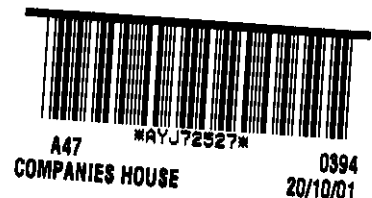


Patrick Wilkinson (Saddlers) Limited

Financial Statements

31st January, 2001



Smailes, Goldie & Co.
Chartered Accountants

A member firm of
The UK 200 Group
PRACTISING CHARTERED ACCOUNTANTS

Patrick Wilkinson (Saddlers) Limited

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Patrick Wilkinson (Saddlers) Limited

Directors' Report

for the year ended 31st January, 2001

1. Principal activities

The principal activity of the company is the purchase and sale of bloodstock requisites and the repair of saddlery and leather goods.

2. Directors and their interests

The directors at 31st January, 2001 and their interests in the share capital of the company were as follows:

	Ordinary shares of £1 each 2000 and 2001
P. T. Wilkinson	250
J. O. Wilkinson	-
J. M. Wilkinson	750

The company's Articles of Association do not require directors to retire by rotation.

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

On Behalf of the Board



P. T. Wilkinson
Director

Registered office:
108 Walkergate,
Beverley,
HU17 9BT
9th October, 2001

Patrick Wilkinson (Saddlers) Limited

Profit and Loss Account

for the year ended 31st January, 2001

	Note	2001 £	2000 £
Turnover	2	381,419	346,008
Cost of sales		293,361	244,994
Gross profit		88,058	101,014
Administrative expenses		67,159	57,966
Operating profit	3	20,899	43,048
Interest payable	4	193	2,415
Interest receivable		(1,259)	(251)
Profit on ordinary activities before taxation		21,965	40,884
Taxation	5	3,851	7,944
Profit on ordinary activities after taxation		18,114	32,940
Retained profits brought forward		87,384	54,444
Retained profits carried forward		105,498	87,384

The annexed notes form part of these financial statements.

Patrick Wilkinson (Saddlers) Limited

Balance Sheet

at 31st January, 2001

	Note	2001		2000	
		£	£	£	£
Fixed assets					
Tangible fixed assets	6		7,749		11,184
Investment	7		2,000		2,000
Current assets					
Stocks and work in progress	8	90,050		95,500	
Debtors	9	11,189		11,179	
Cash and bank		36,410		35,272	
		<u>137,649</u>		<u>141,951</u>	
Creditors: amounts falling due within one year					
Creditors	10	36,700		58,886	
Corporation tax		4,008		7,385	
		<u>40,708</u>		<u>66,271</u>	
Net current assets			96,941		75,680
Total assets less current liabilities			106,690		88,864
Provision for liabilities and charges					
Deferred taxation	11		192		480
Net assets			<u>106,498</u>		<u>88,384</u>
Capital and reserves					
Called up share capital	12		1,000		1,000
Profit and loss account			105,498		87,384
Shareholders' funds			<u>106,498</u>		<u>88,384</u>

The directors are satisfied that the company was entitled to exemption under Subsection (1) of Section 249A of the Companies Act 1985 and that no member or members have requested an audit pursuant to Subsection (2) of Section 249B in relation to the accounts for the financial year.

(continued overleaf)

Patrick Wilkinson (Saddlers) Limited
Balance Sheet (continued)
at 31st January, 2001

The directors acknowledge their responsibilities for:

- i) ensuring that the company keeps accounting records which comply with Section 221; and
- ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective March, 2000).

Approved by the Board on 9th October, 2001.



P. T. Wilkinson - Director

The annexed notes form part of these financial statements.

Patrick Wilkinson (Saddlers) Limited

Notes to the Financial Statements

for the year ended 31st January, 2001

1. Accounting policies

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

a) Basis of preparation of financial statements

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

b) Turnover

Turnover is the amount receivable by the company in the ordinary course of business for goods supplied as a principal and for services provided.

c) Depreciation

Depreciation is calculated to write down the cost or valuation of fixed assets by equal annual instalments over their expected useful lives.

The rates generally applicable are:

Fixtures and fittings	10%
Motor vehicles	25%

d) Stock

Stock is stated at the lower of cost and net realisable value.

e) Deferred taxation

Deferred taxation is the taxation attributable to timing differences between profits computed for taxation purposes and profits as stated in these accounts.

The provision is made for deferred taxation calculated on the liability method at the appropriate rates of corporation tax at which the differences are expected to reverse.

f) Finance leases and hire purchase contracts.

Assets acquired under finance leases and hire purchase contracts are treated as fixed assets. The amount capitalised is the present value of the minimum lease payments payable during the lease term. Depreciation is charged to the profit and loss account in accordance with the normal depreciation policy over the shorter of the lease term and the useful life of the assets.

The corresponding lease commitments are shown as liabilities. The interest element of rental obligation is charged to the profit and loss account over the period of the lease on a straight line basis.

Rentals payable under operating leases are charged to the profit and loss account over the period of the lease on a straight line basis.

Patrick Wilkinson (Saddlers) Limited

Notes to the Financial Statements

for the year ended 31st January, 2001

2. Turnover

The turnover is wholly attributable to the sale of bloodstock requisites and the repair of saddlery and leather goods in the United Kingdom.

3. Operating profit

(a) The operating profit for the year is stated after charging:

Directors' emoluments
Depreciation - owned assets
Profit on sale of fixed assets

2001 £	2000 £
22,860	22,840
3,435	3,500
-	(4,954)
<u>22,860</u>	<u>22,840</u>
22,860	22,840
<u>22,860</u>	<u>22,840</u>

(b) Directors' remuneration

4. Interest payable and similar charges

Included in this category are:
Finance charges payable - finance leases and hire
purchase contracts

2001 £	2000 £
-	291
<u>-</u>	<u>291</u>

5. Taxation

Tax on the profit on ordinary activities

Corporation tax at 17.6% (2000 20.2%)
Deferred tax
Taxation under provided in previous years:
Corporation tax

2001 £	2000 £
4,130	7,385
(288)	480
9	79
<u>3,851</u>	<u>7,944</u>

Patrick Wilkinson (Saddlers) Limited

Notes to the Financial Statements

for the year ended 31st January, 2001

6.	Tangible fixed assets	Total £	Office improvements £	Fixtures and fittings £	Motor vehicles £
	Cost:				
	At 1st February, 2000 and 31st January, 2001	23,865	800	9,765	13,300
	Depreciation:				
	At 1st February, 2000	12,681	-	9,356	3,325
	Charge for the year	3,435	-	110	3,325
	At 31st January, 2001	16,116	-	9,466	6,650
	Net book value:				
	At 31st January, 2001	7,749	800	299	6,650
	At 31st January, 2000	11,184	800	409	9,975

7.	Investment	2001 £	2000 £
	Other investment	2,000	2,000

8.	Stocks	2001 £	2000 £
	Finished goods and goods for resale	90,050	95,500

9.	Debtors	2001 £	2000 £
	Trade debtors	6,917	6,926
	Other debtors	4,272	4,253
		11,189	11,179

Patrick Wilkinson (Saddlers) Limited

Notes to the Financial Statements

for the year ended 31st January, 2001

10. Creditors: amounts falling due within one year	2001 £	2000 £
Trade creditors	15,868	35,762
Taxation and social security costs	3,831	5,259
Other creditors	17,001	17,865
	<u>36,700</u>	<u>58,886</u>

11. Deferred taxation

Deferred taxation provided in the accounts is as follows:

	2001 £	2000 £
Accelerated capital allowances	<u>192</u>	<u>480</u>

12. Share capital

Ordinary shares of £1 each
Authorised

2001 £	2000 £
<u>1,000</u>	<u>1,000</u>
<u>1,000</u>	<u>1,000</u>

Issued and fully paid

13. Capital commitments

Authorised but not contracted for

2001 £	2000 £
<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>

Contracted for but not provided

14. Contingent liabilities

There were no contingent liabilities at 31st January, 2001 or 31st January, 2000.

Patrick Wilkinson (Saddlers) Limited

Notes to the Financial Statements

for the year ended 31st January, 2001

15. Transactions with directors

Included in other creditors are loans to a director as follows:

	At the end of the year	
	2001 £	2000 £
P. Wilkinson	3,235	3,310

16. Other related party transactions

During the year the company purchased services from the following, in which two of the directors have an interest:

	£
Associated Bloodstock Consultants Limited - Consultancy fees	5,000
Balance at the year end included in other creditors: Associated Bloodstock Consultants Limited	9,135

The company also holds an investment of £2,000 in a syndicate in which a director has an interest.

17. Control relationship

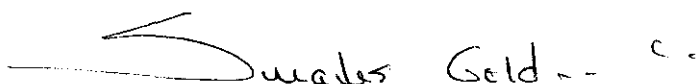
The company was controlled throughout the year by the directors by virtue of their 100% holding of the ordinary shares of the company.

Patrick Wilkinson (Saddlers) Limited

Accountants' report to the directors on the unaudited accounts of Patrick Wilkinson (Saddlers) Limited

As described on the balance sheet you are responsible for the compilation of the accounts for the year ended 31st January, 2001, set out on pages 2 to 9, and you consider that the company is exempt from an audit.

In accordance with your instructions we have compiled the unaudited accounts from the accounting records and from information and explanations supplied to us.

A handwritten signature in dark ink, appearing to read 'Smales Goldie & Co.', with a long horizontal line extending to the left.

Smales, Goldie & Co.

Chartered Accountants

Hull, HU1 3XL

9th October, 2001