

GUILFOYLE, SAGE & CO.

Chartered Accountants

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AND RETURN

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REGISTRAR

TAKEN BY HAND
30 APR 2003
TO REGISTRAR

Report of the Director and

Financial Statements for the Year Ended 30 June 2002

for

Financial Planning (Wales) Limited



Financial Planning (Wales) Limited

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for the Year Ended 30 June 2002**

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Financial Planning (Wales) Limited

**Company Information
for the Year Ended 30 June 2002**

DIRECTOR: A T Coombs

SECRETARY: A J Chorley

REGISTERED OFFICE: 62 Cathedral Road
Cardiff
CF11 9LL

REGISTERED NUMBER: 03663826 (England and Wales)

AUDITORS: Guilfoyle Sage, & Co.
Registered Auditor
Chartered Accountants
21 Gold Tops
Newport
South Wales
NP20 4PG

Financial Planning (Wales) Limited

Report of the Director for the Year Ended 30 June 2002

The director presents his report with the financial statements of the company for the year ended 30 June 2002.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of independent financial advisers.

REVIEW OF BUSINESS

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

For its second year of trading the company's profit and loss account, detailed on page 6, shows a net profit before tax in the sum of £42,054.

The company's balance sheet, detailed on page 7, shows a satisfactory position with shareholders funds in the sum of £35,647.

DIVIDENDS

An interim dividend of 1.584 per share on the Ordinary B £1 shares was paid on 30 June 2002. The director recommends that no final dividend be paid on these shares.

No interim dividend was paid on the Ordinary A £1 shares. The director recommends that no final dividend be paid on these shares.

The total distribution of dividends for the year ended 30 June 2002 will be £16,000.

DIRECTOR

A T Coombs was the sole director during the year under review.

His beneficial interest in the issued share capital of the company was as follows:

	30.6.02	1.7.01
Ordinary B £1 shares	10,100	10,100
Ordinary A £1 shares	-	-

COMPANY'S POLICY ON PAYMENT OF CREDITORS

The company's policy is to comply with terms of payment negotiated with suppliers. Where payment terms are not negotiated the company will endeavor to comply with suppliers' standard terms. The company had no trade creditors at the year end.

STATEMENT OF DIRECTOR'S RESPONSIBILITIES

Company law requires the director 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 director is 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.

Financial Planning (Wales) Limited

**Report of the Director
for the Year Ended 30 June 2002**

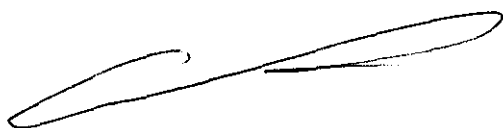
STATEMENT OF DIRECTOR'S RESPONSIBILITIES - continued

The director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the financial statements comply with the Companies Act 1985. He is 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.

AUDITORS

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

ON BEHALF OF THE BOARD:



.....
- DIRECTOR

Dated: 27.7.02

Financial Planning (Wales) Limited

Report of the Independent Auditors to the Shareholders of Financial Planning (Wales) Limited

We have audited the financial statements of Financial Planning (Wales) Limited for the year ended 30 June 2002 on pages six to fifteen. These financial statements have been prepared under the historical cost convention 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 director and auditors

As described on page three the company's director is 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 Director 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 director's remuneration and transactions with the company is not disclosed.

We read the Report of the Director 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 director 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.

Financial Planning (Wales) Limited

**Report of the Independent Auditors to the Shareholders of
Financial Planning (Wales) Limited**

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 2002 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Guilfoyle Sage, & Co.
Registered Auditor
Chartered Accountants
21 Gold Tops
Newport
South Wales
NP20 4PG

Dated: 29 April 2003

Financial Planning (Wales) Limited

**Profit and Loss Account
for the Year Ended 30 June 2002**

		30.6.02	30.6.01
	Notes	£	£
TURNOVER		131,326	82,797
Cost of sales		33,886	8,357
GROSS PROFIT		97,440	74,440
Administrative expenses		56,464	36,415
OPERATING PROFIT	3	40,976	38,025
Interest receivable and similar income		1,078	377
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		42,054	38,402
Tax on profit on ordinary activities	4	8,613	7,306
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		33,441	31,096
Dividends	5	16,000	23,000
		17,441	8,096
Retained profit brought forward		8,096	-
RETAINED PROFIT CARRIED FORWARD		<u>£25,537</u>	<u>£8,096</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 profits for the current and previous years.

Financial Planning (Wales) Limited

Balance Sheet 30 June 2002

		30.6.02		30.6.01	
	Notes	£	£	£	£
FIXED ASSETS:					
Intangible assets	6		8,100		-
Tangible assets	7		7,612		3,370
			<u>15,712</u>		<u>3,370</u>
CURRENT ASSETS:					
Debtors	8	2,223		8,901	
Cash at bank and in hand		<u>41,320</u>		<u>25,916</u>	
		43,543		34,817	
CREDITORS: Amounts falling due within one year	9	<u>23,271</u>		<u>19,317</u>	
NET CURRENT ASSETS:			<u>20,272</u>		<u>15,500</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			35,984		18,870
PROVISIONS FOR LIABILITIES AND CHARGES:	10		337		674
			<u>£35,647</u>		<u>£18,196</u>
CAPITAL AND RESERVES:					
Called up share capital	11		10,110		10,100
Profit and loss account			<u>25,537</u>		<u>8,096</u>
SHAREHOLDERS' FUNDS:	13		<u>£35,647</u>		<u>£18,196</u>

ON BEHALF OF THE BOARD:



- DIRECTOR

Approved by the Board on 24/4/03

Financial Planning (Wales) Limited

**Cash Flow Statement
for the Year Ended 30 June 2002**

		30.6.02	30.6.01
	Notes	£	£
Net cash inflow from operating activities	1	53,657	43,492
Returns on investments and servicing of finance	2	1,078	377
Taxation		(6,670)	-
Capital expenditure	2	(16,900)	(5,053)
Equity dividends paid		(16,000)	(23,000)
		<u>15,165</u>	<u>15,816</u>
Financing	2	239	-
Increase in cash in the period		<u><u>£15,404</u></u>	<u><u>£15,816</u></u>
<hr/>			
Reconciliation of net cash flow to movement in net funds	3		
Increase in cash in the period		<u>15,404</u>	<u>15,816</u>
Change in net funds resulting from cash flows		<u>15,404</u>	<u>15,816</u>
Movement in net funds in the period		<u>15,404</u>	<u>15,816</u>
Net funds at 1 July		<u>25,916</u>	<u>10,100</u>
Net funds at 30 June		<u><u>£41,320</u></u>	<u><u>£25,916</u></u>

The notes form part of these financial statements

Financial Planning (Wales) Limited

**Notes to the Cash Flow Statement
for the Year Ended 30 June 2002**

1. RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	30.6.02 £	30.6.01 £
Operating profit	40,976	38,025
Depreciation charges	4,558	1,683
Decrease/(Increase) in debtors	6,678	(8,901)
Increase in creditors	1,445	12,685
	<u> </u>	<u> </u>
Net cash inflow from operating activities	<u><u>53,657</u></u>	<u><u>43,492</u></u>

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

	30.6.02 £	30.6.01 £
Returns on investments and servicing of finance		
Interest received	<u>1,078</u>	<u>377</u>
	<u> </u>	<u> </u>
Net cash inflow for returns on investments and servicing of finance	<u><u>1,078</u></u>	<u><u>377</u></u>
Capital expenditure		
Purchase of intangible fixed assets	(9,000)	-
Purchase of tangible fixed assets	<u>(7,900)</u>	<u>(5,053)</u>
	<u> </u>	<u> </u>
Net cash outflow for capital expenditure	<u><u>(16,900)</u></u>	<u><u>(5,053)</u></u>
Financing		
Amount introduced by directors	229	-
Cash receipt re share issue	<u>10</u>	<u>-</u>
	<u> </u>	<u> </u>
Net cash inflow from financing	<u><u>239</u></u>	<u><u>-</u></u>

Financial Planning (Wales) Limited

**Notes to the Cash Flow Statement
for the Year Ended 30 June 2002**

3. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.7.01 £	Cash flow £	At 30.6.02 £
Net cash:			
Cash at bank and in hand	25,916	15,404	41,320
	<u>25,916</u>	<u>15,404</u>	<u>41,320</u>
Total	<u>25,916</u>	<u>15,404</u>	<u>41,320</u>
Analysed in Balance Sheet			
Cash at bank and in hand	25,916		41,320
	<u>25,916</u>		<u>41,320</u>

The notes form part of these financial statements

Financial Planning (Wales) Limited

Notes to the Financial Statements for the Year Ended 30 June 2002

1. ACCOUNTING POLICIES

Accounting convention

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

Turnover

Turnover represents the provision of services and receipt of commissions net of clawbacks and excluding value added tax.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2002, is being written off evenly over its estimated useful life of ten years.

Tangible fixed assets

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

Motor vehicles	- 25% on cost
Computer equipment	- 33% on cost

Deferred tax

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

2. STAFF COSTS

	30.6.02	30.6.01
	£	£
Wages and salaries	28,068	22,631
Social security costs	1,376	-
	<u>29,444</u>	<u>22,631</u>

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

	30.6.02	30.6.01
Directors	1	1
Consultants	2	2
Administrative	3	3
	<u>6</u>	<u>6</u>

Financial Planning (Wales) Limited

Notes to the Financial Statements for the Year Ended 30 June 2002

3. OPERATING PROFIT

The operating profit is stated after charging:

	30.6.02	30.6.01
	£	£
Depreciation - owned assets	3,658	1,683
Goodwill written off	900	-
Auditors' remuneration	987	940
	<u> </u>	<u> </u>
Directors' emoluments	400	-
	<u> </u>	<u> </u>

4. TAXATION

Analysis of the tax charge

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

	30.6.02	30.6.01
	£	£
Current tax:		
UK corporation tax	8,950	6,632
Deferred tax:		
Accelerated capital allowances	(337)	674
	<u> </u>	<u> </u>
Tax on profit on ordinary activities	8,613	7,306
	<u> </u>	<u> </u>

UK corporation tax has been charged at 20% (2001 - 20%).

5. DIVIDENDS

	30.6.02	30.6.01
	£	£
Equity shares:		
10,100 Ordinary B shares of £1 each		
Interim	16,000	23,000
	<u> </u>	<u> </u>
	16,000	23,000
	<u> </u>	<u> </u>

Financial Planning (Wales) Limited

**Notes to the Financial Statements
for the Year Ended 30 June 2002**

6. INTANGIBLE FIXED ASSETS

	Goodwill
	£
COST:	
Additions	9,000
At 30 June 2002	<u>9,000</u>
AMORTISATION:	
Charge for year	900
At 30 June 2002	<u>900</u>
NET BOOK VALUE:	
At 30 June 2002	<u><u>8,100</u></u>

7. TANGIBLE FIXED ASSETS

	Motor vehicles	Computer equipment	Totals
	£	£	£
COST:			
At 1 July 2001	-	5,053	5,053
Additions	7,900	-	7,900
At 30 June 2002	<u>7,900</u>	<u>5,053</u>	<u>12,953</u>
DEPRECIATION:			
At 1 July 2001	-	1,683	1,683
Charge for year	1,975	1,683	3,658
At 30 June 2002	<u>1,975</u>	<u>3,366</u>	<u>5,341</u>
NET BOOK VALUE:			
At 30 June 2002	<u><u>5,925</u></u>	<u><u>1,687</u></u>	<u><u>7,612</u></u>
At 30 June 2001	<u><u>-</u></u>	<u><u>3,370</u></u>	<u><u>3,370</u></u>

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

	30.6.02	30.6.01
	£	£
Trade debtors	<u><u>2,223</u></u>	<u><u>8,901</u></u>

Financial Planning (Wales) Limited

Notes to the Financial Statements for the Year Ended 30 June 2002

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30.6.02	30.6.01
	£	£
Directors current accounts	229	-
Clawback provision	6,558	6,713
Social security & other taxes	2,380	386
Taxation	8,912	6,632
Accrued expenses	5,192	5,586
	<u>23,271</u>	<u>19,317</u>

10. PROVISIONS FOR LIABILITIES AND CHARGES

	30.6.02	30.6.01
	£	£
Deferred taxation	<u>337</u>	<u>674</u>
	Deferred tax	
	£	
Balance at 1 July 2001	674	
From profit and loss account	(337)	
	<u>337</u>	
Balance at 30 June 2002	<u>337</u>	

11. CALLED UP SHARE CAPITAL

Authorised:

Number:	Class:	Nominal value:	30.6.02	30.6.01
			£	£
10,990	Ordinary B	£1	10,990	11,000
(30.6.01 - 11,000)				
10	Ordinary A	£1	10	-
			<u>11,000</u>	<u>11,000</u>

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	30.6.02	30.6.01
			£	£
10,100	Ordinary B	£1	10,100	10,100
10	Ordinary A	£1	10	-
			<u>10,110</u>	<u>10,100</u>

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

10 Ordinary A shares of £1 each

Financial Planning (Wales) Limited

Notes to the Financial Statements for the Year Ended 30 June 2002

12. RELATED PARTY DISCLOSURES

Included in creditors is an amount owed to A T Coombs, a director of the company, in the sum of £229.

13. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	30.6.02	30.6.01
	£	£
Profit for the financial year	33,441	31,096
Dividends	(16,000)	(23,000)
	<hr/>	<hr/>
Issue of share capital	17,441	8,096
	10	-
	<hr/>	<hr/>
Net addition to shareholders' funds	17,451	8,096
Opening shareholders' funds	18,196	10,100
	<hr/>	<hr/>
Closing shareholders' funds	<u>35,647</u>	<u>18,196</u>
	<hr/>	<hr/>
Equity interests	<u>35,647</u>	<u>18,196</u>

14. CONTROLLING PARTY

The company is under the control of A T Coombs who owns the majority of the issued share capital.