

CHARLES CRAIG LIMITED

FINANCIAL STATEMENTS

30 JUNE 2001

Registered Number: 727477



HLB Kidsons

Chartered Accountants

Liverpool

CHARLES CRAIG LIMITED
FINANCIAL STATEMENTS
for the year ended 30 June 2001

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CHARLES CRAIG LIMITED**COMPANY INFORMATION****30 JUNE 2001**

| | |
|--------------------------|---|
| Number | 727477 |
| Directors | A C Craig (Chairman) C D Craig Mrs A St C Craig E R O'Brien C K Hawkins |
| Secretary | C K Hawkins |
| Registered Office | 3rd Floor 5 Covent Garden Liverpool L2 8TD |
| Bankers | Lloyds TSB Bank plc India Buildings P O Box 108 Water Street Liverpool L69 2PT |
| Auditors | HLB Kidsons Chartered Accountants Number One Old Hall Street Liverpool L3 9SX |

CHARLES CRAIG LIMITED**DIRECTORS' REPORT****30 June 2001**

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

Principal activity

The company did not trade during the year.

The company's balance sheet as detailed on page 5 shows a satisfactory position with shareholders' funds amounting to £340,000.

Directors

None of the directors had any beneficial interests in the company's issued ordinary share capital. E R O'Brien holds no shares in the parent company. All of the directors with the exception of E R O'Brien are also directors of the parent company. The remaining directors' interests in the share capital of the parent company can be found in that company's financial statements.

Auditors

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

By order of the board


C.K. Hawkins
Secretary

Liverpool

29 November 2001

CHARLES CRAIG LIMITED**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

We are required under company law 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 the year.

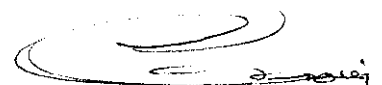
In preparing these financial statements we are required to:

- select suitable accounting policies and apply them consistently
- make reasonable and prudent judgements and estimates
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements
- prepare the financial statements on a going concern basis unless in our view the company will be unable to continue in business

We are also responsible for:

- keeping proper accounting records
- safeguarding the company's assets
- taking reasonable steps for the prevention and detection of fraud

On behalf of the board



A C Craig
Director

29 November 2001

CHARLES CRAIG LIMITED**AUDITORS' REPORT****Auditors' report to the members of Charles Craig Limited**

We have audited the financial statements on pages 5 to 7 which have been prepared under the accounting policies set out on page 6.

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.

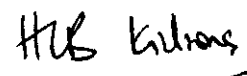
Basis of opinion

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 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 30 June 2001 and have been properly prepared in accordance with the Companies Act 1985.



Registered Auditors
Chartered Accountants

Liverpool

29 November 2001

CHARLES CRAIG LIMITED

BALANCE SHEET

at 30 June 2001

| | Note | 2001 £ | 2000 £ |
|--|------|----------------|----------------|
| Current assets | | | |
| Debtors | 2 | 317,763 | 321,754 |
| Cash at bank and in hand | | 22,237 | 18,246 |
| | | <u>340,000</u> | <u>340,000</u> |
| Net current assets | | 340,000 | 340,000 |
| Total assets less current liabilities | | <u>340,000</u> | <u>340,000</u> |
| Capital and reserves | | | |
| Called up share capital | 4 | 340,000 | 340,000 |
| Profit and loss account | | - | - |
| Total equity shareholders' funds | 3 | <u>340,000</u> | <u>340,000</u> |

PROFIT AND LOSS ACCOUNT

for the year ended 31 January 2001

During the financial year and the preceding financial year the company did not trade and receive no income and incurred no expenditure. Consequently, during those years the company made neither a profit nor a loss.

The financial statements on pages 5 to 7 were approved by the board of directors on 29 November 2001.



A C Craig
Director

CHARLES CRAIG LIMITED

NOTES ON FINANCIAL STATEMENTS

30 June 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.

Cash flow statement

The company is exempt from producing a statement of cash flows in these accounts as it is a wholly owned subsidiary of a company incorporated in the United Kingdom, which has included a consolidated cash flow statement in its consolidated accounts.

Consolidated financial statements

The company has taken advantage of the exemptions available not to prepare consolidated financial statements as its accounts have been consolidated in its parent undertakings consolidated financial statements. The company's accounts present information about it as an individual undertaking and not as a group.

2 Debtors

| | 2001 £ | 2000 £ |
|--|----------------|----------------|
| Amounts falling due within one year | | |
| Amounts owed by holding company | 265,127 | 265,127 |
| Amounts owed by fellow subsidiary undertakings | 52,636 | 56,627 |
| | <u>317,763</u> | <u>321,754</u> |

3 Reconciliation of movements in shareholders' funds

| | 2001 £ | 2000 £ |
|-----------------------------|----------------|----------------|
| Opening shareholders' funds | 340,000 | 340,000 |
| Closing shareholders' funds | <u>340,000</u> | <u>340,000</u> |

4 Called up share capital

| | 2001 | | 2000 | |
|------------------------------------|---------------------|----------------|---------------------|----------------|
| | Number of shares | £ | Number of shares | £ |
| Authorised | | | | |
| Equity shares | | | | |
| Ordinary shares of £1 each | <u>500,000</u> | <u>500,000</u> | <u>500,000</u> | <u>500,000</u> |
| Allotted, called up and fully paid | | | | |
| Equity shares | | | | |
| Ordinary shares of £1 each | <u>340,000</u> | <u>340,000</u> | <u>340,000</u> | <u>340,000</u> |

CHARLES CRAIG LIMITED**NOTES ON FINANCIAL STATEMENTS****30 June 2001****(continued)****5 Guarantees**

There are also unlimited guarantees in favour of Charles Craig Holdings Limited and associated companies in respect of their overdrafts which at 30 June 2001 stood at £2,701,302 (2000 : £2,432,577).

6 Ultimate parent undertaking

The ultimate parent undertaking is Charles Craig Holdings Limited, a company incorporated in England and Wales.

Copies of Charles Craig Holdings Limited's accounts can be obtained from:

The Registrar of Companies
Companies House
Crown Way
Cardiff
CF4 3UZ

7 Related party transactions

The company has taken advantage of the exemptions available not to disclose transactions with other group undertakings as it is a wholly owned subsidiary.