

**REGISTERED NUMBER: 3234878 (England and Wales)**

**Financial Statements for the year ended 31 December 2002**

**for**

**BEAGLE HOLDINGS LIMITED**



A18  
COMPANIES HOUSE

\*ADGG7KJD\*

0759  
30/04/03

# **BEAGLE HOLDINGS LIMITED**

## **Contents of the Financial Statements for the year ended 31 December 2002**

	<b>Page</b>
<b>Company Information</b>	<b>1</b>
<b>Report of the Directors</b>	<b>2</b>
<b>Report of the Independent Auditors</b>	<b>3</b>
<b>Consolidated Profit and Loss Account</b>	<b>4</b>
<b>Statement of Total Recognised Gains and Losses</b>	<b>5</b>
<b>Consolidated Balance Sheet</b>	<b>6</b>
<b>Company Balance Sheet</b>	<b>7</b>
<b>Consolidated Cash Flow Statement</b>	<b>8</b>
<b>Notes to the Consolidated Cash Flow Statement</b>	<b>9</b>
<b>Notes to the Financial Statements</b>	<b>11</b>
<b>Consolidated Trading and Profit and Loss Account</b>	<b>22</b>

**BEAGLE HOLDINGS LIMITED**

**Company Information  
for the year ended 31 December 2002**

**DIRECTORS:**

T J W Evans  
W K Goldsmith  
D Lawn  
R C Irvine

**SECRETARY:**

D Lawn

**REGISTERED OFFICE:**

Parsons Business Centre  
Brenda Road  
Hartlepool  
TS25 2BJ

**REGISTERED NUMBER:**

3234878 (England and Wales)

**AUDITORS:**

King, Hope & Co  
Chartered Accountants  
Registered Auditors  
Darlington

**SOLICITORS:**

Tilly Bailey & Irvine  
York Chambers  
York Road  
Hartlepool  
TS26 9DP

# **BEAGLE HOLDINGS LIMITED**

## **Report of the Directors for the year ended 31 December 2002**

The directors present their report with the financial statements of the company and the group for the year ended 31 December 2002.

### **PRINCIPAL ACTIVITY**

The principal activity of the group in the year under review was that of motor dealerships.

### **REVIEW OF BUSINESS**

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

### **DIVIDENDS**

No dividends will be distributed for the year ended 31 December 2002.

### **DIRECTORS**

The directors during the year under review were:

T J W Evans  
W K Goldsmith  
D Lawn  
R C Irvine

The directors holding office at 31 December 2002 did not hold any beneficial interest in the issued share capital of the company at 1 January 2002 or 31 December 2002.

### **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 the group and of the profit or loss of the group for that period. In preparing those financial statements, the directors are required to

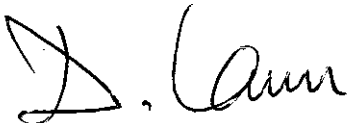
- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on 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 the group 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 the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

### **AUDITORS**

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

### **ON BEHALF OF THE BOARD:**



D Lawn - SECRETARY

Dated: 2 April 2003

# **BEAGLE HOLDINGS LIMITED**

## **Report of the Independent Auditors to the Members of Beagle Holdings Limited**

We have audited the financial statements of Beagle Holdings Limited for the year ended 31 December 2002 on pages four to twenty one. These financial statements have been prepared under the historical cost convention (as modified by the revaluation of certain fixed assets) 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 auditors' 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 directors and auditors**

As described on page two 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.

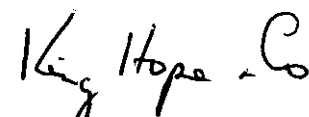
### **Basis of audit opinion**

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 affairs of the company and the group as at 31 December 2002 and of the loss of the group for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



King Hope & Co  
Chartered Accountants  
Registered Auditors  
Darlington

Dated: 2 April 2003

**BEAGLE HOLDINGS LIMITED**

**Consolidated Profit and Loss Account  
for the year ended 31 December 2002**

		<u>2002</u>	<u>2001</u>
	Notes	£	£
<b>TURNOVER</b>		6,146,967	5,984,273
Cost of sales		<u>5,701,707</u>	<u>5,492,085</u>
<b>GROSS PROFIT</b>		445,260	492,188
Administrative expenses		<u>605,506</u>	<u>659,555</u>
		(160,246)	(167,367)
Other operating income	2	<u>133,329</u>	<u>154,348</u>
<b>OPERATING LOSS</b>	4	(26,917)	(13,019)
Interest payable and similar charges	5	<u>107,041</u>	<u>70,280</u>
<b>LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		(133,958)	(83,299)
Tax on loss on ordinary activities	6	<u>-</u>	<u>-</u>
<b>LOSS FOR THE FINANCIAL YEAR AFTER TAXATION</b>		<u>(133,958)</u>	<u>(83,299)</u>
<b>DEFICIT FOR THE YEAR FOR THE GROUP</b>		<u>£(133,958)</u>	<u>£(83,299)</u>

**CONTINUING OPERATIONS**

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

The notes form part of these financial statements

**BEAGLE HOLDINGS LIMITED**

**Statement of Total Recognised Gains and Losses  
for the year ended 31 December 2002**

	<u>2002</u>	<u>2001</u>
	£	£
<b>LOSS FOR THE FINANCIAL YEAR</b>	(133,958)	(83,299)
Unrealised gains on revaluation of investment properties	<u>314,242</u>	<u>-</u>
<b>TOTAL RECOGNISED GAINS AND LOSSES RELATING TO THE YEAR</b>	<u><u>£180,284</u></u>	<u><u>£(83,299)</u></u>

**NOTE OF HISTORICAL COST PROFITS AND LOSSES**

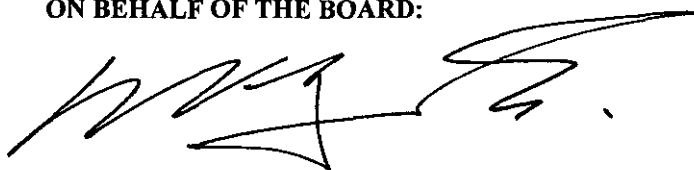
The difference between the results as disclosed in the profit and loss account and the results on an unmodified historical cost basis is not material.

**BEAGLE HOLDINGS LIMITED**

**Consolidated Balance Sheet  
31 December 2002**

		<u>2002</u>		<u>2001</u>	
	Notes	£	£	£	£
<b>FIXED ASSETS</b>					
Tangible assets	8		3,881,217		3,549,588
<b>CURRENT ASSETS</b>					
Stocks	10	888,451		471,127	
Debtors	11	758,633		696,486	
Cash at bank and in hand		<u>1,400</u>		<u>4,258</u>	
		1,648,484		1,171,871	
<b>CREDITORS</b>					
Amounts falling due within one year	12	<u>1,978,564</u>		<u>1,320,043</u>	
<b>NET CURRENT LIABILITIES</b>			<u>(330,080)</u>		<u>(148,172)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			3,551,137		3,401,416
<b>CREDITORS</b>					
Amounts falling due after more than one year	13		<u>1,090,124</u>		<u>1,120,687</u>
			<u>£2,461,013</u>		<u>£2,280,729</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	17		4,000,000		4,000,000
Revaluation reserve	18		314,242		-
Profit and loss account	18		<u>(1,853,229)</u>		<u>(1,719,271)</u>
<b>SHAREHOLDERS' FUNDS</b>	22		<u>£2,461,013</u>		<u>£2,280,729</u>

**ON BEHALF OF THE BOARD:**



W K Goldsmith - DIRECTOR

Approved by the Board on 2 April 2003

The notes form part of these financial statements

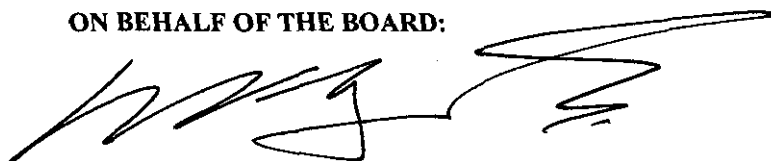


**BEAGLE HOLDINGS LIMITED**

**Company Balance Sheet  
31 December 2002**

		<u>2002</u>		<u>2001</u>	
	Notes	£	£	£	£
<b>FIXED ASSETS</b>					
Investments	9		2,790,902		2,790,902
<b>CURRENT ASSETS</b>					
Debtors	11	1,834,739		1,872,667	
Cash at bank		<u>27</u>		<u>81</u>	
		1,834,766		1,872,748	
<b>CREDITORS</b>					
Amounts falling due within one year	12	<u>105,048</u>		<u>8,552</u>	
<b>NET CURRENT ASSETS</b>			<u>1,729,718</u>		<u>1,864,196</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			4,520,620		4,655,098
<b>CREDITORS</b>					
Amounts falling due after more than one year	13		<u>870,190</u>		<u>956,418</u>
			<u>£3,650,430</u>		<u>£3,698,680</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	17		4,000,000		4,000,000
Profit and loss account	18		<u>(349,570)</u>		<u>(301,320)</u>
<b>SHAREHOLDERS' FUNDS</b>	22		<u>£3,650,430</u>		<u>£3,698,680</u>

**ON BEHALF OF THE BOARD:**



W K Goldsmith - DIRECTOR

Approved by the Board on 2 April 2003

The notes form part of these financial statements

**BEAGLE HOLDINGS LIMITED**

**Cash Flow Statement  
for the year ended 31 December 2002**

		<u>2002</u>		<u>2001</u>	
	Notes	£	£	£	£
<b>Net cash (outflow)/inflow from operating activities</b>	1		(341,243)		183,581
<b>Returns on investments and servicing of finance</b>	2		(99,258)		(76,814)
<b>Capital expenditure</b>	2		<u>(19,400)</u>		<u>(46,548)</u>
			(459,901)		60,219
<b>Financing</b>	2		<u>454,933</u>		<u>(97,440)</u>
<b>Decrease in cash in the period</b>			<u>£(4,968)</u>		<u>£(37,221)</u>
<hr/>					
<b>Reconciliation of net cash flow to movement in net debt</b>	3				
Decrease in cash in the period		(4,968)		(37,221)	
Cash (inflow)/outflow from (increase)/decrease in debt and lease financing		<u>(454,933)</u>		<u>97,440</u>	
Change in net debt resulting from cash flows			(459,901)		60,219
New finance leases			<u>(95,704)</u>		<u>(15,964)</u>
<b>Movement in net debt in the period</b>			(555,605)		44,255
<b>Net debt at 1 January</b>			<u>(663,298)</u>		<u>(707,553)</u>
<b>Net debt at 31 December</b>			<u>£(1,218,903)</u>		<u>£(663,298)</u>

The notes form part of these financial statements

# BEAGLE HOLDINGS LIMITED

## Notes to the Cash Flow Statement for the year ended 31 December 2002

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

	2002 £	2001 £
Operating loss	(26,917)	(13,019)
Depreciation charges	97,717	91,218
(Increase)/Decrease in stocks	(417,324)	95,424
Increase in debtors	(62,147)	(57,263)
Increase in creditors	<u>67,428</u>	<u>67,221</u>
<b>Net cash (outflow)/inflow from operating activities</b>	<b><u>(341,243)</u></b>	<b><u>183,581</u></b>

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

	2002 £	2001 £
<b>Returns on investments and servicing of finance</b>		
Interest paid	(88,944)	(61,722)
Interest element of hire purchase payments	<u>(10,314)</u>	<u>(15,092)</u>
<b>Net cash outflow for returns on investments and servicing of finance</b>	<b><u>(99,258)</u></b>	<b><u>(76,814)</u></b>
<b>Capital expenditure</b>		
Purchase of tangible fixed assets	<u>(19,400)</u>	<u>(46,548)</u>
<b>Net cash outflow for capital expenditure</b>	<b><u>(19,400)</u></b>	<b><u>(46,548)</u></b>
<b>Financing</b>		
New hire purchase contracts	51,903	62,868
Loan repayments in year	(18,183)	(14,282)
New loans in year	525,000	-
Capital repayments in year	<u>(103,787)</u>	<u>(146,026)</u>
<b>Net cash inflow/(outflow) from financing</b>	<b><u>454,933</u></b>	<b><u>(97,440)</u></b>

The notes form part of these financial statements

# BEAGLE HOLDINGS LIMITED

## Notes to the Cash Flow Statement for the year ended 31 December 2002

### 3. ANALYSIS OF CHANGES IN NET DEBT

	At 1.1.02 £	Cash flow £	Other non-cash changes £	At 31.12.02 £
Net cash:				
Cash at bank and in hand	4,258	(2,858)		1,400
Bank overdraft	<u>(417,409)</u>	<u>(2,110)</u>		<u>(419,519)</u>
	<u>(413,151)</u>	<u>(4,968)</u>		<u>(418,119)</u>
Debt:				
Hire purchase	(117,783)	51,884	(95,704)	(161,603)
Debts falling due within one year	(16,147)	(3,580)	-	(19,727)
Debts falling due after one year	<u>(116,217)</u>	<u>(503,237)</u>	<u>-</u>	<u>(619,454)</u>
	<u>(250,147)</u>	<u>(454,933)</u>	<u>(95,704)</u>	<u>(800,784)</u>
Total	<u><u>(663,298)</u></u>	<u><u>(459,901)</u></u>	<u><u>(95,704)</u></u>	<u><u>(1,218,903)</u></u>

The notes form part of these financial statements

# BEAGLE HOLDINGS LIMITED

## Notes to the Financial Statements for the year ended 31 December 2002

### 1. ACCOUNTING POLICIES

#### Accounting convention

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

#### Basis of consolidation

The consolidated financial statements include the results of Beagle Holdings Limited and its subsidiary undertakings drawn up to 31 December 2002. No profit and loss account has been presented for Beagle Holdings Limited as permitted by section 230 of the Companies Act 1985.

#### 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 or, if held under a finance lease, over the lease term, whichever is the shorter.

Investment property	- Nil
Freehold improvements	- 10% on cost
Freehold land and buildings	- 2% on cost
Plant and machinery	- 20% on cost and 10% on cost
Fixtures and fittings	- 33% on cost and 10% on cost

#### Stocks

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

#### Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

#### Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to the profit and loss account as incurred.

#### Pensions

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. Contributions payable for the year are charged in the profit and loss account.

# BEAGLE HOLDINGS LIMITED

## Notes to the Financial Statements for the year ended 31 December 2002

### 1. ACCOUNTING POLICIES - continued

#### Investment properties

Certain of the company's properties are held for long term investment. Investment properties are accounted for in accordance with SSAP 19 as follows:

Investment properties are revalued annually. The surplus or deficit on revaluation is transferred to the revaluation reserve, unless a deficit or its reversal, on an individual investment property is expected to be permanent, in which case it is recognised in the profit and loss account for the year. This treatment is a departure from the requirements of the Companies Act concerning depreciation. However these properties are not held for consumption but for investment and the directors consider that systematic annual depreciation would be inappropriate. The accounting policy adopted is necessary for the accounts to give a true and fair view.

#### Goodwill

Purchased and consolidation goodwill arising on the acquisition of a subsidiary undertaking is set off directly against reserves.

#### Operating lease receivables

Rentals receivable under operating leases are included in turnover or rents receivable on an accrual basis.

### 2. OTHER OPERATING INCOME

	2002	2001
	£	£
Rents receivable	133,329	154,348

### 3. STAFF COSTS

	2002	2001
	£	£
Wages and salaries	1,085,714	1,001,896
Social security costs	93,728	87,770
Other pension costs	12,236	5,774
	1,191,678	1,095,440

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

	2002	2001
Office and administration	17	19
Production	50	48
	67	67

# BEAGLE HOLDINGS LIMITED

## Notes to the Financial Statements for the year ended 31 December 2002

### 4. OPERATING LOSS

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

	2002	2001
	£	£
Depreciation - owned assets	68,794	74,670
Depreciation - assets on hire purchase contracts	28,923	16,548
Auditors remuneration	10,200	10,555
Income from operating leases	(191,542)	(233,432)
Payments under operating leases - plant and machinery	<u>20,385</u>	<u>-</u>
Directors' emoluments	101,316	106,612
Directors' pension contributions to money purchase schemes	<u>9,975</u>	<u>3,150</u>

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	<u>2</u>	<u>1</u>
------------------------	----------	----------

### 5. INTEREST PAYABLE AND SIMILAR CHARGES

	2002	2001
	£	£
Bank interest	25,093	26,987
Interest on bank loan repayable by instalments	10,169	10,260
Interest on other loans	61,465	17,941
Hire purchase	<u>10,314</u>	<u>15,092</u>
	<u>107,041</u>	<u>70,280</u>

### 6. TAXATION

#### Analysis of the tax charge

No liability to UK corporation tax arose on ordinary activities for the year ended 31 December 2002 nor for the year ended 31 December 2001.

### 7. LOSS OF PARENT COMPANY

As permitted by Section 230 of the Companies Act 1985, the profit and loss account of the parent company is not presented as part of these financial statements. The parent company's loss for the financial year was £(48,250) (2001 - £(46,973)).

# BEAGLE HOLDINGS LIMITED

## Notes to the Financial Statements for the year ended 31 December 2002

### 8. TANGIBLE FIXED ASSETS

#### Group

	Investment property £	Freehold improvements £	Freehold land and buildings £
<b>COST OR VALUATION:</b>			
At 1 January 2002	1,120,758	42,112	2,341,287
Revaluations	<u>314,242</u>	<u>-</u>	<u>-</u>
At 31 December 2002	<u>1,435,000</u>	<u>42,112</u>	<u>2,341,287</u>
<b>DEPRECIATION:</b>			
At 1 January 2002	-	748	89,854
Charge for year	<u>-</u>	<u>4,211</u>	<u>44,927</u>
At 31 December 2002	<u>-</u>	<u>4,959</u>	<u>134,781</u>
<b>NET BOOK VALUE:</b>			
At 31 December 2002	<u>1,435,000</u>	<u>37,153</u>	<u>2,206,506</u>
At 31 December 2001	<u>1,120,758</u>	<u>41,364</u>	<u>2,251,433</u>
	Plant and machinery £	Fixtures and fittings £	Totals £
<b>COST OR VALUATION:</b>			
At 1 January 2002	367,952	356,486	4,228,595
Additions	114,289	815	115,104
Revaluations	<u>-</u>	<u>-</u>	<u>314,242</u>
At 31 December 2002	<u>482,241</u>	<u>357,301</u>	<u>4,657,941</u>
<b>DEPRECIATION:</b>			
At 1 January 2002	267,739	320,666	679,007
Charge for year	<u>34,254</u>	<u>14,325</u>	<u>97,717</u>
At 31 December 2002	<u>301,993</u>	<u>334,991</u>	<u>776,724</u>
<b>NET BOOK VALUE:</b>			
At 31 December 2002	<u>180,248</u>	<u>22,310</u>	<u>3,881,217</u>
At 31 December 2001	<u>100,213</u>	<u>35,820</u>	<u>3,549,588</u>

Included in land and buildings is freehold land valued at £470,198 (2001 - £470,198) which is not depreciated.

The investment properties have been valued on an open market basis by the directors.



# BEAGLE HOLDINGS LIMITED

## Notes to the Financial Statements for the year ended 31 December 2002

### 8. TANGIBLE FIXED ASSETS - continued

#### Group

Cost or valuation at 31 December 2002 is represented by:

	Investment property £	Freehold improvements £	Freehold land and buildings £
Valuation in 2002	314,242	-	-
Cost	<u>1,120,758</u>	<u>42,112</u>	<u>2,341,287</u>
	<u>1,435,000</u>	<u>42,112</u>	<u>2,341,287</u>

	Plant and machinery £	Fixtures and fittings £	Totals £
Valuation in 2002	-	-	314,242
Cost	<u>482,241</u>	<u>357,301</u>	<u>4,343,699</u>
	<u>482,241</u>	<u>357,301</u>	<u>4,657,941</u>

The net book value of tangible fixed assets includes £164,738 (2001 - £79,372) in respect of assets held under hire purchase contracts.

### 9. FIXED ASSET INVESTMENTS

#### Company

	Shares in group undertakings £
<b>COST:</b>	
At 1 January 2002	
and 31 December 2002	<u>2,790,902</u>
<b>NET BOOK VALUE:</b>	
At 31 December 2002	<u>2,790,902</u>
At 31 December 2001	<u>2,790,902</u>

The group or the company's investments at the balance sheet date in the share capital of companies include the following:

#### Subsidiaries

##### Ewart Parsons Limited

Country of incorporation: England and Wales

Nature of business: Dormant

	% holding
Class of shares:	
Ordinary shares	100.00

# BEAGLE HOLDINGS LIMITED

## Notes to the Financial Statements for the year ended 31 December 2002

### 9. FIXED ASSET INVESTMENTS - continued

#### Parsons Truck Centre Limited

Country of incorporation: England & Wales

Nature of business: Motor Dealerships

Class of shares:	%
Ordinary shares	holding 100.00

#### Brenda Road Properties Limited

Country of incorporation: England & Wales

Nature of business: Property rental and acquisitions

Class of shares:	%
Ordinary shares	holding 100.00

#### Carew Leisure Developments Limited

Country of incorporation: England & Wales

Nature of business: Dormant

Class of shares:	%
Ordinary shares	holding 100.00

### 10. STOCKS

	Group	
	2002 £	2001 £
Parts and motor spares	293,189	288,538
Vehicles	595,262	182,589
	<u>888,451</u>	<u>471,127</u>

### 11. DEBTORS

	Group		Company	
	2002 £	2001 £	2002 £	2001 £
Amounts falling due within one year:				
Trade debtors	680,869	633,229	-	-
Amounts owed by group undertakings	-	-	-	10,520
Other debtors	63,505	50,054	1,126	961
Prepayments and accrued income	14,259	13,203	-	-
	<u>758,633</u>	<u>696,486</u>	<u>1,126</u>	<u>11,481</u>
Amounts falling due after more than one year:				
Amounts owed by group undertakings	-	-	1,833,613	1,861,186
Aggregate amounts	<u>758,633</u>	<u>696,486</u>	<u>1,834,739</u>	<u>1,872,667</u>

# BEAGLE HOLDINGS LIMITED

## Notes to the Financial Statements for the year ended 31 December 2002

### 12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2002	2001	2002	2001
	£	£	£	£
Bank loans and overdrafts (see note 14)	439,246	433,556	-	-
Hire purchase contracts (see note 15)	61,123	69,731	-	-
Trade creditors	1,091,654	541,261	-	6,452
Amounts owed to group undertakings	-	-	100,448	-
Social security and other taxes	67,245	84,813	-	-
Other creditors	196,883	56,966	-	-
Accruals and deferred income	122,413	133,716	4,600	2,100
	<u>1,978,564</u>	<u>1,320,043</u>	<u>105,048</u>	<u>8,552</u>

### 13. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	Group		Company	
	2002	2001	2002	2001
	£	£	£	£
Bank loans (see note 14)	619,454	116,217	500,000	-
Hire purchase contracts (see note 15)	100,480	48,052	-	-
Amount owed to parent undertaking	370,190	956,418	370,190	956,418
	<u>1,090,124</u>	<u>1,120,687</u>	<u>870,190</u>	<u>956,418</u>

### 14. LOANS

An analysis of the maturity of loans is given below:

	Group		Company	
	2002	2001	2002	2001
	£	£	£	£
Amounts falling due within one year or on demand:				
Bank overdrafts	419,519	417,409	-	-
Bank loans	17,276	16,147	-	-
Commercial loan	2,451	-	-	-
	<u>439,246</u>	<u>433,556</u>	<u>-</u>	<u>-</u>
Amounts falling due between two and five years:				
Bank loans	583,785	66,410	500,000	-
Commercial loan	14,438	-	-	-
	<u>598,223</u>	<u>66,410</u>	<u>500,000</u>	<u>-</u>
Amounts falling due in more than five years:				
Repayable by instalments				
Bank loans	15,159	49,807	-	-
Commercial loan	6,072	-	-	-
	<u>21,231</u>	<u>49,807</u>	<u>-</u>	<u>-</u>

# BEAGLE HOLDINGS LIMITED

## Notes to the Financial Statements for the year ended 31 December 2002

### 14. LOANS - continued

The bank loan is repayable by instalments with interest at 2.5% above bank base rate. Interest is charged on the commercial loan at 6.6%. New bank borrowings carry interest at the rate of 1% per month.

### 15. OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES

#### Group

	Hire purchase contracts	
	2002	2001
	£	£
Gross obligations repayable:		
Within one year	80,748	81,974
Between one and five years	106,960	54,820
In more than five years	<u>14,858</u>	<u>-</u>
	<u>202,566</u>	<u>136,794</u>
Finance charges repayable:		
Within one year	19,625	12,243
Between one and five years	20,241	6,768
In more than five years	<u>1,097</u>	<u>-</u>
	<u>40,963</u>	<u>19,011</u>
Net obligations repayable:		
Within one year	61,123	69,731
Between one and five years	86,719	48,052
In more than five years	<u>13,761</u>	<u>-</u>
	<u>161,603</u>	<u>117,783</u>

The following payments are committed to be paid within one year:

#### Group

	Operating leases	
	2002	2001
	£	£
Expiring:		
Between one and five years	<u>29,076</u>	<u>-</u>

# BEAGLE HOLDINGS LIMITED

## Notes to the Financial Statements for the year ended 31 December 2002

### 16. SECURED DEBTS

The following secured debts are included within creditors:

	Group		Company	
	2002	2001	2002	2001
	£	£	£	£
Bank overdrafts	419,519	417,409	-	-
Bank loans	639,181	132,364	500,000	-
Hire purchase contracts	<u>161,603</u>	<u>117,783</u>	<u>-</u>	<u>-</u>
	<u>1,220,303</u>	<u>667,556</u>	<u>500,000</u>	<u>-</u>

Bank loans and overdrafts are secured by an unlimited debenture over the company's assets. Hire purchase creditors are secured on the assets concerned. In addition to the unlimited debenture the bank loan is secured by first charges over the company's investment property.

### 17. CALLED UP SHARE CAPITAL

Authorised, allotted, issued and fully paid:

Number:	Class:	Nominal value:	2002 £	2001 £
3,000,000	Ordinary	£1	3,000,000	3,000,000
1,000,000	Redeemable	£1	<u>1,000,000</u>	<u>1,000,000</u>
			<u>4,000,000</u>	<u>4,000,000</u>

The redeemable shares may be redeemed at any time at the option of the company, who must give 28 days notice. No premium is payable on redemption. In all other aspects the redeemable shares rank pari passu with the ordinary shares of the company.

# BEAGLE HOLDINGS LIMITED

## Notes to the Financial Statements for the year ended 31 December 2002

### 18. RESERVES

#### Group

	Profit and loss account £	Revaluation reserve £	Totals £
At 1 January 2002	(1,719,271)	-	(1,719,271)
Loss for the year	(133,958)	-	(133,958)
Revaluation	-	314,242	314,242
At 31 December 2002	<u>(1,853,229)</u>	<u>314,242</u>	<u>(1,538,987)</u>

#### Company

	Profit and loss account £
At 1 January 2002	(301,320)
Loss for the year	<u>(48,250)</u>
At 31 December 2002	<u>(349,570)</u>

### 19. ULTIMATE PARENT COMPANY

The company's ultimate holding company is Beagle Investments Limited, a company incorporated in the Isle of Man. The ultimate controlling party is not known.

### 20. CAPITAL COMMITMENTS

	2002 £	2001 £
Contracted but not provided for in the financial statements	<u>-</u>	<u>59,000</u>

### 21. RELATED PARTY DISCLOSURES

	2002 £	2001 £
Transactions		
Consultancy fees paid to Westvale Consultancy, a business controlled by J G Kerr, a former director.	-	57,600
Balances		
Amount due to Beagle Investments Limited, the parent company.	<u>370,190</u>	<u>956,418</u>

# BEAGLE HOLDINGS LIMITED

## Notes to the Financial Statements for the year ended 31 December 2002

### 22. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

#### Group

	2002 £	2001 £
Loss for the financial year	(133,958)	(83,299)
Other recognised gains and losses relating to the year (net)	<u>314,242</u>	<u>-</u>
<b>Net addition/(reduction) to shareholders' funds</b>	180,284	(83,299)
Opening shareholders' funds	<u>2,280,729</u>	<u>2,364,028</u>
<b>Closing shareholders' funds</b>	<u>2,461,013</u>	<u>2,280,729</u>
Equity interests	<u>2,461,013</u>	<u>2,280,729</u>

#### Company

	2002 £	2001 £
Loss for the financial year	<u>(48,250)</u>	<u>(46,973)</u>
<b>Net reduction of shareholders' funds</b>	(48,250)	(46,973)
Opening shareholders' funds	<u>3,698,680</u>	<u>3,745,653</u>
<b>Closing shareholders' funds</b>	<u>3,650,430</u>	<u>3,698,680</u>
Equity interests	<u>3,650,430</u>	<u>3,698,680</u>