

**COLT HOLDINGS LIMITED**

**ABBREVIATED FINANCIAL STATEMENTS AND REPORTS**

**FOR THE PERIOD ENDED 31<sup>st</sup> DECEMBER, 2000**

**Company No. 3855700**



**COLT HOLDINGS LIMITED**  
**REPORT OF THE DIRECTORS**  
**FOR THE PERIOD ENDED 31<sup>st</sup> DECEMBER, 2000**

The directors present their report and the audited accounts for the period ended 31<sup>st</sup> December, 2000.

**Incorporation**

The company was incorporated on 8<sup>th</sup> October, 1999.

**Principal Activities**

The principal activities of the company are those of a holding company and property investment company.

**Accounts and State of Affairs**

Details of the results for the period are set out in the attached statements and reports.

The directors consider the state of affairs of the company to be satisfactory.

**Dividends**

No dividends were paid during the period.

**Fixed Assets**

The changes in fixed assets during the period are summarised in notes 5 and 6 to the accounts.

**Directors**

The table below shows the directors of the company during the financial period and their interest in the company's shares.

	<b>£1 Ordinary Shares</b>
	<b>2000</b>
George Telford	30,000
Glenn Telford	8,000
Ian Telford	8,000

**Auditors**

A resolution to re-appoint Messrs. Dutton Moore as auditors will be put to the members at the Annual General Meeting in accordance with Section 384 of the Companies Act 1985.

BY ORDER OF THE BOARD

  
A.C. WARVILL  
SECRETARY

HULL  
28<sup>th</sup> MARCH, 2001

**AUDITORS' REPORT TO**  
**COLT HOLDINGS LIMITED**  
**UNDER SECTION 247B**  
**OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts set out on pages 3 to 11, together with the financial statements of the company for the year ended 31<sup>st</sup> December, 2000 prepared under section 226 of the Companies Act 1985.

**Respective responsibilities of directors and auditors**

The directors are responsible for preparing the abbreviated accounts in accordance with Section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A (3) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with that provision and to report our opinion to you.

**Basis of Opinion**

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the full financial statements.

**Opinion**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A (3) of the Companies Act 1985, and the abbreviated accounts on pages 3 to 11 are properly prepared in accordance with that provision.

  
DUTTON MOORE

CHARTERED ACCOUNTANTS  
AND REGISTERED AUDITORS

HULL  
30<sup>th</sup> MARCH, 2001

**COLT HOLDINGS LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**FOR THE PERIOD ENDED 31<sup>st</sup> DECEMBER, 2000**

	Notes	2000
Administrative Expenses		(355)
Other Operating Income	2	51,692
		<hr/>
Operating Profit		51,337
Income from Shares in Group Undertaking		350,000
Interest Payable	3	(51,206)
		<hr/>
<b>Profit on Ordinary Activities, before Taxation</b>		350,131
Tax on Profit on Ordinary Activities	4	-
		<hr/>
<b>Retained Profit for the Financial Period</b>		<b>£350,131</b>
		<hr/>

All of the activities undertaken by the company during 2000 are continuing activities.

The company has no recognised gains or losses for 2000 other than those included in the profit and loss account, therefore no separate statement of total recognised gains and losses is required.

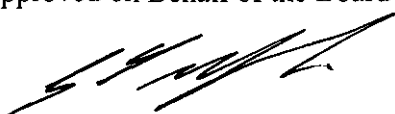
# COLT HOLDINGS LIMITED

## BALANCE SHEET AS AT 31<sup>st</sup> DECEMBER, 2000

	Notes	2000
<b>FIXED ASSETS</b>		
Tangible Assets	5	950,630
Investments	6	2,010,000
		<hr/>
		2,960,630
<b>CURRENT ASSETS</b>		
Debtors	7	166,360
<b>CREDITORS: amounts falling due within one year</b>	8	(978,337)
Net Current Liabilities		<hr/>
		(811,977)
		<hr/>
Total Assets less Current Liabilities		2,148,653
<b>CREDITORS: amounts falling due after more than one year</b>	8	(558,522)
		<hr/>
		£1,590,131
		<hr/>
<b>CAPITAL AND RESERVES</b>		
Called Up Share Capital	9	62,000
Share Premium Account	10	1,178,000
Profit and Loss Account		350,131
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Shareholders' Funds	13	£1,590,131
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The abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the companies Act 1985 relating to medium-sized companies.

Approved on Behalf of the Board



GEORGE TELFORD  
Director

Dated: 28<sup>th</sup> March, 2001

**COLT HOLDINGS LIMITED****CASH FLOW STATEMENT****FOR THE PERIOD ENDED 31<sup>st</sup> DECEMBER, 2000**

	<b>Notes</b>	<b>2000</b>
Net Cash Flow from Operating Activities	15a	713,139
Dividends from Group Undertaking		350,000
Return on Investments and Servicing of Finance	15b	(51,206)
Capital Expenditure and Financial Investment	15b	(2,960,630)
Financing	15b	1,948,697
Change in Cash in Period		<u>£ -</u>

**RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET DEBT**

Change in Cash in Period		-
Cash Inflow from Increase in Bank Loans		(343,897)
Cash Inflow from Increase in Other Loan		(364,800)
Movement in Net Debt in Period		<u>(708,697)</u>
Net Debt at 8 <sup>th</sup> October, 1999		-
Net Debt at 31 <sup>st</sup> December, 2000	15c	<u>£(708,697)</u>

# COLT HOLDINGS LIMITED

## NOTES TO THE ACCOUNTS

FOR THE PERIOD ENDED 31<sup>st</sup> DECEMBER, 2000

### 1. Principal Accounting Policies:-

The financial statements have been prepared in accordance with applicable Accounting Standards in the United Kingdom. A summary of the more important accounting policies, which have been applied consistently, is set out below.

#### Basis of Accounting

- a) **Accounts** have been prepared under the historical cost convention.
- b) **Trading Profit** includes all normal operating profits, less losses, for the period.
- c) **Investment Properties** are included at a valuation. In accordance with SSAP 19, investment properties are revalued annually and the aggregate surplus or deficit is transferred to a revaluation reserve.
- d) **Fixed Asset Investments** are stated at cost less provision for any permanent diminution in value.
- e) **Deferred Tax** is provided in full in relation to Accelerated Capital Allowances. No other provisions are made except where, in the opinion of the directors, the timing differences will crystallise in the foreseeable future.
- f) **Consolidated Accounts**  
Advantage has been taken of the exemption conferred by the Companies Act 1985 not to prepare group accounts. The financial statements deal with the affairs of the parent company and do not deal with its group.

### 2. Other Operating Income 2000

Management Charges Receivable	£51,692
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£51,692

### 3. Interest Payable

Bank Interest	23,846
Other Loan Interest	27,360

£51,206

### 4. Tax on Profit on Ordinary Activities

Corporation Tax on adjusted profits for the period at 20%	£Nil
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£Nil

**COLT HOLDINGS LIMITED**

**NOTES TO THE ACCOUNTS (CONTINUED)**

**5. Tangible Fixed Assets**

	<b>Freehold Investment Properties</b>
<b>Valuation</b>	
Additions during the period and at 31 <sup>st</sup> December, 2000	£950,630
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<b>Net Book Value</b>	
At 31 <sup>st</sup> December, 2000	£950,630
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The freehold investment properties were valued on the basis of open market value at 31<sup>st</sup> December, 2000 by the directors. The valuation was equivalent to the cost incurred in acquiring the properties during the year.

**6. Investments**

	<b>Group Undertakings</b>
<b>Cost</b>	
At 8 <sup>th</sup> October, 1999	-
Additions	2,010,000
	<hr/>
At 31 <sup>st</sup> December, 2000	£2,010,000
	<hr/>
<b>Amounts Written Off</b>	
At 8 <sup>th</sup> October, 1999 and at 31 <sup>st</sup> December, 2000	£Nil
	<hr/>
<b>Net Book Value</b>	
At 31 <sup>st</sup> December, 2000	£2,010,000
	<hr/>

This comprises:

<b>Name</b>	<b>Country of Registration and Operation</b>	<b>Share Capital</b>	<b>Proportion Held</b>	<b>Nature of Business</b>
Colt Industrial Services Limited	England	Ordinary	100%	Industrial Services

Colt Industrial Services Limited had capital and reserves of £1,550,990 at 31<sup>st</sup> December, 2000 and made a profit for the year of £38,627.



**COLT HOLDINGS LIMITED****NOTES TO THE ACCOUNTS (CONTINUED)****7. Debtors****2000**

Other Debtors	£166,360
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**8. Creditors: amounts falling due within one year**

Bank Loan (Note 11)	58,975
Other Loan (Note 12)	91,200
Amount due to Group Undertaking	826,218
Other Taxes	1,944

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**£978,337**

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**Creditors: amounts falling due after more than one year**

Bank Loan (Note 11)	284,922
Other Loan (Note 12)	273,600

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**£558,522**

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**9. Called up Share Capital****Authorised**

62,000 Ordinary Shares of £1 each	£62,000
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**Allotted, Issued and Fully Paid**

62,000 Ordinary Shares of £1 each	£62,000
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The company issued 62,000 ordinary shares of £1 each during the period. See Note 14b) for further details.

**10. Share Premium Account****2000**

Arising on the issue of shares in the period	£1,178,000
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**COLT HOLDINGS LIMITED**

**NOTES TO THE ACCOUNTS (CONTINUED)**

<b>11. Bank Loan</b>		<b>2000</b>
Due within one year		58,975
Due after more than one year:		
Between 1 and 2 years	63,693	
Between 2 and 5 years	221,229	284,922
	<hr/>	<hr/>
		£343,897
		<hr/>

The bank holds a debenture over assets of the company and also a guarantee from the company for its subsidiary undertaking. The directors consider the possibility of the guarantee being called upon to be remote.

<b>12. Other Loan</b>		<b>2000</b>
Due within one year		91,200
Due after more than one year:		
Between 1 and 2 years	91,200	
Between 2 and 5 years	182,400	273,600
	<hr/>	<hr/>
		£364,800
		<hr/>

During the period the company issued unsecured loan stock of £456,000. Interest is payable quarterly in arrears at 6% p.a. The loan stock is repayable by five equal annual instalments which started on 8<sup>th</sup> December, 2000.

<b>13. Reconciliation of Movement in Shareholders' Funds</b>	<b>2000</b>
Profit on Ordinary Activities, after Taxation	350,131
Shares issued during the period	62,000
Share premium arising on issue of shares	1,178,000
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Closing Shareholders' Funds	£1,590,131
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# COLT HOLDINGS LIMITED

## NOTES TO THE ACCOUNTS (CONTINUED)

### 14. Related Party Disclosures

- a) The company is controlled by Mr. George Telford, a director, and his immediate family.
- b) During the period the company acquired 100% of the issued ordinary share capital of Colt Industrial Services Limited, its subsidiary undertaking, for a consideration composed of £304,000 in cash, £456,000 loan stock and 62,000 ordinary shares of £1 each in the company. The shares were purchased from the directors and other family members.

In December, 2000 freehold land and buildings were purchased by the company from its subsidiary undertaking, Colt Industrial Services Limited, for £950,630.

Management charges of £51,692 were received from its subsidiary undertaking, Colt Industrial Services Limited, during the period.

At 31<sup>st</sup> December, 2000 the company owed its subsidiary undertaking £826,218.

### 15. Notes to the Cash Flow Statement for the period ended 31<sup>st</sup> December, 2000

#### a) Reconciliation of Operating Profit to Net Cash Flow from Operating Activities

	2000
Operating Profit	51,337
(Increase) in Debtors	(166,360)
Increase in Creditors	828,162
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Net Cash Flow	£713,139
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#### b) Analysis of Cash Flows for heading netted in the Cash Flow Statement

Interest Paid	£(51,206)
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<b>Capital Expenditure and Financial Investments</b>	
Purchase of Investments	(2,010,000)
Purchase of Tangible Fixed Assets	(950,630)
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	£(2,960,630)
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#### Financing

Issue of Shares	1,240,000
New Bank Loan	343,897
New Other Loan	456,000
Capital Element of Other Loan Repaid	(91,200)
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	£1,948,697
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COLT HOLDINGS LIMITED

NOTES TO THE ACCOUNTS (CONTINUED)

15. Notes to the Cash Flow Statement (continued)

c) Analysis of Changes in Net Debt

	At 8 <sup>th</sup> October, 1999	Cash Flows	Other Changes	At 31 <sup>st</sup> December, 2000
Bank Loan	-	(343,897)	-	(343,897)
Other Loan	-	(364,800)	-	(364,800)
	<hr/>	<hr/>	<hr/>	<hr/>
Total	£ -	£(708,697)	£ -	£(708,697)
	<hr/>	<hr/>	<hr/>	<hr/>