

20711743

**Report of the Directors and
Financial Statements
for the Year Ended 31 December 2001
for
Peak Rail plc**



**Contents of the Financial Statements
for the Year Ended 31 December 2001**

	Page
Company Information	1
Joint Report of the Managing Directors	2
Report of the Directors	4
Report of the Auditors	6
Profit and Loss Account	7
Balance Sheet	8
Cash Flow Statement	9
Notes to the Cash Flow Statement	10
Notes to the Financial Statements	12
Trading and Profit and Loss Account	18

**Company Information
for the Year Ended 31 December 2001**

DIRECTORS:

G Bennett
J Clegg
W Greveson
T J Oaks
J D Pont
R A Raynor
J T Statham

SECRETARY:

R Horne

REGISTERED OFFICE:

Matlock Station
Matlock
Derbyshire
DE4 3NA

REGISTERED NUMBER:

2071143 (England and Wales)

AUDITORS:

Ainleys
Chartered Accountants
Registered Auditors
324 Manchester Road
West Timperley
Altrincham
Cheshire WA14 5NB

**Joint Report of the Managing Directors
for the Year Ended 31 December 2001**

Dear Fellow Shareholder,

During the year under review it has been difficult to maintain the momentum provided by Flying Scotsman the previous year and revenue has fallen as a result. In addition and mainly as a result of Railtrack being put into administration, third party use of the line has been badly affected and revenue from this activity has also fallen. The effect of this has been to reduce our overall income by £ 95,916, that is only partly offset by the consequent reduction in expenses of £ 42,725. However on a more positive note, it is pleasing to report that the number of visitors to the railway continued to increase, despite the ravages of the foot and mouth outbreak, and that day to day revenues, once the "one off" effect from the visit of Flying Scotsman is stripped out, continued to increase.

As you will all no doubt realize operating and maintaining a heritage Railway is an expensive business, never more so than when having to maintain an ageing locomotive fleet. Zebedee became our only serviceable locomotive towards the end of the year when Duke was failed with both boiler and firebox problems.

As the year came to an end examination confirmed that Duke, like Warrington would also need a new firebox, and consequently attention turned to getting Warrington back into service using the new copper firebox previously purchased in 1999. It is clear that expenditure on locomotive repairs and restoration will be a significant factor in the next two years including, but not limited to, the purchase of a new firebox and the retubing of two boilers. This will regrettably have a knock on effect on our ability to set aside investment money for other much needed projects.

The biggest news of the year occurred at the end of December when the developers of Cawdor Quarry were granted outline planning permission for the development of a new Sainsbury Supermarket and 432 new homes. This development also includes the provision of a new by-pass, new bridges over the river and the railway, together with all necessary access roads. It is pleasing to be able to confirm that agreement has been reached with the developers for Peak Rail to operate its services, over the new "run round" loop being provided for Railtrack, to/from the currently disused down platform. Peak Rail can therefore look forward to achieving one of its principal aims, that of operational access into Matlock Station, which will have a significant impact both on our revenue and profile within Matlock. The latter being particularly important, as we will also become an integral part of the new bus/rail interchange being proposed using the small goods shed adjacent to our office which is to be converted into an information and waiting area. It will be good to see this shed, which is of historical importance, once again being used for transport purposes.

Regrettably progress on talks with Railtrack and the County Council, in connection with the feasibility study examining the reconstruction of the line, came to a halt as a result of Railtrack being put into administration. Only now has it been possible for the County Council to raise the funds to continue with the study with which we are still associated. The results of the study are not now expected until the end of 2003.

**Joint Report of the Managing Directors
for the Year Ended 31 December 2001**

Considerable progress has been made throughout the year at Rowsley and whilst the site looks a little like " a building site" at the moment, work in progress is beginning to give an idea of what the site will eventually look like once complete. Further information on these developments can be found in the newsletter accompanying this notice.

Finally, to our staff and to all those volunteers who continue to support the operation and maintenance of our railway, a sincere thank you – for without your continued help we would not be able to provide our scheduled services which continue to remain a key tourist attraction in Derbyshire Dales.

Jeremy Clegg
Jackie Statham
Joint Managing Directors.

**Report of the Directors
for the Year Ended 31 December 2001**

The directors present their report with the financial statements of the company for the year ended 31 December 2001.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of provision and management of railway and other transport services including retail trading and the provision of catering services.

REVIEW OF BUSINESS

The results for the year and financial position of the company are as shown in the annexed financial statements.

DIVIDENDS

No dividends will be distributed for the year ended 31 December 2001.

DIRECTORS

The directors during the year under review were:

G Bennett	
J Clegg	
W Greveson	
A Lewis	- resigned 8.2.01
T J Oaks	
J D Pont	
R A Raynor	
J T Statham	

The beneficial interests of the directors holding office on 31 December 2001 in the issued share capital of the company were as follows:

	31.12.01	1.1.01
Ordinary £1.00 shares		
G Bennett	166	166
J Clegg	1,000	1,000
W Greveson	-	-
T J Oaks	1,626	1,626
J D Pont	75	75
R A Raynor	1,480	1,480
J T Statham	340	280

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.

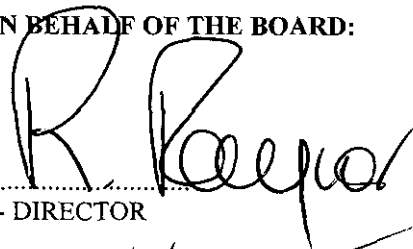
The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**Report of the Directors
for the Year Ended 31 December 2001**

AUDITORS

The auditors, Ainleys, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

ON BEHALF OF THE BOARD:


.....
- DIRECTOR

Dated: 31/5/02

**Report of the Independent Auditors to the Shareholders of
Peak Rail plc**

We have audited the financial statements of Peak Rail plc for the year ended 31 December 2001 on pages seven to nineteen. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

Respective responsibilities of directors and auditors

As described on page four the company's directors are responsible for the preparation of 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 Report of the Directors 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 Report of the Directors and consider the implications for our report if we become aware of any apparent misstatements within it.

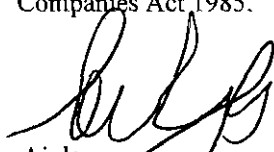
Basis of audit opinion

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.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 December 2001 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Ainleys
Chartered Accountants
Registered Auditors
324 Manchester Road
West Timperley
Altrincham
Cheshire

WA14 5NB

Dated: 1/6/02

**Profit and Loss Account
for the Year Ended 31 December 2001**

		<u>31.12.01</u>	<u>31.12.00</u>
	Notes	£	£
TURNOVER	2	239,362	335,278
Cost of sales		<u>104,817</u>	<u>158,008</u>
GROSS PROFIT		134,545	177,270
Administrative expenses		<u>176,420</u>	<u>189,882</u>
		(41,875)	(12,612)
Other operating income		<u>15,459</u>	<u>37,154</u>
OPERATING (LOSS)/PROFIT	4	(26,416)	24,542
Unredeemed Buxton Site Bonds	5	<u>10,150</u>	-
		(16,266)	24,542
Interest receivable and similar income		<u>16</u>	<u>257</u>
		(16,250)	24,799
Interest payable and similar charges	6	<u>3,397</u>	<u>719</u>
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(19,647)	24,080
Tax on (loss)/profit on ordinary activities	7	<u>-</u>	<u>51</u>
(LOSS)/PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		(19,647)	24,029
Deficit brought forward		<u>(72,142)</u>	<u>(96,171)</u>
DEFICIT CARRIED FORWARD		<u>£(91,789)</u>	<u>£(72,142)</u>

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current and previous years.

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the loss for the current year and the profit for the previous year.

Balance Sheet
31 December 2001

		31.12.01		31.12.00	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	8		824,463		802,475
CURRENT ASSETS:					
Stocks	9	9,635		9,166	
Debtors	10	6,839		10,638	
Cash at bank and in hand		<u>14,443</u>		<u>33,373</u>	
		30,917		53,177	
CREDITORS: Amounts falling due within one year	11	<u>96,744</u>		<u>92,432</u>	
NET CURRENT LIABILITIES:			<u>(65,827)</u>		<u>(39,255)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			758,636		763,220
CREDITORS: Amounts falling due after more than one year	12		(6,640)		(6,640)
ACCRUALS AND DEFERRED INCOME:	15		<u>(202,291)</u>		<u>(210,469)</u>
			<u>£549,705</u>		<u>£546,111</u>
CAPITAL AND RESERVES:					
Called up share capital	16		639,456		616,215
Revaluation reserve	17		2,038		2,038
Profit and loss account			<u>(91,789)</u>		<u>(72,142)</u>
SHAREHOLDERS' FUNDS:	18		<u>£549,705</u>		<u>£546,111</u>

ON BEHALF OF THE BOARD:


- DIRECTOR

Approved by the Board on 31/5/02

**Cash Flow Statement
for the Year Ended 31 December 2001**

		<u>31.12.01</u>	<u>31.12.00</u>
	Notes	£	£
Net cash (outflow)/inflow from operating activities	1	(3,164)	43,447
Returns on investments and servicing of finance	2	(3,381)	(462)
Taxation		(50)	-
Capital expenditure	2	<u>(53,666)</u>	<u>(52,364)</u>
		(60,262)	(9,379)
Financing	2	<u>23,241</u>	<u>17,813</u>
(Decrease)/Increase in cash in the period		<u>£(37,020)</u>	<u>£8,434</u>
<hr/>			
Reconciliation of net cash flow to movement in net funds	3		
(Decrease)/Increase in cash in the period		<u>(37,020)</u>	<u>8,434</u>
Change in net funds resulting from cash flows		<u>(37,020)</u>	8,434
		<u>(8,178)</u>	<u>(8,178)</u>
Movement in net funds in the period		(45,198)	256
Net funds at 1 January		<u>18,817</u>	<u>10,383</u>
Net (debt)/funds at 31 December		<u>£(26,381)</u>	<u>£10,639</u>

The notes form part of these financial statements

**Notes to the Cash Flow Statement
for the Year Ended 31 December 2001**

1. RECONCILIATION OF OPERATING (LOSS)/PROFIT TO NET CASH (OUTFLOW)/INFLOW FROM OPERATING ACTIVITIES

	31.12.01 £	31.12.00 £
Operating (loss)/profit	(26,416)	24,542
Depreciation charges	31,679	32,921
Profit on sale of fixed assets	-	(2,350)
Revaluation transfer	(8,178)	(8,178)
Unredeemed Buxton Site Bonds	10,150	-
Increase in stocks	(469)	(3,385)
Decrease in debtors	3,798	490
Decrease in creditors	<u>(13,728)</u>	<u>(593)</u>
Net cash (outflow)/inflow from operating activities	<u><u>(3,164)</u></u>	<u><u>43,447</u></u>

2. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	31.12.01 £	31.12.00 £
Returns on investments and servicing of finance		
Interest received	16	257
Interest paid	<u>(3,397)</u>	<u>(719)</u>
Net cash outflow for returns on investments and servicing of finance	<u><u>(3,381)</u></u>	<u><u>(462)</u></u>
Capital expenditure		
Purchase of tangible fixed assets	(53,666)	(58,929)
Sale of tangible fixed assets	<u>-</u>	<u>6,565</u>
Net cash outflow for capital expenditure	<u><u>(53,666)</u></u>	<u><u>(52,364)</u></u>
Financing		
Cash receipt re share issue	<u>23,241</u>	<u>17,813</u>
Net cash inflow from financing	<u><u>23,241</u></u>	<u><u>17,813</u></u>

**Notes to the Cash Flow Statement
for the Year Ended 31 December 2001**

3. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.1.01 £	Cash flow £	At 31.12.01 £
Net cash:			
Cash at bank and in hand	33,373	(18,930)	14,443
Bank overdrafts	<u>(14,556)</u>	<u>(18,090)</u>	<u>(32,646)</u>
	<u>18,817</u>	<u>(37,020)</u>	<u>(18,203)</u>
 Total	 <u>18,817</u>	 <u>(37,020)</u>	 <u>(18,203)</u>
 Analysed in Balance Sheet			
Cash at bank and in hand	33,373		14,443
Bank overdrafts	<u>(14,556)</u>		<u>(32,646)</u>
	<u>18,817</u>		<u>(18,203)</u>

**Notes to the Financial Statements
for the Year Ended 31 December 2001**

1. ACCOUNTING POLICIES**Accounting convention**

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

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- Nominal
Leasehold property	- Over the remainder of the lease or 50 years
Buildings	- 25% on cost
Shop & Office Equipment	- 25% - 33% on cost
Rolling Stock	- 10% on cost

Stocks

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

Government Grants

The accounting policy of the company is to credit the government grants to the profit & loss account over the useful economic life of the assets they improved. This has resulted in the Derelict Land Grant being credited to the profit & loss account over the remaining 20 years of the leasehold. The other grants are being credited over 50 years, which is the same as the depreciation of the assets.

2. TURNOVER

The turnover before taxation is attributable to the following activities of the company.

	31.12.01	31.12.00
	£	£
Train Fares	113,849	167,007
Shop Sales	57,163	63,029
Buffet and Restaurant	58,034	63,346
	<u>229,046</u>	<u>293,382</u>

3. STAFF COSTS

	31.12.01	31.12.00
	£	£
Wages and salaries	<u>63,100</u>	<u>59,603</u>

**Notes to the Financial Statements
for the Year Ended 31 December 2001**

3. STAFF COSTS - continued

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

	31.12.01	31.12.00
Shop Staff	2	2
Construction Labour & Engineering	3	4
Administration	<u>1</u>	<u>1</u>
	<u>6</u>	<u>7</u>

4. OPERATING (LOSS)/PROFIT

The operating loss (2000 - operating profit) is stated after charging/(crediting):

	31.12.01	31.12.00
	£	£
Depreciation - owned assets	31,679	32,921
Profit on disposal of fixed assets	-	(2,350)
Auditors' remuneration	<u>2,864</u>	<u>2,800</u>
Directors' emoluments	<u>-</u>	<u>6,182</u>

5. EXCEPTIONAL ITEMS

During the financial year the Buxton Site Bonds became redeemable. A number of the bonds were redeemed while the unredeemed bonds have been written off to the profit and loss account. Once the date of redemption has passed the company has no obligation to redeem the bonds.

6. INTEREST PAYABLE AND SIMILAR CHARGES

	31.12.01	31.12.00
	£	£
Bank Interest	<u>3,397</u>	<u>719</u>

7. TAXATION

Analysis of the tax charge

The tax charge on the loss on ordinary activities for the year was as follows:

	31.12.01	31.12.00
	£	£
Current tax:		
UK corporation tax	<u>-</u>	<u>51</u>

UK corporation tax has been charged at 20% (2000 - 20%).

**Notes to the Financial Statements
for the Year Ended 31 December 2001**

8. TANGIBLE FIXED ASSETS

	Freehold property	Leasehold property	Buildings
	£	£	£
COST:			
At 1 January 2001	65,790	450,298	466,535
Additions	-	31,566	-
At 31 December 2001	<u>65,790</u>	<u>481,864</u>	<u>466,535</u>
DEPRECIATION:			
At 1 January 2001	5,539	64,970	145,689
Charge for year	<u>50</u>	<u>8,338</u>	<u>13,294</u>
At 31 December 2001	<u>5,589</u>	<u>73,308</u>	<u>158,983</u>
NET BOOK VALUE:			
At 31 December 2001	<u>60,201</u>	<u>408,556</u>	<u>307,552</u>
At 31 December 2000	<u>60,251</u>	<u>385,328</u>	<u>320,846</u>

	Tools	Shop & Office Equipment	Rolling Stock	Totals
	£	£	£	£
COST:				
At 1 January 2001	69,407	24,586	117,869	1,194,485
Additions	<u>2,354</u>	<u>1,193</u>	<u>18,553</u>	<u>53,666</u>
At 31 December 2001	<u>71,761</u>	<u>25,779</u>	<u>136,422</u>	<u>1,248,151</u>
DEPRECIATION:				
At 1 January 2001	61,305	22,330	92,176	392,009
Charge for year	<u>3,161</u>	<u>1,595</u>	<u>5,241</u>	<u>31,679</u>
At 31 December 2001	<u>64,466</u>	<u>23,925</u>	<u>97,417</u>	<u>423,688</u>
NET BOOK VALUE:				
At 31 December 2001	<u>7,295</u>	<u>1,854</u>	<u>39,005</u>	<u>824,463</u>
At 31 December 2000	<u>8,101</u>	<u>2,256</u>	<u>25,693</u>	<u>802,475</u>

The land at Buxton was valued on the 21 April 1999 by Hale Saunders Chartered Surveyors at £60,000.

9. STOCKS

	31.12.01	31.12.00
	£	£
Goods for resale	8,635	8,166
Spare Parts and Materials	<u>1,000</u>	<u>1,000</u>
	<u>9,635</u>	<u>9,166</u>

**Notes to the Financial Statements
for the Year Ended 31 December 2001**

**10. DEBTORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	31.12.01 £	31.12.00 £
Trade debtors	2,165	430
Other debtors	3,007	9,055
Prepayments & accrued income	<u>1,667</u>	<u>1,153</u>
	<u><u>6,839</u></u>	<u><u>10,638</u></u>

**11. CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	31.12.01 £	31.12.00 £
Bank loans and overdrafts (see note 13)	32,646	14,556
Trade creditors	41,059	45,621
Buxton Site Bonds	-	17,100
Accrued Expenses	20,873	10,837
Share Application Monies	2,166	4,267
Taxation	<u>-</u>	<u>51</u>
	<u><u>96,744</u></u>	<u><u>92,432</u></u>

**12. CREDITORS: AMOUNTS FALLING
DUE AFTER MORE THAN ONE YEAR**

	31.12.01 £	31.12.00 £
Loan Stock	<u><u>6,640</u></u>	<u><u>6,640</u></u>

13. LOANS AND OVERDRAFTS

An analysis of the maturity of loans and overdrafts is given below:

	31.12.01 £	31.12.00 £
Amounts falling due within one year or on demand:		
Bank overdrafts	<u><u>32,646</u></u>	<u><u>14,556</u></u>

**Notes to the Financial Statements
for the Year Ended 31 December 2001**

14. SECURED DEBTS

The following secured debts are included within creditors:

	31.12.01	31.12.00
	£	£
Bank overdrafts	<u>32,646</u>	<u>14,556</u>

Standard Mortgage Debenture in the name of Peak Rail plc, incorporating a fixed and floating charge over the assets of the company, dated 06/12/1995.

First Legal Charge over unregistered freehold property known as
Land-Midland Station Buildings,
Buxton, Midland Station,
Derbyshire,
Dated 29/12/1995.

15. ACCRUALS AND DEFERRED INCOME

	31.12.01	31.12.00
	£	£
Deferred government grants		
Brought forward	210,469	218,647
Deferred Income	<u>(8,178)</u>	<u>(8,178)</u>
	<u>202,291</u>	<u>210,469</u>

16. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal	31.12.01	31.12.00
		value:	£	£
1,000,000	Ordinary	£1.00	<u>1,000,000</u>	<u>1,000,000</u>
Allotted, issued and fully paid:				
Number:	Class:	Nominal	31.12.01	31.12.00
		value:	£	£
639,456	Ordinary	£1.00	639,456	616,215
(31.12.00 - 616,215)			<u> </u>	<u> </u>

The following shares were allotted and fully paid for cash at par during the year:

23,241 Ordinary shares of £1.00 each

A total of 23,241 ordinary shares, of £1.00 each were allotted and fully paid for in cash at par during the year. These shares were issued to enable the company to continue its capital expenditure programme.

17. REVALUATION RESERVE

	31.12.01	31.12.00
	£	£
Brought forward	<u>2,038</u>	<u>2,038</u>

**Notes to the Financial Statements
for the Year Ended 31 December 2001**

18. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	31.12.01	31.12.00
	£	£
(Loss)/Profit for the financial year	(19,647)	24,029
Share Capital Issued	<u>23,241</u>	<u>17,813</u>
Net addition to shareholders' funds	3,594	41,842
Opening shareholders' funds	<u>546,111</u>	<u>504,269</u>
Closing shareholders' funds	<u><u>549,705</u></u>	<u><u>546,111</u></u>
 Equity interests	 <u><u>549,705</u></u>	 <u><u>546,111</u></u>

Trading and Profit and Loss Account for the Year Ended 31 December 2001

Income:
Train Fares
Shop Sales
Buffet & Restaurant Sales
Rental Income

Cost of sales:
Train Operation Costs
Shop Purchases
Buffet & Restaurant Purchases

GROSS PROFIT

Other income:
Revenue Donations
Sundry Income
Deposit Account Interest
Building Society Interest

Expenditure:
Directors' Remuneration
Wages & Salaries
Capitalised Labour
Auditors Remuneration
Legal & Professional
Advertising & Publicity
Repairs Maintenance & Hire
Telephone
General Administration
Insurance
Rent Rates & Water
Light & Heat

Finance costs:
Bank Interest
Bank Charges
Credit Card

Carried forward

	31.12.01	31.12.00
	£	£
Income:		
Train Fares	113,849	167,007
Shop Sales	57,163	63,029
Buffet & Restaurant Sales	58,034	63,346
Rental Income	10,316	41,896
	<u>239,362</u>	<u>335,278</u>
Cost of sales:		
Train Operation Costs	25,372	74,010
Shop Purchases	47,147	49,184
Buffet & Restaurant Purchases	32,298	34,814
	<u>104,817</u>	<u>158,008</u>
	134,545	177,270
GROSS PROFIT		
Other income:		
Revenue Donations	13,501	34,395
Sundry Income	1,958	2,759
Deposit Account Interest	-	242
Building Society Interest	16	15
	<u>15,475</u>	<u>37,411</u>
	150,020	214,681
Expenditure:		
Directors' Remuneration	63,100	6,182
Wages & Salaries	(22,365)	53,421
Capitalised Labour	2,864	(23,540)
Auditors Remuneration	1,018	2,800
Legal & Professional	26,837	2,820
Advertising & Publicity	18,591	31,769
Repairs Maintenance & Hire	2,034	22,348
Telephone	17,681	2,164
General Administration	12,637	20,142
Insurance	14,948	10,711
Rent Rates & Water	3,878	21,870
Light & Heat		3,939
	<u>141,223</u>	<u>154,626</u>
	8,797	60,055
Finance costs:		
Bank Interest	3,397	719
Bank Charges	2,509	3,043
Credit Card	1,009	1,642
	<u>6,915</u>	<u>5,404</u>
	1,882	54,651

**Trading and Profit and Loss Account
for the Year Ended 31 December 2001**

	31.12.01		31.12.00	
	£	£	£	£
Brought forward		1,882		54,651
Depreciation:				
Freehold Property	50		50	
Leasehold Property-Non Landlord	8,338		7,864	
Leasehold Property-Landlord	13,294		13,878	
Tools	3,161		3,406	
Shop & Office Equipment	1,595		1,595	
Rolling Stock	<u>5,241</u>		<u>6,128</u>	
		<u>31,679</u>		<u>32,921</u>
		(29,797)		21,730
Profit on disposal of fixed assets:				
Rolling Stock		<u>-</u>		<u>2,350</u>
		(29,797)		24,080
Exceptional items:				
Unredeemed Buxton Site Bonds		<u>10,150</u>		<u>-</u>
NET (LOSS)/PROFIT		<u><u>£(19,647)</u></u>		<u><u>£24,080</u></u>