

PEAKTARN
DIRECTORS' REPORT
AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2002

Company No. 2708821



WINDLE & BOWKER
CHARTERED ACCOUNTANTS

PEAKTARN
COMPANY INFORMATION

Directors

A N Brown
S M Thornton
P L Bancroft

Secretary

Mr A N Brown

Company number

2708821

Registered office

Carters Lane
Middleton
Ilkley
LS29 0DQ

Auditors

Windle and Bowker
Croft House
Station Road
Barnoldswick
Lancashire
BB18 5NA

PEAKTARN

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PEAKTARN
DIRECTORS' REPORT
FOR THE YEAR ENDED 31 AUGUST 2002

The directors present their report and the audited financial statements for the company for the year ended 31 August 2002.

Principal activities

The company's principal activity continues to be the owning and management of property.

Directors and their interests

The directors who held office during the year and their beneficial interests in the company's issued share capital are given below:

Name of director	Share type	31 August 2002	1 September 2001
A N Brown	£1 Ordinary Shares		
S M Thornton	£1 Ordinary Shares	-	-
P L Bancroft	£1 Ordinary Shares	-	-

On 1 August 2000 the whole of the issued share capital of the company was purchased by Westville House School.

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 for that year. In preparing those financial statements the directors are required to:

Select suitable accounting policies and then apply them consistently;

Make judgements and estimates that are reasonable and prudent;

State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;

Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

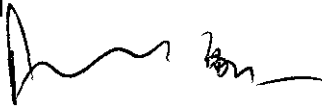
The directors are responsible for keeping proper accounting records which disclose, with reasonable accuracy at any time, the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

PEAKTARN
DIRECTORS' REPORT
FOR THE YEAR ENDED 31 AUGUST 2002

Small company exemptions

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

By order of the Board



Mr A N Brown, Secretary
Carters Lane
Middleton
Ilkley
LS29 0DQ
29 January 2003

**INDEPENDENT AUDITORS' REPORT TO THE
SHAREHOLDERS OF PEAKTARN**

We have audited the financial statements of Peaktarn for the year ended 31 August 2002 on pages 4 to 8. These financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002), under the historical cost convention and the accounting policies set out on page 6.

Respective responsibilities of directors and auditors

As described in the Statement of Directors' Responsibilities the company's directors are responsible for the preparation of the 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 Directors' Report 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 directors' remuneration and transactions with the company is not disclosed.

We read the other information contained in the Annual Report 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 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 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 the company's affairs as at 31 August 2002 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.


Windle and Bowker
Chartered Accountants and Registered Auditors
Croft House
Station Road
Barnoldswick
Lancashire
BB18 5NA
Date: 1st February 2003.

PEAKTARN
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 AUGUST 2002

	Notes	2002 £	2001 £
Turnover	2	60,000	65,000
Gross profit		60,000	65,000
Administrative expenses		(29,480)	(20,994)
Operating profit	3	30,520	44,006
Interest receivable		-	2
Interest payable and similar charges		(30,520)	(32,302)
Profit on ordinary activities before taxation		-	11,706
Tax on profit on ordinary activities	4	-	(1,240)
Profit for the financial year	9	-	10,466

The notes on pages 6 to 8 form part of these financial statements.

PEAKTARN
BALANCE SHEET
AS AT 31 AUGUST 2002

	Notes	£	2002 £	£	2001 £
Fixed assets					
Tangible assets	5		620,808		620,808
			<u>620,808</u>		<u>620,808</u>
Creditors: amounts falling due within one year	6	(140,741)		(118,997)	
Net current liabilities			<u>(140,741)</u>		<u>(118,997)</u>
Total assets less current liabilities			<u>480,067</u>		<u>501,811</u>
Creditors: amounts falling due after more than one year	7		<u>(455,814)</u>		<u>(477,558)</u>
			<u>24,253</u>		<u>24,253</u>
Capital and reserves					
Share capital	8		2		2
Profit and loss account	9		<u>24,251</u>		<u>24,251</u>
Shareholders' funds			<u>24,253</u>		<u>24,253</u>

These financial statements have been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985 and the Financial Reporting Standard for Smaller Entities (effective June 2002)

These financial statements were approved by the board on 29 January 2003 and signed on its behalf by:


D.L. Bancroft
Director

PEAKTARN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2002

1 Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The company has taken advantage of the exemptions in Financial Reporting Standard No. 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

Turnover

Turnover comprises the value of sales excluding value added tax and trade discounts.

Tangible fixed assets and depreciation

Depreciation has been provided at the following rates in order to write down the cost or valuation, less estimated residual value, of the tangible fixed assets by equal annual instalments over their expected useful lives:

Fixtures and fittings	20% per annum on cost
Freehold land & buildings	Nil%

Freehold buildings have not been depreciated and this policy represents a departure from statutory accounting principles. In the opinion of the directors the residual value of the freehold property is in excess of the book value due to the policy of maintaining the property.

Deferred taxation

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors consider that a liability to taxation is unlikely to crystallise.

2 Turnover

The turnover was derived from the company's principal activity which was carried out wholly in the UK.

3 Operating profit

The operating profit is stated after charging or crediting:

	2002	2001
	£	£
Depreciation of tangible fixed assets:		
-owned assets	-	281
Auditors' remuneration	650	500

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2002

4 Taxation

	2002 £	2001 £
Based on the profit for the year:		
UK corporation tax at 19% (2001: 20%)	-	1,242
	-	1,242
Prior periods		
UK corporation tax	-	(2)
	-	1,240

5 Tangible fixed assets

	Freehold property £	Fixtures and fittings £	Total £
Cost			
At 1 September 2001	620,808	11,055	631,863
At 31 August 2002	620,808	11,055	631,863
Depreciation			
At 1 September 2001	-	11,055	11,055
At 31 August 2002	-	11,055	11,055
Net book value			
At 31 August 2002	620,808	-	620,808
<i>At 31 August 2001</i>	<i>620,808</i>	<i>-</i>	<i>620,808</i>

6 Creditors: amounts falling due within one year

	2002 £	2001 £
Bank loans and overdrafts	98,862	101,505
Corporation tax	-	1,242
Other taxes and social security	2,100	5,250
Accruals and deferred income	39,779	11,000
	140,741	118,997

The bank loan and overdraft are secured by a charge on the company's freehold property and a fixed and floating charge on all assets of the company.

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2002

7	Creditors: amounts falling due after more than one year	2002	2001
		£	£
	Bank loans and overdrafts	256,157	285,866
	Amount due to parent company	121,388	113,423
	Other creditors	78,269	78,269
		455,814	477,558

The bank loan and overdraft are secured by a charge on the company's freehold property and a fixed and floating charge on all assets of the company.

8	Share capital	2002	2001
		£	£
	Authorised		
	1,000 Ordinary shares of £1.00 each	1,000	1,000
		1,000	1,000
	Allotted		
	2 Allotted, called up and fully paid ordinary shares of £1.00 each	2	2
		2	2

9	Reserves	Profit and loss account
		£
	At 1 September 2001	24,251
	At 31 August 2002	24,251

10 Related parties

The company's immediate parent undertaking is Westville House School. During the period Peaktarn received rent at market value of £60,000 from Westville House School for the use of the school premises.

At the year end the company owed an amount of £121,388 to Westville House School. The company pays interest on this loan at 2% above the bank base rate. At 31 August 2002, interest of £8,223 had accrued.

During the year ended 31 August 2002, the company made a donation of £20,556 to Westville House School.