



**COTSWOLD OUTDOOR LIMITED
AND ITS SUBSIDIARY
UNDERTAKINGS**

FINANCIAL STATEMENTS

FOR THE 52 WEEKS ENDED

30 DECEMBER 2001

COTSWOLD OUTDOOR LIMITED AND ITS SUBSIDIARY UNDERTAKINGS

FINANCIAL STATEMENTS

For the 52 weeks ended 30 December 2001

Company registration number: 3382348

Registered office: Broadway Lane
South Cerney
Cirencester
Gloucestershire
GL7 5UQ

Directors: J L Falkenburg
N D Evans

Secretary: J P Stansfield

Bankers: Barclays Bank plc
40-46 High Street
Maidstone
Kent
ME14 1TW

Solicitors: Osborne Clarke
Apex Plaza
Forbury Road
Reading
Berkshire
RG1 1AX

Auditors: Grant Thornton
Registered Auditors
Chartered Accountants
The Quadrangle
Imperial Square
Cheltenham
GL50 1PZ

COTSWOLD OUTDOOR LIMITED AND ITS SUBSIDIARY UNDERTAKINGS

FINANCIAL STATEMENTS

For the 52 weeks ended 30 December 2001

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COTSWOLD OUTDOOR LIMITED AND ITS SUBSIDIARY UNDERTAKINGS

CHAIRMAN'S STATEMENT


Without doubt 2001 was the most difficult year that the Outdoor Industry has faced in many years. I reported in May 2001 that the restrictions on movements in the countryside caused by the foot & mouth epidemic had seriously affected our trade in March and April. The impact of the epidemic continued to have a damaging impact on the business until August. The events of September 11th dealt a further blow but also served to put the situation into perspective.

In such a difficult year we are delighted to be able to report that the company has performed above expectations. Our profit after interest for the year of £120,000 and positive cash flow from operations was achieved through timely action to reduce costs as soon as the scale of foot and mouth became clear in March. Our staff must be congratulated on their response not only during the worst months in the summer but also during the latter part of the year when the business recovered strongly. I must also thank our suppliers who were very understanding of the problem faced by the industry and supported us throughout what was to begin with an uncertain time period.

In the circumstances it was not possible as foreseen to embark on our store opening programme in 2001. The delay has been used to great effect and allowed us to refine our new large store concept and we look forward optimistically to the store openings in the pipeline. Continued improvements are being made within existing Cotswold stores, particularly with improved ranges and merchandising. These developments supported by more targeted marketing efforts are widening the appeal of the stores and direct business channels to a broader customer base.

I am also pleased to report that during 2001 we were able to extend our offer to former customers of 9Feet.com, having acquired some of the assets of its business, following the decision of the 9Feet.com Board to terminate its operation. We continue to invest in web site development to maintain our clear market leadership in this exciting new channel that is proving increasingly popular with our new and existing customers.

Our result for last year provides me with great encouragement that we can continue with our expansion plans to provide all outdoor and action sports enthusiasts with the best possible offer to aid their enjoyment of the outdoors both in the UK and overseas.



J.L. Falkenburg
Chairman

COTSWOLD OUTDOOR LIMITED AND ITS SUBSIDIARY UNDERTAKINGS

REPORT OF THE DIRECTORS

The directors present their report together with financial statements for the 52 weeks ended 30 December 2001.

Under the provisions of section 223 of the Companies Act 1985 the directors have prepared accounts to 30 December 2001, rather than the accounting reference date of 31 December 2001.

Principal activities

The company and group are principally engaged in the retailing of outdoor pursuits clothing and equipment

Business review

There was a profit for the period after taxation amounting to £113,000 (44 weeks to 31 December 2000: loss £304,000). The directors do not recommend payment of a dividend (31 December 2000: £nil) and the profit/(loss) has therefore been transferred to reserves.

Directors

The present membership of the Board is set out below. Both directors served throughout the period.

J L Falkenburg
N D Evans

No director held any interest in the shares of the company or its subsidiary undertakings as at 1 January 2001 or 30 December 2001, nor any right to subscribe for shares.

Directors' responsibilities for the financial statements

United Kingdom 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 maintaining proper accounting records, for safeguarding the assets of the group and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Payment policy and practice

The majority of suppliers to the group and company are of a long standing nature and mutually acceptable payment terms, which have been established over the relationship period, will continue during the next year. General payments will be made between 30 and 60 days from the end of the month of delivery. In certain circumstances payment terms will be agreed with suppliers as part of the overall terms of the transaction, and will be adhered to by the company and group.

In respect of the group, period end trade creditors represent 30 days of average purchases.

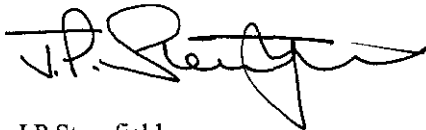
COTSWOLD OUTDOOR LIMITED AND ITS SUBSIDIARY UNDERTAKINGS

REPORT OF THE DIRECTORS

Auditors

Grant Thornton offer themselves for reappointment as auditors in accordance with section 385 of the Companies Act 1985.

BY ORDER OF THE BOARD



J P Stansfield

Secretary

Date 15 April 2002.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
COTSWOLD OUTDOOR LIMITED**

We have audited the financial statements of Cotswold Outdoor Limited and its subsidiary undertakings for the 52 weeks ended 30 December 2001 which comprise the principal accounting policies, the consolidated profit and loss account, the balance sheets, the consolidated cash flow statement, and notes 1 to 26. These financial statements have been prepared under the accounting policies set out therein.

Respective responsibilities of the directors and auditors

The directors' responsibilities for preparing the directors' report and the financial statements in accordance with United Kingdom law and accounting standards are set out in the statement of directors' responsibilities.

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 directors' report 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 other information contained in the annual report, and consider whether it is consistent with the audited financial statements. This information comprises only the directors' report and the chairman's statement. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

Basis of 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 group'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 affairs of the company and the group as at 30 December 2001 and the profit of the group for the period then ended and have been properly prepared in accordance with the Companies Act 1985.


GRANT THORNTON
REGISTERED AUDITORS
CHARTERED ACCOUNTANTS

CHELTENHAM

Date 15 April 2002 .

COTSWOLD OUTDOOR LIMITED AND ITS SUBSIDIARY UNDERTAKINGS

PRINCIPAL ACCOUNTING POLICIES

BASIS OF PREPARATION

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

The principal accounting policies of the group have remained unchanged from the previous period and are set out below.

BASIS OF CONSOLIDATION

The group financial statements consolidate those of the company and of its subsidiary undertakings (see note 8) drawn up to 30 December 2001. Profits or losses on intra-group transactions are eliminated in full. On acquisition of a subsidiary, all of the subsidiary's assets and liabilities which exist at the date of acquisition are recorded at their fair values reflecting their condition at that date.

As a matter of accounting policy, goodwill arising on consolidation accounted for in accounting periods ending before 23 December 1998, the implementation date of Financial Reporting Standard No 10: Goodwill and Intangible Assets, was written off to reserves on acquisition. Such goodwill will be charged or credited to the profit and loss account on the subsequent disposal of the business to which it relates.

TURNOVER

Group turnover is the total amount receivable by the group for goods supplied and services provided, excluding VAT and trade discounts.

TANGIBLE FIXED ASSETS AND DEPRECIATION

Tangible fixed assets are stated at cost, net of depreciation.

Depreciation is calculated to write down the cost less estimated residual value of all tangible fixed assets other than freehold land by equal annual instalments over their expected useful lives. The rates generally applicable are:

Freehold buildings	2%
Leasehold buildings	over the period of the lease
Motor vehicles	25%
Fixtures and fittings	20-50%
Computer equipment	33.3%

INVESTMENTS

Investments are included at cost less amounts written off.

GOODWILL

Purchased goodwill is amortised on a straight-line basis over its estimated useful economic life of 20 years.

STOCKS

Stocks are stated at the lower of weighted average cost and net realisable value.

DEFERRED TAXATION

Deferred tax is recognised on all timing differences where the transactions or events that give the group an obligation to pay more tax in the future, or a right to pay less tax in the future, have occurred by the balance sheet date. Deferred tax assets are recognised when it is more likely than not that they will be recovered. Deferred tax is measured using rates of tax that have been enacted or substantively enacted by the balance sheet date.

COTSWOLD OUTDOOR LIMITED AND ITS SUBSIDIARY UNDERTAKINGS

PRINCIPAL ACCOUNTING POLICIES

FOREIGN CURRENCIES

Transactions in foreign currencies are translated at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities in foreign currencies are translated at the rates of exchange ruling at the balance sheet date. All other exchange differences are dealt with through the profit and loss account.

RETIREMENT BENEFITS

Defined contribution pension scheme

The pension costs charged against profits represent the amount of the contributions payable to the scheme in respect of the accounting period.

LEASED ASSETS

Assets held under finance leases and hire purchase contracts are capitalised in the balance sheet and depreciated over their expected useful lives. The interest element of leasing payments represents a constant proportion of the capital balance outstanding and is charged to the profit and loss account over the period of the lease.

All other leases are regarded as operating leases and the payments made under them are charged to the profit and loss account on a straight-line basis over the lease term.

COTSWOLD OUTDOOR LIMITED AND ITS SUBSIDIARY UNDERTAKINGS

CONSOLIDATED PROFIT AND LOSS ACCOUNT

For the 52 weeks ended 30 December 2001

	Note	52 weeks ended 30 December 2001 £'000	44 weeks ended 31 December 2000 £'000
Turnover	1	15,876	14,157
Cost of sales		(13,071)	(12,135)
Gross profit		2,805	2,022
Administrative expenses		(2,694)	(2,068)
Other operating income		32	23
Operating profit/(loss)		143	(23)
Other interest receivable and similar income		-	3
Interest payable and similar charges	2	(23)	(303)
Profit/(loss) on ordinary activities before taxation	1	120	(323)
Tax on profit/(loss) on ordinary activities	4	(7)	19
Profit/(loss) for the financial period transferred to/(from) reserves	16	113	(304)

There were no recognised gains or losses other than the profit for the period.

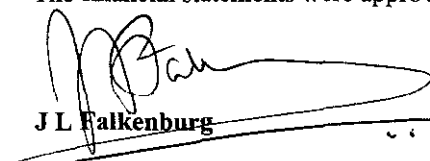
The accompanying accounting policies and notes form an integral part of these financial statements.

COTSWOLD OUTDOOR LIMITED AND ITS SUBSIDIARY UNDERTAKINGS

CONSOLIDATED BALANCE SHEET AT 30 DECEMBER 2001

	Note	30 December 2001 £'000	30 December 2001 £'000	31 December 2000 £'000	31 December 2000 £'000
Fixed assets					
Intangible assets	6		1,788		1,904
Tangible assets	7		1,972		2,252
			<u>3,760</u>		<u>4,156</u>
Current assets					
Stock	9	2,799		2,328	
Debtors	10	612		618	
Cash at bank and in hand		11		12	
		<u>3,422</u>		<u>2,958</u>	
Creditors: amounts falling due within one year	11	<u>(2,997)</u>		<u>(3,136)</u>	
Net current assets/(liabilities)			<u>425</u>		<u>(178)</u>
Total assets less current liabilities			<u>4,185</u>		<u>3,978</u>
Creditors: amounts falling due after more than one year	12		(349)		(345)
Provisions for liabilities and charges	14		(90)		-
			<u>3,746</u>		<u>3,633</u>
Capital and reserves					
Called up share capital	15		3,626		3,626
Profit and loss account	16		120		7
Shareholders' funds	17		<u>3,746</u>		<u>3,633</u>

The financial statements were approved by the Board of Directors on 15 April 2002.


J L Falkenburg

Director

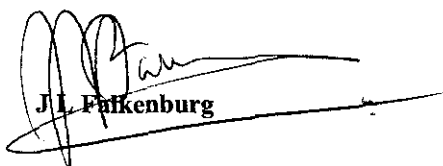
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COTSWOLD OUTDOOR LIMITED AND ITS SUBSIDIARY UNDERTAKINGS

COMPANY BALANCE SHEET AT 30 DECEMBER 2001

	Note	30 December 2001 £	30 December 2001 £	31 December 2000 £	31 December 2000 £
Fixed assets					
Intangible assets	6		1,788		1,904
Tangible assets	7		1,497		2,252
Investments	8		-		1,342
			<u>3,285</u>		<u>5,498</u>
Current assets					
Stock	9	2,499		2,328	
Debtors	10	1,289		623	
Cash at bank and in hand		11		12	
		<u>3,799</u>		<u>2,963</u>	
Creditors: amounts falling due within one year	11	<u>(2,884)</u>		<u>(3,136)</u>	
Net current assets/(liabilities)			<u>915</u>		<u>(173)</u>
Total assets less current liabilities			<u>4,200</u>		<u>5,325</u>
Creditors: amounts falling due after more than one year	12		(350)		(1,692)
Provisions for liabilities and charges	14		<u>(90)</u>		<u>-</u>
			<u>3,760</u>		<u>3,633</u>
Capital and reserves					
Called up share capital	15		3,626		3,626
Profit and loss account	16		134		7
Shareholders' funds			<u>3,760</u>		<u>3,633</u>

The financial statements were approved by the Board of Directors on 15 April 2002.


J.L. Falkenburg

Director

The accompanying accounting policies and notes form an integral part of these financial statements.

COTSWOLD OUTDOOR LIMITED AND ITS SUBSIDIARY UNDERTAKINGS

CONSOLIDATED CASH FLOW STATEMENT

For the 52 weeks ended 30 December 2001

	Note	52 weeks ended 30 December 2001 £	44 weeks ended 31 December 2000 £
Net cash inflow/(outflow) from operating activities	18	392	(272)
Returns on investments and servicing of finance			
Interest received		-	3
Interest paid		(19)	(1,666)
Finance lease interest paid		(4)	(5)
Net cash outflow from returns on investments and servicing of finance		(23)	(1,668)
Taxation		-	21
Capital expenditure and financial investment			
Purchase of tangible fixed assets		(209)	(312)
Sale of tangible fixed assets		21	19
Net cash outflow from capital expenditure and financial investment		(188)	(293)
Financing			
Issue of shares		-	5,130
Repayment of borrowings		-	(2,759)
Capital element of finance lease rentals		(24)	(54)
Net cash (outflow)/inflow from financing		(24)	2,317
Increase in cash	19	157	105

The accompanying accounting policies and notes form an integral part of these financial statements.

COTSWOLD OUTDOOR LIMITED AND ITS SUBSIDIARY UNDERTAKINGS

NOTES TO THE FINANCIAL STATEMENTS

For the 52 weeks ended 30 December 2001

1 TURNOVER AND PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION

The turnover and profit/(loss) before taxation are attributable to the retailing of outdoor pursuit clothing and equipment.

An analysis of turnover by geographical market is given below:

	2001 £	2000 £
UK	15,466	13,437
Rest of world	410	720
	<u>15,876</u>	<u>14,157</u>

The profit/(loss) on ordinary activities is stated after:

	52 weeks ended 30 December 2001 £'000	44 weeks ended 31 December 2000 £'000
Auditors' remuneration:		
Audit services	17	18
Non-audit services	6	5
Depreciation and amortisation:		
Goodwill	116	96
Tangible fixed assets, owned	482	372
Tangible fixed assets, held under finance leases and hire purchase contracts	14	22
Other operating lease rentals	<u>842</u>	<u>691</u>
Other operating income comprises:		
Lecture income	1	-
Rent receivable in respect of:		
Operating leases	<u>31</u>	<u>23</u>

2 INTEREST PAYABLE AND SIMILAR CHARGES

	52 weeks ended 30 December 2001 £'000	44 weeks ended 31 December 2000 £'000
On bank overdrafts	19	16
Finance charges in respect of hire purchase contracts	4	5
Interest payable to group undertakings (not consolidated)	-	207
Other interest payable and similar charges	-	75
	<u>23</u>	<u>303</u>

COTSWOLD OUTDOOR LIMITED AND ITS SUBSIDIARY UNDERTAKINGS

NOTES TO THE FINANCIAL STATEMENTS

For the 52 weeks ended 30 December 2001

3 DIRECTORS AND EMPLOYEES

Staff costs during the period were as follows:

	52 weeks ended 30 December 2001 £'000	44 weeks ended 31 December 2000 £'000
Wages and salaries	2,737	2,344
Social security costs	205	180
Other pension costs	49	42
	2,991	2,566

The average number of employees of the group during the period were as follows:

	52 weeks ended 30 December 2001 Number	44 weeks ended 31 December 2000 Number
Selling and distribution	143	139
Administration	37	49
	180	188

Remuneration in respect of directors was as follows:

	52 weeks ended 30 December 2001 £'000	44 weeks ended 31 December 2000 £'000
Emoluments	149	126
Pension contributions to money purchase pension schemes	21	17
	170	143

During the 52 weeks ended 30 December 2001 one director (44 weeks ended 31 December 2000: one) participated in money purchase pension schemes.

COTSWOLD OUTDOOR LIMITED AND ITS SUBSIDIARY UNDERTAKINGS

NOTES TO THE FINANCIAL STATEMENTS

For the 52 weeks ended 30 December 2001

4 TAX ON PROFIT/(LOSS) ON ORDINARY ACTIVITIES

The tax charge represents:

	52 weeks ended 30 December 2001 £'000	44 weeks ended 31 December 2000 £'000
Deferred taxation	-	(19)
Adjustments in respect of prior periods:		
Corporation tax	7	-
	<u>7</u>	<u>(19)</u>

The group has unrelieved tax losses of £937,000 (30 December 2001: £1,350,000) available to offset against future taxable trading profits and unrelieved non trading losses of £1,464,000 (30 December 2001: £1,466,000) available to offset against future non-trading income.

5 PROFIT/(LOSS) FOR THE FINANCIAL PERIOD

The parent company has taken advantage of Section 230 of the Companies Act 1985 and has not included its own profit and loss account in these financial statements. The group profit for the period includes a profit of £127,000 (44 weeks ended 31 December 2000: loss of £304,000) which is dealt with in the financial statements of the company.

COTSWOLD OUTDOOR LIMITED AND ITS SUBSIDIARY UNDERTAKINGS

NOTES TO THE FINANCIAL STATEMENTS

For the 52 weeks ended 30 December 2001

6 INTANGIBLE FIXED ASSETS

Group and Company	Purchased goodwill £'000
Cost	
At 1 January 2001	<u>5,347</u>
Amortisation	
At 1 January 2001	3,443
Charge for the period	<u>116</u>
At 30 December 2001	<u>3,559</u>
Net book amount at 30 December 2001	<u><u>1,788</u></u>
Net book amount at 31 December 2000	<u><u>1,904</u></u>

In carrying out an impairment review at 27 February 2000, detailed cash flow projections were reviewed for a period of five years using a discount rate of 15%. The actual performance of the company has been assessed against these projections. This supports the carrying value of goodwill stated above.

Goodwill included above relates to Cotswold Camping Limited acquired on 2 July 1997. The original cost of the goodwill to the group and company was £5,347,000. Goodwill is amortised over 20 years.

COTSWOLD OUTDOOR LIMITED AND ITS SUBSIDIARY UNDERTAKINGS

NOTES TO THE FINANCIAL STATEMENTS

For the 52 weeks ended 30 December 2001

7 TANGIBLE FIXED ASSETS

Group	Freehold land and buildings £'000	Leasehold land and buildings £'000	Motor vehicles £'000	Fixtures and fittings £'000	Computer equipment £'000	Total £'000
Cost						
At 1 January 2001	443	1,161	168	954	705	3,431
Additions	-	6	20	87	117	230
Reclassification	-	-	-	(19)	19	-
Disposals	-	-	(73)	-	(2)	(75)
At 30 December 2001	443	1,167	115	1,022	839	3,586
Depreciation						
At 1 January 2001	31	296	118	307	427	1,179
Charged for the period	9	79	27	212	169	496
Reclassification	-	-	-	(16)	16	-
Eliminated on disposals	-	-	(61)	-	-	(61)
At 30 December 2001	40	375	84	503	612	1,614
Net book amount at 30 December 2001	403	792	31	519	227	1,972
Net book amount at 31 December 2000	412	865	50	647	278	2,252

COTSWOLD OUTDOOR LIMITED AND ITS SUBSIDIARY UNDERTAKINGS

NOTES TO THE FINANCIAL STATEMENTS

For the 52 weeks ended 30 December 2001

7 TANGIBLE FIXED ASSETS (CONTINUED)

Company	Freehold land and buildings £	Leasehold land and buildings £	Motor expenses £	Fixtures and fittings £	Computer equipment £	Total £
Cost						
At 1 January 2001	443	1,161	168	954	705	3,431
Additions	-	6	20	76	117	219
Reclassifications	-	-	-	(19)	19	-
Disposals	-	-	(73)	-	(2)	(75)
Transfers to group undertakings	-	(261)	(9)	(324)	(17)	(611)
At 30 December 2001	443	906	106	687	822	2,964
Depreciation						
At 1 January 2001	31	296	118	307	427	1,179
Charge for the period	9	73	26	176	166	450
Reclassifications	-	-	-	(16)	16	-
Eliminated on disposals	-	-	(61)	-	-	(61)
Transfers to group undertakings	-	(20)	(8)	(62)	(11)	(101)
At 30 December 2001	40	349	75	405	598	1,467
Net book amount at 30 December 2001	403	557	31	282	224	1,497
Net book amount at 31 December 2000	412	865	50	647	278	2,252

The figures stated above include assets held under hire purchase contracts, as follows:

Group and company	Motor vehicles £'000
Net book amount at 30 December 2001	32
Net book amount at 31 December 2000	45
Depreciation provided in the period	14

COTSWOLD OUTDOOR LIMITED AND ITS SUBSIDIARY UNDERTAKINGS

NOTES TO THE FINANCIAL STATEMENTS

For the 52 weeks ended 30 December 2001

8 FIXED ASSETS INVESTMENTS

Company	Shares in group under- takings £'000
Cost	
At 1 January 2001 and 30 December 2001	1,342
Amounts written off	
Provided during the period	1,342
At 30 December 2001	1,342
Net book amount at 30 December 2001	-
Net book amount at 31 December 2000	1,342

The cost of the fixed asset investment in Cotswold Camping Limited has been re-stated at 31 December 2001 and 31 December 2000 from £1,322,000 to £1,342,000. This relates to a movement in the intercompany loan between the two companies. A corresponding re-statement has been made to the intercompany loan disclosed in note 12.

At 30 December 2001 the group and company held more than 10% of a class of the allotted equity share capital of the following:

Name of undertaking	Country of registration and incorporation	Class of share capital held	Proportion held by		Nature of business
			Parent company	Group	
Subsidiary undertakings:					
Cotswold Camping Limited	United Kingdom	Ordinary	100%	-	Dormant
AS Adventure UK Limited	United Kingdom	Ordinary	100%	-	Retail of outdoor pursuit clothing and equipment

During the 52 weeks ended 30 December 2001 the company purchased the entire share capital of AS Adventure UK Limited, a dormant company, from its subsidiary Cotswold Camping Limited for consideration of £1.

COTSWOLD OUTDOOR LIMITED AND ITS SUBSIDIARY UNDERTAKINGS

NOTES TO THE FINANCIAL STATEMENTS

For the 52 weeks ended 30 December 2001

9 STOCKS

	30 December 2001 £'000	Group 31 December 2000 £'000	30 December 2001 £'000	Company 31 December 2000 £'000
Goods for resale	2,788	2,319	2,489	2,319
Non trading stock	11	9	10	9
	<u>2,799</u>	<u>2,328</u>	<u>2,499</u>	<u>2,328</u>

10 DEBTORS

	30 December 2001 £'000	Group 31 December 2000 £'000	30 December 2001 £'000	Company 31 December 2000 £'000
Trade debtors	255	322	255	322
Amounts owed by group undertakings	-	-	710	-
Other debtors	63	-	63	-
Prepayments and accrued income	294	296	261	301
	<u>612</u>	<u>618</u>	<u>1,289</u>	<u>623</u>

Included above are the following amounts which are due after more than one year:

	30 December 2001 £'000	Company 31 December 2000 £'000
Amounts owed by group undertakings	<u>710</u>	<u>-</u>

COTSWOLD OUTDOOR LIMITED AND ITS SUBSIDIARY UNDERTAKINGS

NOTES TO THE FINANCIAL STATEMENTS

For the 52 weeks ended 30 December 2001

11 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30 December 2001 £'000	Group 31 December 2000 £'000	30 December 2001 £'000	Company 31 December 2000 £'000
Bank overdraft	-	158	-	158
Trade creditors	1,480	1,521	1,480	1,521
Amounts owed to group undertakings	112	-	112	-
Social security and other taxes	834	280	834	280
Other creditors	58	-	58	-
Accruals	500	1,162	387	1,162
Amounts due under finance leases	13	15	13	15
	<u>2,997</u>	<u>3,136</u>	<u>2,884</u>	<u>3,136</u>

The bank overdraft is secured by a fixed and floating charge over all of the assets of the company and the group.

12 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	30 December 2001 £'000	Group 31 December 2000 £'000	30 December 2001 £'000	Company 31 December 2000 £'000
Amounts owed to group undertakings	334	329	335	1,676
Amounts due under finance leases	15	16	15	16
	<u>349</u>	<u>345</u>	<u>350</u>	<u>1,692</u>

COTSWOLD OUTDOOR LIMITED AND ITS SUBSIDIARY UNDERTAKINGS

NOTES TO THE FINANCIAL STATEMENTS

For the 52 weeks ended 30 December 2001

13 BORROWINGS

Borrowings are repayable as follows:

	30 December 2001 £'000	Group 31 December 2000 £'000
Within one year		
Bank and other borrowings	-	158
Finance leases	13	15
After one and within two years		
Finance leases	11	9
After two and within five years		
Finance leases	4	7
	<u>28</u>	<u>189</u>

14 PROVISION FOR LIABILITIES AND CHARGES

Group and company

	Other provisions £
Provided during the period	90
At 30 December 2001	<u>90</u>

Included in other provisions are the following amounts: £40,000 (2000: £nil) relating to commitments under leasehold agreements, public liability claims totalling £35,000 (2000: £nil), and other provisions totalling £15,000 (2000: £nil). All of these provisions are expected to be utilised during the coming period.

15 SHARE CAPITAL

	30 December 2001 £'000	31 December 2000 £'000
Authorised		
567,500,000 ordinary shares of 1p each	<u>5,675</u>	<u>5,675</u>
Allotted, called up and fully paid		
362,569,578 ordinary shares of 1p each	<u>3,626</u>	<u>3,626</u>

COTSWOLD OUTDOOR LIMITED AND ITS SUBSIDIARY UNDERTAKINGS

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For the 52 weeks ended 30 December 2001

16 RESERVES

Group	Profit and loss account £'000
At 1 January 2001	7
Retained profit for the period	113
At 30 December 2001	<u>120</u>
Company	Profit and loss account £'000
At 1 January 2001	7
Retained profit for the period	127
At 30 December 2001	<u>134</u>

17 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	30 December 2001 £'000	31 December 2000 £'000
Profit for the financial period	113	(304)
Issue of shares	-	10,563
Net increase in shareholders' funds	113	10,259
Shareholders' funds at 1 January 2001	3,633	(6,626)
Shareholders' funds at 30 December 2001	<u>3,746</u>	<u>3,633</u>

COTSWOLD OUTDOOR LIMITED AND ITS SUBSIDIARY UNDERTAKINGS

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For the 52 weeks ended 30 December 2001

18 NET CASH INFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES

	30 December 2001 £'000	31 December 2000 £'000
Operating profit/(loss)	143	(23)
Depreciation and amortisation	612	490
Profit on sale of tangible fixed assets	(7)	(5)
(Increase)/decrease in stocks	(471)	254
Decrease in debtors	6	145
Increase/(decrease) in creditors	109	(1,133)
Net cash inflow/(outflow) from continuing operating activities	392	(272)

19 RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET DEBT

	30 December 2001 £'000	31 December 2000 £'000
Increase in cash in the period	157	105
Cash outflow from financing in the period	-	8,192
Cash outflow from finance leases in the period	24	54
Change in net debt resulting from cashflows	181	8,351
Inception of finance leases	(21)	-
Movement in net debt in the period	160	8,351
Net debt at 1 January 2001	(177)	(8,528)
Net debt at 30 December 2001	(17)	(177)

20 ANALYSIS OF CHANGES IN NET DEBT

	At 1 January 2001 £'000	Cashflow £'000	Non-cash items £	At 30 December 2001 £'000
Cash in hand and at bank	12	(1)	-	11
Overdrafts	(158)	158	-	-
Finance leases	(31)	24	(21)	(28)
	(177)	181	(21)	(17)

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For the 52 weeks ended 30 December 2001

21 CAPITAL COMMITMENTS

Neither the group nor the company had any capital commitments at 30 December 2001 or 31 December 2000.

22 CONTINGENT LIABILITIES

There were no contingent liabilities at 30 December 2001 or 31 December 2000 except for a guarantee with HM Customs and Exise for a maximum liability of £60,000 (31 December 2000: £30,000).

23 LEASING COMMITMENTS

Operating lease payments amounting to £841,000 (2000: £808,000) are due within one year. The leases to which these amounts relate expire as follows:

	2001 Land and buildings £	2001 Other £	2000 Land and buildings £	2000 Other £
In one year or less	-	114	-	56
Between one and five years	-	46	-	81
In five years or more	681	-	671	-
	<u>681</u>	<u>160</u>	<u>671</u>	<u>137</u>

24 RETIREMENT BENEFITS

Defined Contribution Pension Scheme

The group operates two defined contribution pension schemes for the benefit of the employees and two defined contribution pension schemes for the benefit of the management and the directors. The assets of the schemes are administered by trustees in a fund independent from those of the group.

25 RELATED PARTY TRANSACTIONS

As a wholly owned subsidiary of A.S. Lathouwers NV the company is exempt from the requirements of FRS 8: Related Party Transactions to disclose transactions with other members of the group headed by A.S. Lathouwers NV.

During the period N D Evans invoiced the company £39,996 (44 weeks ended 31 December 2000: £30,000) for services as a non-executive director of the company.

COTSWOLD OUTDOOR LIMITED AND ITS SUBSIDIARY UNDERTAKINGS

NOTES TO THE FINANCIAL STATEMENTS

For the 52 weeks ended 30 December 2001

26 ULTIMATE PARENT UNDERTAKING AND CONTROLLING RELATED PARTY

A.S. Lathouwers NV is this company's controlling related party by virtue of its 100% holding of the issued share capital of the company. The ultimate controlling related parties are Mitiska NV and Emiel Lathouwers as a result of their holding 50% each of the share capital of A.S. Lathouwers NV.

The largest group of undertakings for which group accounts have been drawn up is that headed by Mitiska NV which is incorporated in Belgium and the smallest such group of undertakings, including this company, is that headed by A.S. Lathouwers NV which is incorporated in Belgium. Copies of the group accounts can be obtained at Mitiska NV, Industrielan 23, 1740 Ternat, Brussels, Belgium..