

CRANLEY LIMITED
FINANCIAL STATEMENTS
30 NOVEMBER 1999

Registered number: 03517404



LANGLEY STUTTARD & CO
REGISTERED AUDITOR
Lancashire

CRANLEY LIMITED
FINANCIAL STATEMENTS
for the year ended 30 November 1999

CONTENTS

| | Page |
|---|-------|
| Company information | 1 |
| Directors' report | 2 |
| Statement of directors' responsibilities | 3 |
| Auditors' report | 4 |
| Profit and loss account | 5 |
| Balance sheet | 6 |
| Notes | 7 - 9 |

The following page does not form part of the statutory accounts

| | |
|---|------------|
| Detailed trading and profit and loss account | Appendix 1 |
|---|------------|

CRANLEY LIMITED**COMPANY INFORMATION****30 November 1999**

| | |
|-------------------|---|
| INCORPORATED | In England on 4 March 1998 |
| NUMBER | 03517404 |
| CHAIRMAN | Mr BJ Christopher |
| OTHER DIRECTORS | Mrs BR Christopher Mr R R E Christopher |
| SECRETARY | Mr RRE Christopher |
| REGISTERED OFFICE | 11 Acresbrook Road Higham Burnley Lancashire |
| BANKERS | Barclays Bank 72/8 St James Street Burnley Lancashire |
| AUDITORS | Langley Stuttard & Co Chartered Accountants 66 Bank Parade Burnley Lancashire BB11 1EE |

CRANLEY LIMITED**DIRECTORS' REPORT****30 November 1999**

The directors present their report and the audited financial statements for the year ended 30 November 1999.

Principal activity

The principal activity of the company is that of a holding company.

Directors

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

| | 30 November 1999 | 1 December 1998 |
|---|----------------------------|----------------------------|
| | Ordinary shares | Ordinary shares |
| Mr BJ Christopher | 19 | - |
| Mrs BR Christopher | 19 | 19 |
| Mr R R E Christopher (appointed 22/12/99) | 8 | 8 |

Auditors

Langley Stuttard & Co have agreed to offer themselves for re-appointment as auditors of the company.

Small company rules

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

This report was approved by the board on 25/8/00 and signed on its behalf

R. Christopher

RRE Christopher
Secretary
11 Acresbrook Road
Higham
Burnley
Lancashire

CRANLEY LIMITED

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 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.

Signed on behalf of the board

25/8/00
R. Christopher

R R E Christopher
Secretary

CRANLEY LIMITED**AUDITORS' REPORT****Auditors' report to the members of****Cranley Limited**

We have audited the financial statements on pages 5 to 9 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000), under the historical cost convention and the accounting policies set out on page 7.

Respective responsibilities of directors and auditors

As described on page 3, the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.


Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error or other irregularity. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 30 November 1999 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Langley Stuttard & Co
Registered Auditor
Chartered Accountants
66 Bank Parade
Burnley

25 August 2000

CRANLEY LIMITED

PROFIT AND LOSS ACCOUNT

for the year ended 30 November 1999

| | Note | 1999 £ | £ |
|--|------|-----------|----------|
| Net operating expenses | | | |
| Administrative expenses | | (956) | (329) |
| Other operating income | | 36,000 | 27,000 |
| Operating profit | 2 | 35,044 | 26,671 |
| Interest payable | | - | (318) |
| Profit on ordinary activities before taxation | | 35,044 | 26,353 |
| Taxation | | - | - |
| Profit on ordinary activities after taxation | | 35,044 | 26,353 |
| Dividends | 3 | (36,000) | (27,000) |
| Retained loss for the year | 8 | (956) | (647) |
| Retained loss brought forward | | (647) | - |
| Retained loss carried forward | | (1,603) | (647) |

The notes on pages 7 - 9 form part of these financial statements

CRANLEY LIMITED

BALANCE SHEET

at 30 November 1999

| | Note | £ | 1999 £ | £ | 1998 £ |
|--|------|---------------|-----------------|--------------|-----------------|
| Fixed assets | | | | | |
| Investments | 4 | | 78,875 | | 20,183 |
| | | | <u>78,875</u> | | <u>20,183</u> |
| Current assets | | | | | |
| Debtors | 5 | 25,553 | | 3,750 | |
| | | <u>25,553</u> | | <u>3,750</u> | |
| Creditors: amounts falling due within one year | 6 | (105,931) | | (24,480) | |
| Net current liabilities | | | <u>(80,378)</u> | | <u>(20,730)</u> |
| Total assets less current liabilities | | | <u>(1,503)</u> | | <u>(547)</u> |
| Capital and reserves | | | | | |
| Called up share capital | 7 | | 100 | | 100 |
| Profit and loss account | 8 | | (1,603) | | (647) |
| Total shareholders' funds | | | <u>(1,503)</u> | | <u>(547)</u> |

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and were approved by the board on 25/8/00 and signed on its behalf.

R. Christopher

R R E Christopher
Director

The notes on pages 7 - 9 form part of these financial statements

CRANLEY LIMITED

NOTES ON FINANCIAL STATEMENTS

30 November 1999

1 Accounting policies

Basis of accounting

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

The financial statements have also been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

The company has taken advantage of the exemption from preparing a cash flow statement on the grounds that it qualifies as a small company under the Companies Act 1985.

Turnover

Turnover represents the amount derived from the provision of goods and services after deduction of trade discounts and value added tax.

Deferred taxation

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

2 Operating profit

| | 1999 | |
|--|-------------------|-------------------|
| | £ | £ |
| Operating profit is stated after charging: | | |
| Auditors' remuneration | 458 | 329 |
| | <u> </u> | <u> </u> |

3 Dividends

| | 1999 | |
|---------------------------|-------------------|-------------------|
| | £ | £ |
| Equity - ordinary/interim | 36,000 | 27,000 |
| | <u> </u> | <u> </u> |

CRANLEY LIMITED

NOTES ON FINANCIAL STATEMENTS

30 November 1999

4 Fixed asset investments

| | Investments other than loans £ |
|-----------------------------|---|
| Cost | |
| 1 December 1998 | 20,233 |
| Additions | 58,692 |
| 30 November 1999 | <u>78,925</u> |
| Amounts provided for | |
| 1 December 1998 | 50 |
| 30 November 1999 | <u>50</u> |
| Net book amount | |
| 30 November 1999 | <u><u>78,875</u></u> |
| 1 December 1998 | <u><u>20,183</u></u> |

The additions consisted of £58,400 £1 preference shares in Greymount Properties Limited plus £292 stamp duty

The company's investment in the shares of its subsidiary companies is detailed below

| | Holding | Registered | Principal activity |
|------------------------------|---------|------------|----------------------|
| Greymount Properties Limited | 100.00% | England | Accommodation |
| Highway (Burnley) Limited | 100.00% | England | Provision of care |
| PC Systems (Burnley) Limited | 99.75% | England | Computer retailer |
| Simtrac Limited | 80.00% | England | Provision of care |
| Tanis Developments Limited | 100.00% | England | Property development |

At 30 November 1998 the results of the subsidiary companies were as follows

| | Aggregate share capital and reserves £ | Retained profit/(loss) for the year £ | Inter group dividend paid £ |
|------------------------------|---|--|-----------------------------------|
| Greymount Properties Limited | 354,187 | 62,856 | - |
| Highway (Burnley) Limited | (58,195) | (41,004) | 36,000 |
| PC Systems (Burnley) Limited | (49,065) | 4,732 | - |
| Simtrac Limited | (57,876) | (5,351) | - |
| Tanis Developments Limited | (20,635) | 2,733 | - |

The company is not required to prepare group financial statements as it has taken advantage of the exemptions available under s248 of the Companies Act 1985.

All the overdrafts and loans within the group are secured by cross guarantees and debentures between all the companies in the group.

CRANLEY LIMITED

NOTES ON FINANCIAL STATEMENTS

30 November 1999

5 Debtors

| | 1999 | |
|---|---------------|--------------|
| | £ | £ |
| Amounts falling due within one year | | |
| Amounts owed by group undertakings and undertakings in which the company has a participating interest | 25,553 | 3,750 |
| | <u>25,553</u> | <u>3,750</u> |

6 Creditors: amounts falling due within one year

| | 1999 | |
|---|----------------|---------------|
| | £ | £ |
| Amounts owed to group undertakings and undertakings in which the company has a participating interest | 83,331 | 1,151 |
| Other creditors | 22,600 | 23,329 |
| | <u>105,931</u> | <u>24,480</u> |

7 Called up share capital

| | 1999 | | | |
|---|------------------|--------------|------------------|--------------|
| | Number of shares | £ | Number of shares | £ |
| Authorised | | | | |
| A Ordinary shares of £1 each | 2,500 | 2,500 | 2,500 | 2,500 |
| B Ordinary shares of £1 each | 2,500 | 2,500 | 2,500 | 2,500 |
| C Ordinary shares of £1 each | 2,500 | 2,500 | 2,500 | 2,500 |
| D Ordinary shares of £1 each | 2,500 | 2,500 | 2,500 | 2,500 |
| | <u>2,500</u> | <u>2,500</u> | <u>2,500</u> | <u>2,500</u> |
| Allotted, called up and fully paid | | | | |
| A Ordinary shares of £1 each | 38 | 38 | 38 | 38 |
| B Ordinary shares of £1 each | 24 | 24 | 24 | 24 |
| C Ordinary shares of £1 each | 19 | 19 | 19 | 19 |
| D Ordinary shares of £1 each | 19 | 19 | 19 | 19 |
| | <u>100</u> | <u>100</u> | <u>100</u> | <u>100</u> |