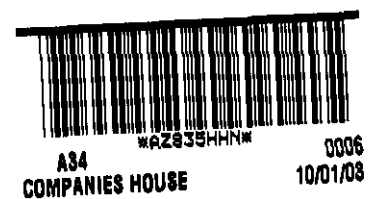


**Report of the Director and
Financial Statements
for the Year Ended 30 September 2002
for
Gascoigne Group Holdings Limited**

Richardson Hall Kennedy & Co
Chartered Accountants
Coburg House
1 Coburg Street
Gateshead
Tyne & Wear
NE8 1NS



Gascoigne Group Holdings Limited

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for the Year Ended 30 September 2002**

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Gascoigne Group Holdings Limited
Company Information
for the Year Ended 30 September 2002

DIRECTOR: Mr P A Gascoigne

SECRETARY: Mr J Gascoigne

REGISTERED OFFICE: Eastfield Farm
Woodhorn Village
Ashington
NORTHUMBERLAND
NE63 9YA

REGISTERED NUMBER: 3406721 (England and Wales)

AUDITORS: Richardson Hall Kennedy & Co
Chartered Accountants
Coburg House
1 Coburg Street
Gateshead
Tyne & Wear
NE8 1NS

Gascoigne Group Holdings Limited

Report of the Director for the Year Ended 30 September 2002

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

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of a group holding company.

REVIEW OF BUSINESS

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

DIVIDENDS

The entire issued share capital in Force Recruitment Limited was transferred to K W Gascoigne as a dividend in specie of £130,000.

DIRECTORS

The directors during the year under review were:

Mr P A Gascoigne

Mr K W Gascoigne

- resigned 30.9.02

The beneficial interests of the directors holding office on 30 September 2002 in the issued share capital of the company were as follows:

	30.9.02	1.10.01
Ordinary £1 shares		
Mr P A Gascoigne	530,001	465,000
Mr K W Gascoigne	-	65,001

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.

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, Richardson Hall Kennedy & Co, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

ON BEHALF OF THE BOARD:



Mr J Gascoigne - SECRETARY

Dated: 5 December 2002

Gascoigne Group Holdings Limited

**Report of the Independent Auditors to the Shareholders of
Gascoigne Group Holdings Limited**

We have audited the financial statements of Gascoigne Group Holdings Limited for the year ended 30 September 2002 on pages four to seventeen. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

Respective responsibilities of director and auditors

As described on page two 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.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 30 September 2002 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Richardson Hall Kennedy & Co
Chartered Accountants
Coburg House
1 Coburg Street
Gateshead
Tyne & Wear
NE8 1NS

Dated: 5 December 2002

Gascoigne Group Holdings Limited

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

	Notes	2002		2001	
		£	£	£	£
TURNOVER			-		2
Administrative expenses			51,424		42,286
			(51,424)		(42,284)
Other operating income			60,400		60,000
OPERATING PROFIT	3		8,976		17,716
Income from investments		110,000		-	
Interest receivable and similar income		45		-	
			110,045		-
			119,021		17,716
Amounts written off investments	4		256		7,044
			118,765		10,672
Interest payable and similar charges	5		25,702		13,443
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION			93,063		(2,771)
Tax on profit/(loss) on ordinary activities	6		12,142		-
PROFIT/(LOSS) FOR THE FINANCIAL YEAR AFTER TAXATION			80,921		(2,771)
Dividends	7		130,000		-
			(49,079)		(2,771)
Retained profit brought forward			49,117		51,888
RETAINED PROFIT CARRIED FORWARD			£38		£49,117

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 profit for the current year and the loss for the previous year.

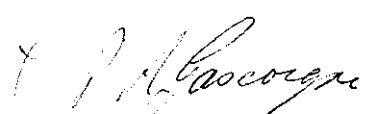
The notes form part of these financial statements

Gascoigne Group Holdings Limited

**Balance Sheet
30 September 2002**

		2002		2001	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	8		1,128,163		764,169
Investments	9		400,002		530,002
			<u>1,528,165</u>		<u>1,294,171</u>
CURRENT ASSETS:					
Debtors	10	152,664		33,796	
Investments	11	954		1,210	
Cash at bank		24,229		21,274	
		<u>177,847</u>		<u>56,280</u>	
CREDITORS: Amounts falling due within one year	12	917,191		636,230	
NET CURRENT LIABILITIES:			<u>(739,344)</u>		<u>(579,950)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			788,821		714,221
CREDITORS: Amounts falling due after more than one year	13		(234,082)		(126,203)
PROVISIONS FOR LIABILITIES AND CHARGES:	17		(24,700)		(8,900)
			<u>£530,039</u>		<u>£579,118</u>
CAPITAL AND RESERVES:					
Called up share capital	18		530,001		530,001
Profit and loss account			38		49,117
SHAREHOLDERS' FUNDS:	20		<u>£530,039</u>		<u>£579,118</u>

ON BEHALF OF THE BOARD:


Mr P A Gascoigne - DIRECTOR


Mr L Gascoigne - DIRECTOR

Approved by the Board on 5 December 2002

The notes form part of these financial statements

Gascoigne Group Holdings Limited

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

		2002		2001	
	Notes	£	£	£	£
Net cash inflow from operating activities	1		248,438		99,155
Returns on investments and servicing of finance	2		(25,657)		(13,443)
Taxation			-		11,125
Capital expenditure and financial investment	2		(233,751)		7,901
Equity dividends paid			(130,000)		-
			<u>(140,970)</u>		<u>104,738</u>
Financing	2		143,925		(17,376)
Increase in cash in the period			<u><u>£2,955</u></u>		<u><u>£87,362</u></u>
Reconciliation of net cash flow to movement in net debt	3				
Increase in cash in the period		2,955		87,362	
Cash inflow from decrease in liquid resources		(256)		-	
Cash (inflow)/outflow from (increase)/decrease in debt and lease financing		<u>(69,925)</u>		<u>41,466</u>	
Change in net debt resulting from cash flows			(67,226)		128,828
New finance leases			(38,350)		(51,451)
Diminution in current asset investment			-		(7,044)
Movement in net debt in the period			<u>(105,576)</u>		70,333
Net debt at 1 October			<u>(132,235)</u>		<u>(202,568)</u>
Net debt at 30 September			<u><u>£(237,811)</u></u>		<u><u>£(132,235)</u></u>

The notes form part of these financial statements

Gascoigne Group Holdings Limited

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

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

	2002 £	2001 £
Operating profit	8,976	17,716
Depreciation charges	37,693	46,128
Loss on sale of fixed assets	414	-
Profit on sale of fixed assets	-	(3,708)
(Increase)/Decrease in debtors	(8,868)	32,292
Increase in creditors	210,223	6,727
	<u>248,438</u>	<u>99,155</u>
Net cash inflow from operating activities	<u>248,438</u>	<u>99,155</u>

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

	2002 £	2001 £
Returns on investments and servicing of finance		
Interest received	45	-
Interest paid	(21,637)	(9,629)
Interest element of hire purchase payments	(4,065)	(3,814)
	<u>(25,657)</u>	<u>(13,443)</u>
Net cash outflow for returns on investments and servicing of finance	<u>(25,657)</u>	<u>(13,443)</u>
Capital expenditure and financial investment		
Purchase of tangible fixed assets	(622,021)	(25,981)
Sale of tangible fixed assets	258,270	33,882
Cash receipts - investmt sales	130,000	-
	<u>(233,751)</u>	<u>7,901</u>
Net cash (outflow)/inflow for capital expenditure	<u>(233,751)</u>	<u>7,901</u>
Financing		
New loan taken out in year	350,000	-
Loan repayments in year	(280,075)	(41,466)
Amount introduced by directors	84,000	30,814
Amount withdrawn by directors	(10,000)	(6,724)
	<u>143,925</u>	<u>(17,376)</u>
Net cash inflow/(outflow) from financing	<u>143,925</u>	<u>(17,376)</u>

The notes form part of these financial statements

Gascoigne Group Holdings Limited

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

3. ANALYSIS OF CHANGES IN NET DEBT

	At 1.10.01 £	Cash flow £	Other non-cash changes £	At 30.9.02 £
Net cash:				
Cash at bank	21,274	2,955		24,229
	<u>21,274</u>	<u>2,955</u>		<u>24,229</u>
Liquid resources:				
Current asset investments	1,210	(256)	-	954
	<u>1,210</u>	<u>(256)</u>	<u>-</u>	<u>954</u>
Debt:				
Hire purchase	(49,719)	45,075	(38,350)	(42,994)
Debts falling due after one year	(105,000)	(115,000)	-	(220,000)
	<u>(154,719)</u>	<u>(69,925)</u>	<u>(38,350)</u>	<u>(262,994)</u>
Total	<u>(132,235)</u>	<u>(67,226)</u>	<u>(38,350)</u>	<u>(237,811)</u>
Analysed in Balance Sheet				
Cash at bank	21,274			24,229
Current asset investments	1,210			954
Hire purchase within one year	(28,516)			(28,912)
after one year	(21,203)			(14,082)
Debts falling due after one year	(105,000)			(220,000)
	<u>(132,235)</u>			<u>(237,811)</u>

The notes form part of these financial statements

Gascoigne Group Holdings Limited

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

1. ACCOUNTING POLICIES

Accounting convention

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

Turnover

Turnover represents net invoiced sales of services, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Freehold property	- 10% on cost
Plant and machinery	- 10% on reducing balance
Fixtures and fittings	- 15 - 33% reducing balance and 15%-33% straight line
Motor vehicles	- 25% on reducing balance

Land is not depreciated.

Deferred taxation

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

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Basis of preparing the financial statements

The company and its subsidiary undertakings comprise a medium sized group. The company has taken advantage of the exemption provided by s.248 of the Companies Act 1985 not to prepare group accounts. The financial statements therefore present information about the company as an individual undertaking and not its group.

2. STAFF COSTS

There were no staff costs for the year ended 30 September 2002 nor for the year ended 30 September 2001.

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

	2002	2001
Directors	<u>2</u>	<u>2</u>

Gascoigne Group Holdings Limited

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

3. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	2002	2001
	£	£
Depreciation - owned assets	24,772	33,515
Depreciation - assets on hire purchase contracts	12,921	12,613
Loss/(Profit) on disposal of fixed assets	414	(3,708)
Auditors' remuneration	1,600	-
	<u> </u>	<u> </u>

Directors' emoluments	3,077	5,130
	<u> </u>	<u> </u>

4. AMOUNTS WRITTEN OFF INVESTMENTS

	2002	2001
	£	£
Diminution in current asset investment	256	7,044
	<u> </u>	<u> </u>

5. INTEREST PAYABLE AND SIMILAR CHARGES

	2002	2001
	£	£
Bank interest	5,035	1,866
Bank loan interest	16,602	7,763
Hire purchase	4,065	3,814
	<u> </u>	<u> </u>
	25,702	13,443
	<u> </u>	<u> </u>

6. TAXATION

Analysis of the tax charge

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

	2002	2001
	£	£
Current tax:		
UK corporation tax	-	-
Overprovision in prior year	(3,658)	-
Deferred tax:		
Deferred taxation	15,800	-
	<u> </u>	<u> </u>
Tax on profit/(loss) on ordinary activities	12,142	-
	<u> </u>	<u> </u>

7. DIVIDENDS

	2002	2001
	£	£
Equity shares:		
Dividend in specie	130,000	-
	<u> </u>	<u> </u>

Gascoigne Group Holdings Limited

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

8. TANGIBLE FIXED ASSETS

	Freehold property	Improvements to property	Plant and machinery
	£	£	£
COST:			
At 1 October 2001	513,398	-	166,837
Additions	568,128	43,248	48,995
Disposals	(248,126)	-	-
At 30 September 2002	833,400	43,248	215,832
DEPRECIATION:			
At 1 October 2001	5,425	-	28,976
Charge for year	1,827	672	13,463
At 30 September 2002	7,252	672	42,439
NET BOOK VALUE:			
At 30 September 2002	826,148	42,576	173,393
At 30 September 2001	507,973	-	137,861
	Fixtures and fittings	Motor vehicles	Totals
	£	£	£
COST:			
At 1 October 2001	34,198	150,399	864,832
Additions	-	-	660,371
Disposals	-	(23,869)	(271,995)
At 30 September 2002	34,198	126,530	1,253,208
DEPRECIATION:			
At 1 October 2001	14,256	52,006	100,663
Charge for year	3,625	18,106	37,693
Eliminated on disposals	-	(13,311)	(13,311)
At 30 September 2002	17,881	56,801	125,045
NET BOOK VALUE:			
At 30 September 2002	16,317	69,729	1,128,163
At 30 September 2001	19,942	98,393	764,169

Gascoigne Group Holdings Limited

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

8. TANGIBLE FIXED ASSETS - continued

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Plant and machinery	Motor vehicles	Totals
	£	£	£
COST:			
At 1 October 2001	92,749	42,169	134,918
Additions	38,350	-	38,350
	<u>131,099</u>	<u>42,169</u>	<u>173,268</u>
At 30 September 2002	131,099	42,169	173,268
DEPRECIATION:			
At 1 October 2001	10,362	11,976	22,338
Charge for year	7,673	5,248	12,921
	<u>18,035</u>	<u>17,224</u>	<u>35,259</u>
At 30 September 2002	18,035	17,224	35,259
NET BOOK VALUE:			
At 30 September 2002	<u>113,064</u>	<u>24,945</u>	<u>138,009</u>
At 30 September 2001	<u>82,387</u>	<u>30,193</u>	<u>112,580</u>

9. FIXED ASSET INVESTMENTS

	£
COST:	
At 1 October 2001	530,002
Disposals	(130,000)
	<u>400,002</u>
At 30 September 2002	400,002
NET BOOK VALUE:	
At 30 September 2002	<u>400,002</u>
At 30 September 2001	<u>530,002</u>
	2002
	£
Unlisted investments	<u>400,002</u>
	2001
	£
	<u>530,002</u>

Gascoigne Group Holdings Limited

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

9. FIXED ASSET INVESTMENTS - continued

The company's investments at the balance sheet date in the share capital of unlisted companies include the following:

P A Gascoigne Limited

Nature of business: Building contractors

Class of shares:	%
Ordinary	holding 100.00

	2002	2001
	£	£
Aggregate capital and reserves	542,792	445,194
Profit for the year	<u>97,598</u>	<u>97,627</u>

Gascoigne Farms Limited

Nature of business: land development for forestry purposes.

Class of shares:	%
Ordinary	holding 100.00

	2002	2001
	£	£
Aggregate capital and reserves	96,769	49,629
Profit for the year	<u>47,140</u>	<u>16,203</u>

Gascoigne Burials Limited

Nature of business: Preparation and sale of burial plots

Class of shares:	%
Ordinary	holding 100.00

	2002	2001
	£	£
Aggregate capital and reserves	16,503	19,921
(Loss)/Profit for the year	<u>(3,419)</u>	<u>1,356</u>

Gascoigne Farms Limited

Nature of business: Land development for forestry purposes

Class of shares:	%
Ordinary	holding 100.00

	2002	2001
	£	£
Aggregate capital and reserves	96,769	49,629
Profit for the year	<u>47,140</u>	<u>16,203</u>

Gascoigne Group Holdings Limited

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

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

	2002	2001
	£	£
Other debtors	6,433	6,933
Prepayments & accrued income	2	2
Amounts owed by group undertakings	36,228	26,860
Unpaid share capital	1	1
Dividend receivable	110,000	-
	<u>152,664</u>	<u>33,796</u>

11. CURRENT ASSET INVESTMENTS

	2002	2001
	£	£
Listed investments	<u>954</u>	<u>1,210</u>

Market value of listed investments at 30 September 2002 - £954 (2001 - £1,210).

**12. CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	2002	2001
	£	£
Hire purchase contracts (see note 15)	28,912	28,516
Amounts owed to group undertakings	735,810	560,992
Other creditors	2	2
Directors' current accounts	115,562	41,562
Corporation tax	-	3,658
Accrued expenses	36,905	1,500
	<u>917,191</u>	<u>636,230</u>

**13. CREDITORS: AMOUNTS FALLING
DUE AFTER MORE THAN ONE YEAR**

	2002	2001
	£	£
Bank loans (see note 14)	220,000	105,000
Hire purchase contracts (see note 15)	14,082	21,203
	<u>234,082</u>	<u>126,203</u>

Gascoigne Group Holdings Limited

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

14. LOANS AND OVERDRAFTS

An analysis of the maturity of loans and overdrafts is given below:

	2002 £	2001 £
Amounts falling due between one and two years:		
Bank loans	<u>220,000</u>	<u>-</u>
Amounts falling due between two and five years:		
Bank loans	<u>-</u>	<u>105,000</u>

15. OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS

	2002 £	2001 £
Gross obligations repayable:		
Within one year	31,523	31,992
Between one and five years	<u>15,305</u>	<u>23,866</u>
	<u>46,828</u>	<u>55,858</u>
Finance charges repayable:		
Within one year	2,611	3,476
Between one and five years	<u>1,223</u>	<u>2,663</u>
	<u>3,834</u>	<u>6,139</u>
Net obligations repayable:		
Within one year	28,912	28,516
Between one and five years	<u>14,082</u>	<u>21,203</u>
	<u>42,994</u>	<u>49,719</u>

16. SECURED DEBTS

The following secured debts are included within creditors:

	2002 £	2001 £
Bank loans	220,000	105,000
Hire purchase contracts	<u>42,994</u>	<u>49,719</u>
	<u>262,994</u>	<u>154,719</u>

The bank loan and overdraft are secured by:

- Debenture over the whole of the company's assets dated 29 May 1998
- Standard security over area of farmland at Glenbield, Peebles
- Standard security over 320 acres of farmland at Horseburgh Castle Farm, Peebles

Gascoigne Group Holdings Limited

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

17. PROVISIONS FOR LIABILITIES AND CHARGES

	2002 £	2001 £
Deferred taxation	<u>24,700</u>	<u>8,900</u>
	Deferred tax £	
Balance at 1 October 2001	8,900	
Accelerated capital allowances	<u>15,800</u>	
Balance at 30 September 2002	<u>24,700</u>	

18. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	2002 £	2001 £
1,000,000	Ordinary	£1	<u>1,000,000</u>	<u>1,000,000</u>
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	2002 £	2001 £
530,001	Ordinary	£1	<u>530,001</u>	<u>530,001</u>

19. RELATED PARTY DISCLOSURES

The company was under the control of Mr P A Gascoigne, a director and members of his close family throughout the current and previous year. Mr P A Gascoigne is personally interested in 100% (2001 88%) of the company's issued share capital.

During the year the following transactions and balances occurred with subsidiary undertakings:

Force Recruitment Limited

Management services fee received	£15,000	(2001 £20,000)
Nominal ledger transactions	£9,368	(2001 £7,416)
Debtor at the year end	£36,228	(2001 £26,860)

Gascoigne Burials Limited

Creditor at the year end	£42,534	(2001 £27,534)
Nominal ledger transactions	£15,000	(2001 £6,446)

Gascoigne Farms Limited

Nominal ledger transactions	£90,302	(2001 £41,453)
Creditor at the year end	£229,291	(2001 £138,989)

P A Gascoigne Limited

Management services fee received	£40,000	(2001 £40,000)
Nominal ledger transactions	£69,517	(2001 £55,345)
Creditor at the year end	£463,985	(2001 £450,983)

Gascoigne Group Holdings Limited

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

20. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2002	2001
	£	£
Profit/(Loss) for the financial year	80,921	(2,771)
Dividends	(130,000)	-
New share capital subscribed	-	-
Net reduction of shareholders' funds	(49,079)	(2,771)
Opening shareholders' funds	579,118	581,889
Closing shareholders' funds	530,039	579,118
Equity interests	530,039	579,118

Gascoigne Group Holdings Limited

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

	2002		2001	
	£	£	£	£
Sales		-		2
Other income:				
Management services	55,000		60,000	
Compensation	5,400		-	
Dividend income	110,000		-	
Deposit account interest	45		-	
	<u> </u>	170,445	<u> </u>	60,000
		170,445		60,002
Expenditure:				
Sundry expenses	3,317		(167)	
Auditors remuneration	1,600		-	
Accountancy	35		-	
Professional fees	4,071		-	
Insurance	284		-	
	<u> </u>	9,307	<u> </u>	(167)
		161,138		60,169
Finance costs:				
Bank interest	5,035		1,866	
Bank loan interest	16,602		7,763	
Hire purchase	4,065		3,814	
Bank charges	4,010		33	
	<u> </u>	29,712	<u> </u>	13,476
		131,426		46,693
Depreciation:				
Freehold property	2,781		1,827	
Improvements to property	672		-	
Plant & machinery	13,463		12,429	
Fixtures & fittings	2,671		6,105	
Motor vehicles	18,106		25,767	
	<u> </u>	37,693	<u> </u>	46,128
		93,733		565
(Loss)/Profit on disposal of fixed assets:				
Plant & machinery	-		3,708	
Motor vehicles	(414)		-	
	<u> </u>	(414)	<u> </u>	3,708
Carried forward		93,319		4,273

This page does not form part of the statutory financial statements

Gascoigne Group Holdings Limited

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

	2002		2001	
	£	£	£	£
Brought forward		93,319		4,273
Amount written off investments:				
Diminution in current asset investment		256		7,044
NET PROFIT/(LOSS)		<u>£93,063</u>		<u>£(2,771)</u>

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