

# **COLLINS STEWART HOLDINGS plc**

## **INTERIM ACCOUNTS**

**FOR THE PERIOD ENDED 30TH JUNE 2002**

**(Registered number 3904126)**



## COLLINS STEWART HOLDINGS plc

### Profit and Loss Account for the period ended 30th June 2002

	£000
<b>Operating loss</b>	(1,834)
Income from investments	8,371
Interest receivable and similar income	421
Interest payable and similar charges	(1,226)
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<b>Profit on ordinary activities before taxation</b>	5,732
Taxation on profit on ordinary activities	791
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<b>Profit for the period attributable to shareholders of Collins Stewart Holdings plc</b>	6,524
<b>Dividends proposed</b>	
Ordinary dividend on equity shares	(2,292)
Preference dividend on non-equity shares	(1,290)
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<b>Retained profit for the period</b>	2,941
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# COLLINS STEWART HOLDINGS plc

## Balance Sheet as at 30th June 2002

	£000
<b>Fixed Assets</b>	
Investments	151,667
<b>Current Assets</b>	
Investments	182
Debtors	712
Cash at bank and in hand	212
Creditors : amounts falling due within one year	13,630
	—————
Net current liabilities	(12,524)
	—————
Total assets less current liabilities	139,143
Creditors : amounts falling due after one year	6,141
	—————
	<b>133,002</b>
	—————
<b>Shareholders' funds</b>	
Share capital	27,003
Share premium account	98,316
Profit and loss account	7,683
	—————
	<b>133,002</b>
	—————

The financial statements were approved by the Board of Directors on 17<sup>th</sup> February 2003 and are signed on their behalf by:



Helen Smith – Finance Director

# **COLLINS STEWART HOLDINGS plc**

## **Notes to the financial statements for the period ended 30th June 2002**

### **1. Accounting policies**

#### **Basis of Preparation**

The financial statements have been prepared in accordance with applicable accounting standards and UK company law. The principal accounting policies of the Group are set out below.

These financial statements have been prepared under the historical cost convention, modified to include trading positions at market prices.

#### **Costs of Raising Debt Finance**

The costs of raising debt finance are capitalised and netted against the debt to which such costs relate in the balance sheet. They are amortised through the profit and loss account on the basis of a constant rate of return on the carrying amount over the life of the debt facility.

#### **Depreciation**

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost, less estimated residual value based on prices prevailing at the date of acquisition, of each asset on a straight line basis over its expected useful life as follows:

#### **Fixed Asset Investments**

The Company's fixed asset investments are stated at cost less any provision for impairment.

#### **Foreign Currencies**

Transactions in foreign currencies are recorded at the rates ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the exchange rates ruling at the balance sheet date. Translation differences are taken to the profit and loss account.

#### **Taxation**

Current tax, including UK corporation tax and foreign tax, is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that resulting an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the group's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements.

A net deferred tax asset is regarded as recoverable and therefore recognised only when, on the basis of all available evidence, it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

#### **Pension Contributions**

Defined contributions made to employees' approved personal pension plans are charged to the profit and loss account as and when incurred.

#### **Capital Instruments**

Capital instruments are accounted for and classified as equity, or non-equity share capital and debt according to their form. The finance costs recognised in the profit and loss account in respect of capital instruments other than equity shares is allocated to periods over the term of the instrument at a constant rate on the carrying amount.

## COLLINS STEWART HOLDINGS plc

### Notes to the financial statements for the period ended 30th June 2002

#### 2. Fixed asset investments

Fixed asset investments comprise:

	£000
Shares in subsidiary undertakings at cost	138,917
Loans to subsidiary undertakings	12,750
	151,667

#### Investment in subsidiary undertakings

The principal subsidiary undertakings are as follows:

Subsidiary undertakings held directly	Registered in	Principal Activities	Issued ordinary shares, all voting
Collins Stewart Limited	England and Wales	Stockbroking	100%
<b>Subsidiary undertakings held indirectly</b>			
Collins Stewart Inc <sup>(i)</sup>	USA	Stockbroking	100%
Collins Stewart Quest Limited <sup>(i)</sup>	England and Wales	Dormant	100%
Collins Stewart (CI) Limited <sup>(i)</sup>	Guernsey	Stockbroking	100%
Collins Stewart Asset Management Limited <sup>(ii)</sup>	Guernsey	Investment fund management	100%
Collins Stewart Fund Management Limited <sup>(ii)</sup>	Guernsey	Investment fund management	100%
Collins Stewart Property Fund Management Limited <sup>(iii)</sup>	England and Wales	Property management	75%

(i) shares held directly by Collins Stewart Limited

(ii) shares held by Collins Stewart (CI) Limited

(iii) shares held by Collins Stewart Fund Management Limited

# COLLINS STEWART HOLDINGS plc

## Notes to the financial statements for the period ended 30th June 2002

### 3. Current Asset Investments

	<b>£000</b>
Shares in own company held by the Company's ESOT	182

### 4. Debtors

	<b>£000</b>
Debtors comprise:	
Prepayments	74
Other	240
Corporation Tax	398
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	712
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### 5. Creditors : amounts falling due within one year

	<b>£000</b>
Creditors comprise :	
Amounts due to subsidiary undertakings	433
Bank debt	7,086
Accruals and deferred income	2,529
Dividend creditor	3,582
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	13,630
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# COLLINS STEWART HOLDINGS plc

## Notes to the financial statements for the period ended 30th June 2002

### 6. Creditors : amounts falling due after one year

Creditors due after more than one year comprise:

	£000
Subordinated loans	5,750
Bank loans	1,000
Cost of raising subordinated debt and bank loans	(609)
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	6,141
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These loans accrue interest at 1.5% above LIBOR. The loans are repayable in full by 30th June 2004.

### 7. Borrowings

	£000
Bank and other borrowings are repayable as follows :	
Within one year	7,086
After one year and within five years	6,141
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	13,227
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