

COMPANY NUMBER: 1034284

REGISTRAR OF COMPANIES

BLACKWOOD UNITED INVESTMENTS LIMITED
REPORT AND FINANCIAL STATEMENTS
YEAR ENDED 31ST JANUARY 2002



BLACKWOOD UNITED INVESTMENTS LIMITED
FINANCIAL STATEMENTS
YEAR ENDED 31ST JANUARY 2002

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BLACKWOOD UNITED INVESTMENTS LIMITED

OFFICERS AND PROFESSIONAL ADVISERS

YEAR ENDED 31ST JANUARY 2002

DIRECTOR:

J. R. Harries

SECRETARY:

J. M. Harris

REGISTERED OFFICE:

Commercial Road,
Pontllanfraith,
NEWPORT,
South Wales.
NP2 2JG

COMPANY NUMBER:

1034284

BANKERS:

Barclays Bank PLC,
16 High Street,
NEWBRIDGE,
South Wales.

SOLICITORS:

Gabb & Company,
32 Monk Street,
ABERGAVENNY,
South Wales.

AUDITORS:

Stephen Brown & Co.,
Chartered Accountants,
16 Gold Tops,
NEWPORT,
South Wales.
NP20 4PH

BLACKWOOD UNITED INVESTMENTS LIMITED

DIRECTOR'S REPORT

YEAR ENDED 31ST JANUARY 2002

The director presents his report together with the audited financial statements of the company for the year ended 31st January 2002.

PRINCIPAL ACTIVITIES

The principal activity of the company is the ownership and management of property. The principal activities of its subsidiaries are that of motor vehicle retailers and repairers.

DIRECTOR

The present membership of the board is set out on page 1.

The director's beneficial interest, as defined by the Companies Act 1985, in the issued share capital of the company at 1st February 2001 and 31st January 2002 was as follows:-

	Ordinary Shares of £1 each	
	31.01.02 No.	01.02.01 No.
J. R. Harries	3,490 ====	3,490 ====

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 these 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 when it is appropriate to presume that the company will continue in business.

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.

BLACKWOOD UNITED INVESTMENTS LIMITED

DIRECTOR'S REPORT (CONTINUED)

YEAR ENDED 31ST JANUARY 2002

AUDITORS

Stephen Brown & Co, have expressed their willingness to continue in office as auditors and a resolution to re-appoint them will be proposed at the next Annual General Meeting.

EXEMPTION FOR SMALL COMPANY

Advantage is taken in the preparation of the Director's Report of the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Signed for and on behalf of the sole director


J. M. HARRIS
SECRETARY

Date 27th May 2002

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF

BLACKWOOD UNITED INVESTMENTS LIMITED

YEAR ENDED 31ST JANUARY 2002

We have audited the financial statements on pages 5 to 10 which have been prepared under the historical cost convention and the accounting policies set out on page 7.

Respective Responsibilities of Director and Auditors

As described on page 2, the company director is responsible for the preparation of the 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 director in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company 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 mis-statement, 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 as at 31st January 2002 and of the loss for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985.

Stephen Brown & Co.

Stephen Brown & Co.,
Chartered Accountants and Registered Auditors,
16 Gold Tops,
NEWPORT,
South Wales.
NP20 4PH

Date 28th May 2002

BLACKWOOD UNITED INVESTMENTS LIMITED

PROFIT AND LOSS ACCOUNT

YEAR ENDED 31ST JANUARY 2002

	Note	2002 £	2001 £
Turnover		35,236	35,558
Administrative expenses	2	(14,000)	(9,038)
		-----	-----
Interest payable		21,236 (5,728)	26,520 (12,037)
Loss on disposal of fixed assets		(30,300)	-
		-----	-----
(Loss)/profit on ordinary activities before taxation		(14,792)	14,483
Tax on ordinary activities	3	(4,315)	(2,154)
		-----	-----
Retained (loss)/profit for the year		(19,107)	12,329
		=====	=====

The notes on pages 7 to 10 form part of these financial statements.

BLACKWOOD UNITED INVESTMENTS LIMITED

BALANCE SHEET

AT 31ST JANUARY 2002

	Note	2002		2001	
		£	£	£	£
FIXED ASSETS					
Tangible fixed assets	4		369,000		559,300
Investments	5		1,500		1,500
			-----		-----
			370,500		560,800
CURRENT ASSETS					
Debtors	6	4,441		3,303	
CREDITORS					
Amounts due within one year	7	(26,498)		(186,493)	
			-----		-----
NET CURRENT LIABILITIES			(22,057)		(183,190)
			-----		-----
TOTAL ASSETS LESS CURRENT LIABILITIES			348,443		377,610
			=====		=====
CREDITORS					
Due in more than one year	8		(20,283)		(30,343)
			-----		-----
NET ASSETS			328,160		347,267
			=====		=====
CAPITAL AND RESERVES					
Called up share capital	10		3,500		3,500
Profit and loss account	11		166,026		180,885
Revaluation reserve	12		158,634		162,882
			-----		-----
SHAREHOLDERS' FUNDS			328,160		347,267
			=====		=====

These accounts have been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985.

These financial statements were approved by the Director on 27th May 2002


J. R. HARRIES
DIRECTOR

The notes on pages 7 to 10 form part of these financial statements.

BLACKWOOD UNITED INVESTMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31ST JANUARY 2002

1. ACCOUNTING POLICIES

The financial statements have been prepared under the historical cost convention as modified by the revaluation of land and buildings and are in accordance with applicable accounting standards, including the Financial Reporting Standard for Smaller Entities (effective March 2000). The following accounting policies have been applied:-

Turnover

Turnover represents rents receivable during the year.

Investment properties

In accordance with SSAP 19, investment properties are revalued annually and the aggregate surplus or deficit is transferred to a revaluation reserve, and no depreciation or amortisation is provided in respect of freehold investment properties and leasehold investment properties with over 20 years to run. The director considers that this accounting policy results in the accounts giving a true and fair view. Depreciation or amortisation is only one of many factors reflected in the annual valuation and the amount which might otherwise have been shown cannot be separately identified or quantified.

Deferred taxation

Deferred taxation is provided at current rates on differences arising from the inclusion of income and expenditure in taxation computations in periods different from those in which they are included in the financial statements, except where the tax reduction is expected to continue for the foreseeable future.

Consolidation

These accounts present information about the company and not about the group.

The company has taken advantage of the exemption granted under Section 248 of the Companies Act 1985 which relates to medium size groups.

Cash flow statement

Under the Financial Reporting Standard 1, the company is exempt from the requirement to prepare a cash flow statement on the grounds of its size.

2. ADMINISTRATIVE EXPENSES

Administrative expenses include:-

	2002 £	2001 £
Auditors remuneration	580	540
	===	===

BLACKWOOD UNITED INVESTMENTS LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

YEAR ENDED 31ST JANUARY 2002

	2002 £	2001 £
3. TAXATION		
U.K. corporation tax		
Current	3,573	2,154
Adjustment for underprovision in previous year	742	-
	<u>4,315</u>	<u>2,154</u>

	Leasehold property £	Freehold land and properties £	Total £
4. TANGIBLE FIXED ASSETS			
Cost			
At 1 st February 2001	10,751	389,494	400,245
Additions	-	-	-
Disposals	10,751	175,300	186,051
	<u>-</u>	<u>214,194</u>	<u>214,194</u>
At 31 st January 2002	-	214,194	214,194
	<u>-</u>	<u>214,194</u>	<u>214,194</u>
Open market valuation			
At 31 st January 2002	-	369,000	369,000
	<u>-</u>	<u>369,000</u>	<u>369,000</u>
At 31 st January 2001	15,000	544,300	559,300
	<u>15,000</u>	<u>544,300</u>	<u>559,300</u>

The company's entire freehold and leasehold property interests were valued on 31st January 2002 at £369,000 by Mr. J. R. Harries, the director of the company.

	2002 £	2001 £
5. INVESTMENTS HELD AS FIXED ASSETS		
Holding 75% Arrow Motor Group Limited		
150 ordinary shares of £1 each, acquired on 29 th January 1991, cost	1,500	1,500
	<u>1,500</u>	<u>1,500</u>

Arrow Motor Group Limited is a holding company, incorporated in England, of a group of companies whose principal activities are those of retailing and repairing new and used motor vehicles. The company has not prepared consolidated accounts for the year to 31st January 2002, but the accounts of the company and its subsidiaries show the following information:-

	2002 £	2001 £
Arrow Motor Group Limited		
Net assets	703,735	719,203
	<u>703,735</u>	<u>719,203</u>
Retained profit for the year after taxation	(15,468)	23,760
	<u>(15,468)</u>	<u>23,760</u>
The Autohouse (Blackwood) Limited		
Net liabilities	(100,649)	(82,948)
	<u>(100,649)</u>	<u>(82,948)</u>
Retained loss for the year after taxation	(17,701)	(87,305)
	<u>(17,701)</u>	<u>(87,305)</u>
Autobond (Blackwood) Limited		
Net assets	108,590	102,627
	<u>108,590</u>	<u>102,627</u>
Retained profit for the year after taxation	5,963	6,711
	<u>5,963</u>	<u>6,711</u>

BLACKWOOD UNITED INVESTMENTS LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

YEAR ENDED 31ST JANUARY 2002

5. INVESTMENTS (CONTINUED)

Arrow Motor Group Limited held the following investments in group companies at 31st January 2002:-

	2002 £	2001 £
Holding 98% The Autohouse (Blackwood) Limited 98 ordinary shares of £1 each, cost	98 ==	98 ==
Holding 51% Autobond (Blackwood) Limited 51 ordinary shares of £1 each, cost	51 ==	51 ==

The Autohouse (Blackwood) Limited is a limited company, incorporated in England. The company trades as a Ford motor car main dealer franchise.

Autobond (Blackwood) Limited is a limited company, incorporated in England. The company trades as a motor car body repairer.

6. DEBTORS

	2002 £	2001 £
<i>Amounts due within one year:</i>		
Trade debtors	2,000	1,975
VAT recoverable	741	528
Prepayments	1,700	800
	----- 4,441 =====	----- 3,303 =====

7. CREDITORS: DUE WITHIN ONE YEAR

Barclays Bank PLC – overdraft (secured)	10,691	10,952
Barclays Bank PLC – loan (secured)	8,676	8,300
Barclays Bank PLC – property loan	-	159,580
Corporation tax	3,573	2,154
Director's loan account – J. R. Harries	1,676	1,676
Accruals	1,882	3,831
	----- 26,498 =====	----- 186,493 =====

8. CREDITORS: DUE IN MORE THAN ONE YEAR

Barclays Bank PLC - loan (secured)	20,283 =====	30,343 =====
------------------------------------	-----------------	-----------------

	2002		2001	
	Amount provided	Amount unprovided	Amount provided	Amount unprovided
	£	£	£	£
9. PROVISIONS FOR LIABILITIES AND CHARGES : DEFERRED TAXATION				
Surplus on revaluation of tangible fixed assets	-	15,000	-	16,500
	==	=====	==	=====

BLACKWOOD UNITED INVESTMENTS LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED 31ST JANUARY 2002

10. CALLED UP SHARE CAPITAL	2002	2001
	£	£
Authorised 4,000 ordinary shares of £1 each	4,000	4,000
	=====	=====
Issued and fully paid Ordinary shares of £1 each	3,500	3,500
	=====	=====
11. PROFIT AND LOSS ACCOUNT		
At 1 st February 2001	180,885	168,556
(Loss)/profit for the year	(19,107)	12,329
Transfer from revaluation reserve	4,248	-
	-----	-----
At 31 st January 2002	166,026	180,885
	=====	=====
12. REVALUATION RESERVE		
At 1 st February 2001	162,882	162,882
Transfer re sale of property below valuation	(4,248)	-
	-----	-----
At 31 st January 2002	158,634	162,882
	=====	=====

13. RELATED PARTY TRANSACTION

The director purchased a property from the company in June 2001 for £150,000 and now resides at the premises.

The property was originally bought by the company in June 2000 for £173,000, funded by a bank loan scheduled for repayment in June 2001.

In anticipation of difficulties renegotiating funding for the property due to poor operating performance within the group, the property was professionally marketed for sale from September 2001. Ten prospective purchasers viewed the vacant premises during the autumn and winter of 2000-2001 and one offer of £150,000 was received and declined. Some deterioration of the property occurred during the company's period of ownership due to the property remaining vacant and unheated.

OTHER INFORMATION

J. R. Harries is the sole director of the company and has the controlling interest. He is also a director of Arrow Motor Group Limited and of its subsidiaries Autobond (Blackwood) Limited and Autohouse (Blackwood) Limited.

14. CONTINGENT LIABILITIES

The company had no contingent liabilities at 31st January 2002.

15. CAPITAL COMMITMENTS	2002	2001
	£	£
Capital expenditure contracted for but not provided in the financial statements.	Nil	Nil
	===	===