

LEEK MILL INVESTMENTS LIMITED

FINANCIAL STATEMENTS

31 MARCH 2001

Registered number: 04064700



LEEK MILL INVESTMENTS LIMITED

FINANCIAL STATEMENTS

for the period ended 31 March 2001

CONTENTS

	Page
Company information	1
Directors' report	2
Statement of directors' responsibilities	3
Auditors' report	4
Profit and loss account	5
Balance sheet	6
Cash flow statement	7
Notes	8

The following pages do not form part of the statutory accounts

Schedules to the accounts	Appendix 1
---------------------------	------------

LEEK MILL INVESTMENTS LIMITED

COMPANY INFORMATION

31 March 2001

INCORPORATED	In England on 30 August 2000
NUMBER	04064700
DIRECTORS	Mr Colin Amos Mr Jacob Ezair
SECRETARY	Mr Nicholas Brough
REGISTERED OFFICE	Caldene 4 Newcastle Road Leek Staffordshire ST13 5QD
AUDITORS	Walletts Chartered Certified Accountants Adventure Place Hanley Stoke on Trent Staffordshire ST1 3AF

LEEK MILL INVESTMENTS LIMITED

DIRECTORS' REPORT

31 March 2001

The directors present their report and the audited financial statements for the period ended 31 March 2001.

Principal activity

The company was incorporated on 30 August 2000. The company did not trade during the period to 31 March 2001. There are no intentions to commence trading in the foreseeable future.

Business review

The company's balance sheet as detailed on page 6 shows a deficiency of shareholders' funds amounting to £997.

Results and dividends

The results for the period are shown in the profit and loss account on page 5. The directors do not propose payment of an ordinary dividend.

Fixed assets

In the opinion of the directors, there is no significant difference between the present market value of the company's properties and the amounts at which they are stated in the accounts. Details are set out in note 5.

Directors

The directors of the company during the period and their interests in the shares of the company as recorded in the register of directors' interests were as follows:

	31 March 2001 Ordinary shares
Mr Colin Amos	1
Mr Jacob Ezair	1

Mr Colin Amos is the beneficial holder of the above share by virtue of his share holding in Colin Amos Builders Limited, the registered holder of the share.

continued

LEEK MILL INVESTMENTS LIMITED

DIRECTORS' REPORT
(continued)

31 March 2001

Share capital

The shares were issued at par on the incorporation of the company.

Auditors

Walleys have agreed to offer themselves for re-appointment as auditors of the company.

On behalf of the board



Mr Nicholas Brough
Secretary

Dated: 19-11-01

LEEK MILL INVESTMENTS LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial period 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 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.

On behalf of the board



Mr Colin Amos
Director

Dated: 19-11-01

LEEK MILL INVESTMENTS LIMITED**AUDITORS' REPORT****Auditors' report to the members of****Leek Mill Investments Limited**

We have audited the financial statements on pages 5 to 11 which have been prepared under the historical cost convention and the accounting policies set out on page 8.

Respective responsibilities of directors and auditors

As described on page 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 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 error or other irregularity. 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 affairs as at 31 March 2001 and of its loss for the period then ended and have been properly prepared in accordance with the Companies Act 1985.

**Walleys**

Registered Auditors and Chartered Certified Accountants

Adventure Place
Hanley
Stoke on Trent
Staffordshire
ST1 3AF

Dated: 22 November 2001

LEEK MILL INVESTMENTS LIMITED

PROFIT AND LOSS ACCOUNT

for the period ended 31 March 2001

	Note	2001 £
Net operating expenses		
Administrative expenses		(999)
Loss on ordinary activities before taxation		(999)
Taxation	4	-
Loss on ordinary activities after taxation		(999)
retained for the period	10	

Movements in reserves are shown in note 10.

None of the company's activities were acquired or discontinued during the above financial year.

There were no recognised gains and losses in 2001 other than the loss for the period.

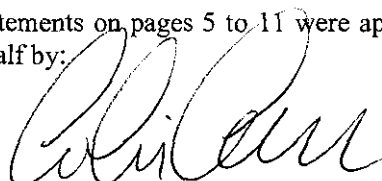
LEEK MILL INVESTMENTS LIMITED

BALANCE SHEET

at 31 March 2001

	Note	2001 £	£
Fixed assets			
Tangible assets	5		10,964
Creditors: amounts falling due within one year	7	(11,961)	
Net current liabilities			(11,961)
Total assets less current liabilities			(997)
Capital and reserves			
Called up share capital	9		2
Profit and loss account	10		(999)
Total shareholders' funds	8		(997)

The financial statements on pages 5 to 11 were approved by the board of directors on the date shown below and signed on its behalf by:



Mr Colin Amos
Director

Dated: 19-11-01

LEEK MILL INVESTMENTS LIMITED

CASH FLOW STATEMENT

for the period ended 31 March 2001

	Note	2001 £	£
Net cash outflow from operating activities	12		(646)
Capital expenditure and financial investment			
Purchase of tangible fixed assets			(10,301)
			<u>(10,947)</u>
Financing			
Issue of share capital		2	
Receipt of loan from Mr Jacob Ezair		5,499	
Receipt of loan from Colin Amos Builders Limited		5,446	
		<u></u>	<u>10,947</u>
Movement in cash			<u><u>-</u></u>

All the movements above were financed by the shareholders. No cash or bank movements were incurred within Leek Mill Investments Limited.

LEEK MILL INVESTMENTS LIMITED

NOTES ON FINANCIAL STATEMENTS

31 March 2001

1 Accounting policies**Basis of accounting**

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

Tangible fixed assets

Depreciation of fixed assets is calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows:

Freehold land is not depreciated

Deferred taxation

Deferred taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

2 Operating loss

2001

£

Operating loss is stated after charging:

Auditors' remuneration

353

3 Directors and employees

2001

Number

Average monthly number employed including executive directors:

Office and management

2

4 Taxation

No liability for corporation tax arises on the results for the period.

LEEK MILL INVESTMENTS LIMITED

NOTES ON FINANCIAL STATEMENTS

31 March 2001

5 Tangible fixed assets

	Land and Buildings £
Cost	
Additions	10,964
31 March 2001	<u>10,964</u>
Net book amount	
31 March 2001	<u>10,964</u>

6 Land and buildings

	2001 £
Freehold land	<u>10,964</u>

7 Creditors: amounts falling due within one year

	2001 £
Amounts owed to group undertakings	5,446
Other creditors	5,499
Accruals and deferred income	1,016
	<u>11,961</u>

LEEK MILL INVESTMENTS LIMITED

NOTES ON FINANCIAL STATEMENTS

31 March 2001

8 Reconciliation of movements in shareholders' funds

	2001 £
Loss for the financial period	(999)
New share capital subscribed	<u>2</u>
Net subtraction from shareholders' funds	(997)
Opening shareholders' funds	<u>-</u>
Closing shareholders' funds	<u>(997)</u>

9 Called up share capital

	2001	
	Number of shares	£
Authorised		
Ordinary shares of £1.00 each	<u>10,000</u>	<u>10,000</u>
Allotted, called up and fully paid		
Ordinary shares of £1.00 each	<u>2</u>	<u>2</u>

The shares were issued at par on the incorporation of the company.

LEEK MILL INVESTMENTS LIMITED

NOTES ON FINANCIAL STATEMENTS

31 March 2001

10 Profit and loss account

	2001 £
Retained loss for the period	(999)
31 March 2001	<u>(999)</u>

11 Ultimate parent undertaking

Colin Amos Builders Limited, a company incorporated in England and Wales holds 50% of the issued share capital of the company.

12 Notes to the cash flow statement

Reconciliation of operating loss
to operating cash flows

	2001 £
Operating loss	(999)
Increase in creditors	353
Net cash outflow from operating activities	<u>(646)</u>

13 Related parties

Colin Amos Builders Limited

Colin Amos Builders Limited holds 50% of the issued share capital of Leek Mill Investments Limited. Mr Colin Amos is a director of both companies. During the period Colin Amos Builders Limited sold freehold land to Leek Mill Investments Limited for £10,000. This value represented market value and was sold at no gain or loss to Colin Amos Builders Limited. Colin Amos Builders Limited provided an interest free loan to Leek Mill Investments Limited amounting to £5,446. This amount is outstanding at the period end and is repayable on demand.

Mr Jacob Ezair

Mr Jacob Ezair holds 50% of the issued share capital of Leek Mill Investments Limited and is also a director. During the period Mr Ezair provided an interest free loan to Leek Mill Investments Limited amounting to £5,499. This amount is outstanding at the period end and is repayable on demand.