hr/>	<hr/>
	-	<b>33,000</b>
	<hr/> <hr/>	<hr/> <hr/>

**SMITH BLAMIRES LIMITED**  
**AND ITS SUBSIDIARY COMPANIES**

**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 29 FEBRUARY 2004**

<b>10. INTANGIBLE FIXED ASSETS</b>	<b>Group</b>	<b>Company</b>
<b>Goodwill</b>	<b>£</b>	<b>£</b>
<b>Cost:</b>		
At 1 March 2003	189,307	14,097
Additions	-	172,414
Disposals	-	(172,414)
	<hr/>	<hr/>
At 29 February 2004	189,307	14,097
	<hr/>	<hr/>
<b>Amortisation:</b>		
At 1 March 2003	11,391	1,407
Charge for the year	9,465	705
	<hr/>	<hr/>
At 29 February 2004	20,856	2,112
	<hr/>	<hr/>
<b>Net book value:</b>		
At 29 February 2004	<b>168,451</b>	<b>11,985</b>
	<hr/> <hr/>	<hr/> <hr/>
At 28 February 2003	<b>177,916</b>	<b>12,690</b>
	<hr/> <hr/>	<hr/> <hr/>

Additions to intangible assets of £172,414 represent the reclassification of goodwill on the acquisition of Bailey Sloman (Insurance Brokers) Ltd from a group investment to intangible assets. The goodwill was then transferred to Smith Blamires (Financial Services) Ltd.

**SMITH BLAMIRE'S LIMITED**  
**AND ITS SUBSIDIARY COMPANIES**

**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 29 FEBRUARY 2004**

**11. TANGIBLE FIXED ASSETS**  
**GROUP AND COMPANY**

	Office furniture and fittings	Total
	£	£
<b>Cost:</b>		
At 1 March 2003	33,146	33,146
Additions	10,787	10,787
Disposals	(7,025)	(7,025)
	<hr/>	<hr/>
At 29 February 2004	36,908	36,908
	<hr/>	<hr/>
<b>Depreciation:</b>		
At 1 March 2003	15,373	15,373
Charge for the year	8,718	8,718
On disposals	(4,816)	(4,816)
	<hr/>	<hr/>
At 29 February 2004	19,275	19,275
	<hr/>	<hr/>
<b>Net book value:</b>		
At 29 February 2004	17,633	17,633
	<hr/>	<hr/>
At 28 February 2003	17,773	17,773
	<hr/>	<hr/>

**SMITH BLAMIRES LIMITED**  
**AND ITS SUBSIDIARY COMPANIES**

**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 29 FEBRUARY 2004**

**12a) INVESTMENTS GROUP**

Cost or valuation:

At 1 March 2003 and at 29 February 2004 £10,000

Other investments other than loans

Shares:

	Book value 2004 £	Market value 2004 £	Book value 2003 £	Market value 2003 £
Listed:				
Other	10,000	11,794	10,000	8,357

**12(b) INVESTMENTS COMPANY**

	Shares in Subsidiary Undertakings £	Loans to Subsidiary Undertakings £	Total £
Cost			
1 March 2003	183,414	36,446	219,860
Additions	-	248,945	248,945
Disposals	(173,414)	(150,364)	(323,778)
At 29 February 2004	10,000	135,027	145,027

**Holdings of more than 20%**

The company holds more than 20 % of the share capital of the following companies:

Company	Country of registration or incorporation	Shares held Class	%
<b>Subsidiary undertakings</b>			
Smith Blamires (Financial Services) Limited	England	Ordinary Shares	100

Bailey Sloman (Insurance Brokers) Ltd was held as an investment but this company was struck off the Companies Register in February 2004. During the year the goodwill arising on the acquisition of Bailey Sloman (Insurance Brokers) Ltd of £172,414 was reclassified from a group investment to an intangible asset.

**SMITH BLAMIRE'S LIMITED**  
**AND ITS SUBSIDIARY COMPANIES**

**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 29 FEBRUARY 2004**

13. DEBTORS	2004		2003	
	Group	Company	Group	Company
	£	£	£	£
Prepayments and accrued income	4,528	4,528	4,715	4,715
	<u>4,528</u>	<u>4,528</u>	<u>4,715</u>	<u>4,715</u>
	<u><u>4,528</u></u>	<u><u>4,528</u></u>	<u><u>4,715</u></u>	<u><u>4,715</u></u>
14. CREDITORS: amounts falling due within one year	2004		2003	
	Group	Company	Group	Company
	£	£	£	£
Bank loans and overdrafts	16,075	16,075	13,245	13,245
Amounts owed to group undertakings	-	-	-	29,605
Corporation tax	16,227	204	13,700	40
Other taxes and social security costs	6,516	6,516	6,753	6,753
Other loans	25,000	25,000	53,000	53,000
Other creditors	3,260	3,260	5,228	5,228
Accruals and deferred income	15,141	12,203	13,117	10,326
Proposed dividend	-	-	28,000	28,000
	<u>82,219</u>	<u>63,258</u>	<u>133,043</u>	<u>146,197</u>
	<u><u>82,219</u></u>	<u><u>63,258</u></u>	<u><u>133,043</u></u>	<u><u>146,197</u></u>

**SMITH BLAMIRE LIMITED**  
**AND ITS SUBSIDIARY COMPANIES**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 29 FEBRUARY 2004**

**15. CREDITORS: amounts falling due  
after more than one year**

	<b>2004</b>		<b>2003</b>	
	<b>Group £</b>	<b>Company £</b>	<b>Group £</b>	<b>Company £</b>
Bank loans	14,824	14,824	30,115	30,115
Directors' current accounts	21,845	21,845	46,474	46,474
	<u>36,669</u>	<u>36,669</u>	<u>76,589</u>	<u>76,589</u>

**16. BORROWINGS**

	<b>2004</b>		<b>2003</b>	
	<b>Group £</b>	<b>Company £</b>	<b>Group £</b>	<b>Company £</b>
<b>Analysis of loans</b>				
Wholly payable within five years	55,899	55,899	96,360	96,360
	<u>55,899</u>	<u>55,899</u>	<u>96,360</u>	<u>96,360</u>
 Included in current liabilities	 (41,075)	 (41,075)	 (66,245)	 (66,245)
	<u>14,824</u>	<u>14,824</u>	<u>30,115</u>	<u>30,115</u>

**Loan maturity analysis**

	<b>2004</b>		<b>2003</b>	
	<b>Group £</b>	<b>Company £</b>	<b>Group £</b>	<b>Company £</b>
In more than one year but not more than two years	14,000	14,000	14,000	14,000
In more than two years but not more than five years	824	824	16,115	16,115
	<u>14,824</u>	<u>14,824</u>	<u>30,115</u>	<u>30,115</u>

**SMITH BLAMIRE'S LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 29 FEBRUARY 2004**

**17. PROVISIONS FOR LIABILITIES AND CHARGES**  
**GROUP AND COMPANY**

**Deferred  
Taxation  
£**

Balance at 1 March 2003	1,617
Profit and loss account	378
	<hr/>
Balance at 29 February 2004	1,995
	<hr/> <hr/>

Deferred taxation provided in the financial statements as follows:

	<b>2004</b>	<b>2003</b>
	<b>£</b>	<b>£</b>
Accelerated capital allowances	1,995	1,617
	<hr/> <hr/>	<hr/> <hr/>

**18. SHARE CAPITAL**

**Authorised:**

**Equity interests:**

5,000 Ordinary shares of £1 each	5,000	5,000
50,000 B shares of 10 pence each	5,000	5,000
50,000 C shares of 10 pence each	5,000	5,000

<hr/>	<hr/>
<b>15,000</b>	<b>15,000</b>
<hr/> <hr/>	<hr/> <hr/>

**Allotted, called up and fully paid:**

**Equity interests:**

5,000 Ordinary shares of £1 each	5,000	5,000
2,500 B shares of 10 pence each	250	250
20,000 C shares of 10 pence each	2,000	2,000

<hr/>	<hr/>
<b>7,250</b>	<b>7,250</b>
<hr/> <hr/>	<hr/> <hr/>

**SMITH BLAMIRES LIMITED**  
**AND ITS SUBSIDIARY COMPANIES**

**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 29 FEBRUARY 2004**

**19. PROFIT AND LOSS ACCOUNT**

	<b>2004</b>		<b>2003</b>	
	<b>Group £</b>	<b>Company £</b>	<b>Group £</b>	<b>Company £</b>
Retained profit as at 1 March 2003	33,968	33,625	7,644	7,011
Profit for the year	62,209	40,995	26,324	26,614
	<hr/>	<hr/>	<hr/>	<hr/>
Retained profit as at 29 February 2004	<b>96,177</b>	<b>74,620</b>	<b>33,968</b>	<b>33,625</b>
	<hr/>	<hr/>	<hr/>	<hr/>

**20. RECONCILIATION OF MOVEMENTS IN  
SHAREHOLDERS' FUNDS**

	<b>2004</b>		<b>2003</b>	
	<b>Group £</b>	<b>Company £</b>	<b>Group £</b>	<b>Company £</b>
Profit for the year	62,209	40,995	59,324	59,614
Dividends	-	-	(33,000)	(33,000)
New share capital subscribed	-	-	125	125
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Net addition to shareholders' funds</b>	<b>62,209</b>	<b>40,995</b>	<b>26,449</b>	<b>26,739</b>
Opening shareholders' funds	41,218	40,875	14,769	14,136
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Closing shareholders' funds</b>	<b>103,427</b>	<b>81,870</b>	<b>41,218</b>	<b>40,875</b>
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Represented by:</b>				
Equity interests	<b>103,427</b>	<b>81,870</b>	<b>41,218</b>	<b>40,875</b>
	<hr/>	<hr/>	<hr/>	<hr/>



**SMITH BLAMIRES LIMITED**  
**AND ITS SUBSIDIARY COMPANIES**

**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 29 FEBRUARY 2004**

**21. RELATED PARTY DISCLOSURES**

Details of the control of the group are provided in the directors' report.

The following amounts due from related parties are included in fixed asset investments:

	2004		2003	
	Group £	Company £	Group £	Company £
Smith Blamires (Financial Services) Limited, a wholly owned subsidiary Company	-	135,027	-	36,446
	<u>-</u>	<u>135,027</u>	<u>-</u>	<u>36,446</u>
	<u>-</u>	<u>135,027</u>	<u>-</u>	<u>36,446</u>

The following amounts due to related parties are included in creditors:

	2004		2003	
	Group £	Company £	Group £	Company £
J P Blamires, a director	21,845	21,845	46,474	46,474
Bailey Sloman (Insurance Brokers) Limited, a wholly owned subsidiary company	-	-	-	29,605
	<u>21,845</u>	<u>21,845</u>	<u>46,474</u>	<u>76,079</u>
	<u>21,845</u>	<u>21,845</u>	<u>46,474</u>	<u>76,079</u>