

ELLIOTT'S ESTATES LIMITED

Company No. 137369

ABBREVIATED ACCOUNTS

31 DECEMBER 2001

AUDITORS

SIMPSON WOOD

CHARTERED ACCOUNTANTS

HUDDERSFIELD



A25  
COMPANIES HOUSE

\*AQATKEQR\*

0616  
03/10/02

A15  
COMPANIES HOUSE

26/09/02

# **ELLIOTT'S ESTATES LIMITED**

## **DIRECTORS**

B. Elliott (Chairman)  
A. M. Elliott

## **SECRETARY**

M. Elliott

## **AUDITORS**

Simpson Wood  
Chartered Accountants  
Bank Chambers  
Market Street  
HUDDERSFIELD  
HD1 2EW

## **BANKERS**

Royal Bank of Scotland Plc  
27 Market Place  
HUDDERSFIELD  
HD1 2AD

HSBC Bank plc.  
2 Cloth Hall Street  
HUDDERSFIELD  
HD1 2ES

## **SOLICITORS**

Eaton Smith  
14 High Street  
Huddersfield  
HD1 2HA

## **REGISTERED OFFICE**

25 Fenay Bridge Road  
Lepton  
HUDDERSFIELD  
West Yorkshire  
HD8 0AY

**ELLIOTT'S ESTATES LIMITED**  
**DIRECTORS' REPORT**  
**31 DECEMBER 2001**

The Directors present their report and accounts for the year ended 31 December 2001.

**PRINCIPAL ACTIVITY AND REVIEW OF BUSINESS DEVELOPMENTS**

The principal activities of the company are those of property management and farming.

On 4 January 2001 the Company sold its brickworks and quarry sites at Lepton and Kirkheaton for £7,970,000. The bricks business ceased on 10 January 2002.

On 23 July 2001 the Company changed its name to Elliott's Estates Limited.

**RESULT AND DIVIDENDS**

The result for the year is as shown in the profit and loss account on page 5.

The Directors recommend the payment of an interim dividend on the ordinary shares of £186.11 per share and a final dividend on the ordinary shares of £111 per share. The profit for the year has been added to reserves. A dividend has not been paid on the cumulative preference shares since 31 December 1954.

**FIXED ASSETS**

Movements in fixed assets are set out in note 11 to the accounts.

**MARKET VALUE OF LAND AND BUILDINGS**

The Directors have been advised that the value of freehold land and buildings is likely to be considerably in excess of the amount at which they are stated in the balance sheet.

**DIRECTORS AND THEIR INTERESTS**

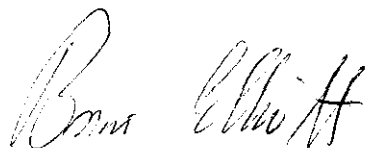
The Directors of the Company during the year together with their interests in the shares of the Company at 31 December 2001 and 31 December 2000 according to the register required to be kept under section 325 of the Companies Act 1985 were as follows:-

	At 31 December 2001		At 31 December 2000	
	Ordinary Shares	Preference shares	Ordinary shares	Preference shares
Brian Elliott	12,380	3,000	12,380	3,000
Alice Margaret Elliott	4,836	-	4,836	-

**AUDITORS**

A resolution to reappoint Messrs. Simpson Wood as Auditors will be proposed at the Annual General Meeting.

On behalf of the board



**BRIAN ELLIOTT**  
**Chairman**

25 Fenay Bridge Road  
Lepton  
Huddersfield

21 August 2002

## **ELLIOTT'S ESTATES LIMITED**

### **DIRECTORS' RESPONSIBILITIES**

#### **in respect of the preparation of accounts**

Company law requires the Directors to prepare accounts 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 accounts, 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 accounts; and
- prepare the accounts 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 to enable them to ensure that the accounts 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.

**ELLIOTT'S ESTATES LIMITED**

**AUDITORS' REPORT TO THE DIRECTORS UNDER  
SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts set out on the attached pages, together with the full statutory accounts of the company for the year ended 31 December 2001 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 those provisions and to report our opinion to you.

**Basis of opinion**

We have carried out the procedures we consider necessary to confirm, by reference to the accounts, 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 statutory accounts.

**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 the attached pages are properly prepared in accordance with those provisions.

A handwritten signature in black ink, appearing to read 'Simpson Wood', is written over the printed name.

SIMPSON WOOD  
CHARTERED ACCOUNTANTS  
REGISTERED AUDITOR  
HUDDERSFIELD

21 August 2002

**ELLIOTT'S ESTATES LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**AS AT 31 DECEMBER 2001**

	Notes	2001 £	2000 £
<b>GROSS(LOSS)/PROFIT</b>		(638,968)	646,448
Distribution costs		(35,276)	(241,342)
Administrative expenses		(682,594)	(873,233)
		<hr/>	<hr/>
		(1,356,838)	(468,127)
Other operating (expenditure)/income		(49,557)	266,378
		<hr/>	<hr/>
<b>OPERATING PROFIT/(LOSS)</b>	3	(1,406,395)	(201,749)
Income from shares in group undertakings	8	934,505	-
Profit on disposal of brickworks	7	7,524,943	-
Interest	6	150,738	(69,110)
		<hr/>	<hr/>
<b>PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION</b>	2	7,203,791	(270,859)
Tax on profit/(loss) on ordinary activities	9	-	-
		<hr/>	<hr/>
<b>PROFIT/(LOSS) ON ORDINARY ACTIVITIES AFTER TAXATION</b>		7,203,791	(270,859)
Dividend	10	2,958,346	-
		<hr/>	<hr/>
		4,245,445	(270,859)
Retained profit brought forward		3,620,886	3,891,745
		<hr/>	<hr/>
<b>RETAINED PROFIT CARRIED FORWARD</b>		<b>£7,866,331</b>	<b>£3,620,886</b>
		<hr/>	<hr/>

**STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES**

There are no recognised gains or losses other than those reflected in the profit and loss account, and therefore no separate statement of total recognised gains and losses has been presented.

There is no difference between the loss on ordinary activities before taxation and the loss on ordinary activities after taxation stated above and their historical cost equivalents.

The bricks business ceased on 10 January 2002.

The notes on pages 8 to 18 form part of these accounts

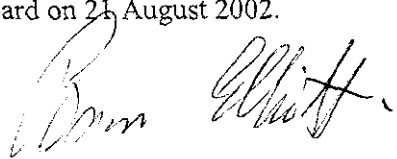
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**ELLIOTT'S ESTATES LIMITED**  
**BALANCE SHEET**  
**AT 31 DECEMBER 2001**

	Notes	£	2001 £	2000 £
<b>FIXED ASSETS</b>				
Tangible assets	11		3,364,187	3,832,279
Investments	12		<u>2</u>	<u>307,604</u>
			3,364,189	4,139,883
<b>DEFERRED ASSET</b>	13		127,370	117,349
<b>CURRENT ASSETS</b>				
Stocks	14	42,695		308,177
Debtors	15	3,731,272		807,091
Cash at bank and in hand		<u>3,900,872</u>		<u>754,134</u>
		7,674,839		1,869,402
<b>CREDITORS: amounts falling due within one year</b>				
Bank loan and overdraft	16	-		814,050
Trade and other creditors	17	<u>3,136,080</u>		<u>480,466</u>
		3,136,080		1,294,516
<b>NET CURRENT ASSETS</b>			4,538,759	574,886
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			8,030,318	4,832,118
<b>CREDITORS: amounts falling due after more than one year</b>				
Amounts owed to subsidiary undertakings		112,627		1,071,310
Trade and other creditors	17	<u>-</u>		<u>88,562</u>
		112,627		1,159,872
<b>PROVISIONS FOR LIABILITIES AND CHARGES</b>	20	<u>-</u>		<u>-</u>
			112,627	1,159,872
			<u><b>£7,917,691</b></u>	<u><b>£3,672,246</b></u>
<b>CAPITAL AND RESERVES</b>				
Called up share capital	21		51,360	51,360
Profit and loss account			7,866,331	3,620,886
Shareholders' funds	22		<u><b>£7,917,691</b></u>	<u><b>£3,672,246</b></u>
Shareholders' funds are as follows:-				
Equity			7,907,141	3,661,876
Non-equity			10,550	10,370
			<u><b>£7,917,691</b></u>	<u><b>£3,672,246</b></u>

The accounts are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium companies.  
Approved by the Board on 21 August 2002.

**B. ELLIOTT**  
Director



The notes on pages 8 to 18 form part of these accounts

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**ELLIOTT'S ESTATES LIMITED**

**CASH FLOW STATEMENT**

**FOR THE YEAR ENDED 31 DECEMBER 2001**

	2001 £	2000 £
<b><u>Reconciliation Of Operating Profit (Loss) to Net Cash (Outflow)</u></b>		
<b><u>Inflow from Operating Activities</u></b>		
Operating (loss)	(1,406,395)	(201,749)
Depreciation	154,234	282,626
Loss/(profit) on disposal of tangible assets	287,128	(283,029)
Write off of investment in subsidiary companies	307,602	-
Decrease in stock	265,482	44,254
(Increase)/decrease in debtors	(2,759,687)	146,108
(Decrease) in creditors	(250,318)	(461,828)
Write off of balances with dormant subsidiary companies	(24,178)	-
Net cash (outflow) inflow from operating activities	<b>£(3,426,132)</b>	<b>£(473,618)</b>

**CASH FLOW STATEMENT**

Net cash (outflow) inflow from operating activities	(3,426,132)	(473,618)
Returns on investments and servicing of finance (note 1)	150,738	(69,110)
Taxation	(10,021)	(2,596)
Capital expenditure (note 1)	7,381,673	314,915
	<u>4,096,258</u>	<u>(230,409)</u>
Financing (note 1)	5,506	739,972
Increase (decrease) in cash	<b>£4,101,764</b>	<b>£509,563</b>

**Reconciliation of net cash flow to movement in net funds/(debt) (note 2)**

Increase in cash in year	4,101,764	509,563
Net debt at 1 January 2001	(200,892)	(710,455)
Net funds/(debt) at 31 December 2001	<b>£3,900,872</b>	<b>£(200,892)</b>

The notes on pages 8 to 18 form part of these accounts

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**ELLIOTT'S ESTATES LIMITED**  
**NOTES TO THE CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 31 DECEMBER 2001**

	2001 £	2000 £
<b><u>NOTE 1 - GROSS CASH FLOWS</u></b>		
<b><u>Returns on investments and servicing of finance</u></b>		
Dividends paid	-	-
Dividends received	-	-
Interest received	194,535	7,682
Interest paid	(43,797)	(76,792)
	<u>£150,738</u>	<u>£(69,110)</u>

**Capital Expenditure**

Payments to acquire tangible fixed assets	(469,815)	(33,087)
Receipts from sale of tangible fixed assets	7,851,488	348,002
	<u>£7,381,673</u>	<u>£314,915</u>

**Financing**

Decrease (increase) in associated company debtor	5,506	739,972
	<u>£5,506</u>	<u>£739,972</u>

**NOTE 2 - ANALYSIS OF CHANGES IN NET FUNDS/(DEBT)**

	At 1 Jan 2001 £	Cash Flows £	at 31 Dec 2001 £
Cash at bank and in hand	754,134	3,146,738	3,900,872
Bank loans and overdrafts	(814,050)	814,050	-
Debt due within 1 year	(52,414)	52,414	-
Debt due after 1 year	(88,562)	88,562	-
<b>Total</b>	<b>£(200,892)</b>	<b>4,101,764</b>	<b>3,900,872</b>

# ELLIOTT'S ESTATES LIMITED

## NOTES ON THE ACCOUNTS

AT 31 DECEMBER 2001

### 1. ACCOUNTING POLICIES

#### Group accounts

As the Company qualifies as a medium-sized company, group accounts for the Company and its subsidiaries have not been prepared as permitted by Section 248 of the Companies Act 1985.

#### Turnover

Turnover represents the total invoice value, excluding value added tax, of goods sold and services tendered during the year.

#### Depreciation

Freehold land is not depreciated. The cost of other fixed assets is written off by equal monthly instalments over their expected useful lives as follows:-

Freehold buildings	25 and 50 years
Tunnel kilns	15 years
Office furniture and fittings	10 years
Engineering equipment	10 years
Brickmaking plant and machinery	7 years
Farm machinery	7 years
Motor vehicles and yard wagons	5 years
Quarry wagons	4 years

#### Stocks

Stocks are valued at the lower of cost and net realisable value.

Net realisable value is based on estimated selling price less any further costs expected to be incurred to completion on disposal.

#### Government grants

Government Grants in respect of expenditure on fixed assets have been credited to a separate account from which amounts are released to revenue over the relevant depreciation period.

#### Deferred taxation

Provision is made for deferred taxation, using the liability method, on short term timing differences and all other material timing differences which are not expected to continue in the future.

#### Pension

The Company operates a defined contribution pension scheme whereby the Company agrees to pay, for eligible employees, a defined contribution to an independent pension scheme. The pension charge represents contributions payable by the Company for the year. The Company's liability is limited to the amount of the contributions. The liability for future pension payment rests solely with the employees personal pension scheme.

#### Hire purchase commitments

Assets held under hire purchase contracts are capitalised in the balance sheet and are depreciated over their useful lives.

The interest element of the obligations is charged to the profit and loss account over the period of the contract and represents a constant proportion of the balance of capital repayments outstanding.

**ELLIOTT'S ESTATES LIMITED****NOTES ON THE ACCOUNTS****AT 31 DECEMBER 2001****(Continued)****2. (LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION**

Analysis of (losses)/profits between activities is as follows:-

	Profit/(loss) on ordinary activities before taxation	
	2001	2000
	£	£
Brick manufacturing and engineering	(1,249,460)	(285,311)
Farming	(30,375)	14,452
Profit on disposal of brickworks	7,524,943	-
Dividends receivable from subsidiary companies	958,683	-
	<u>£7,203,791</u>	<u>£(270,859)</u>

**3. OPERATING PROFIT/(LOSS)**

	2001	2000
	£	£
This is stated after charging (crediting):-		
Auditors' remuneration	10,000	9,700
Hire of machinery	403	10,409
Depreciation of owned assets	154,232	275,076
Depreciation of assets held under hire purchase contracts	-	7,550
Loss/(profit) on disposal of tangible fixed assets	287,128	(283,029)
Exchange rate differences	-	16,757
Write off of investment in subsidiary companies	307,602	-
Write off of balances with dormant subsidiary companies	(24,178)	-

**ELLIOTT'S ESTATES LIMITED**  
**NOTES ON THE ACCOUNTS**  
**AT 31 DECEMBER 2001**  
**(Continued)**

**4. STAFF COSTS**

	2001 £	2000 £
Wages and salaries	513,970	1,034,233
Social security costs	42,387	90,970
Other pension costs	7,448	11,317
Contributions towards benefits in kind	(11,325)	-
	<u>£552,480</u>	<u>£1,136,520</u>

The average number of persons employed by the Company, including Directors, during the year was as follows:-

	2001	2000
Management and administration	8	10
Brickworks and engineering	12	58
Farming	1	1
	<u>21</u>	<u>69</u>

**5. DIRECTORS' REMUNERATION**

	2001 £	2000 £
Emoluments	82,750	82,750
Pension contributions	-	-
Benefits in kind	8,917	8,917
Contributions towards benefits in kind	(5,000)	-
	<u>£86,667</u>	<u>£91,667</u>

**6. INTEREST**

	2001 £	2000 £
Interest received	194,535	7,682
Repayable within 5 years:-		
Bank loan and overdraft	(14,561)	(18,580)
Hire purchase and mortgage	(25,945)	(32,681)
Other interest	(3,291)	(25,531)
	<u>150,738</u>	<u>£(69,110)</u>

**ELLIOTT'S ESTATES LIMITED**  
**NOTES ON THE ACCOUNTS**  
**AT 31 DECEMBER 2001**  
**(Continued)**

**7. PROFIT ON DISPOSAL OF BRICKWORKS**

	2001 £	2000 £
Sale proceeds		7,970,000
Less:		
Legal fees re sale	20,393	
Net book value of property	424,664	
	<hr/>	445,057
Profit		<u><u>£7,524,943</u></u>

**8. INCOME FROM SHARES IN GROUP UNDERTAKINGS**

	2001 £	2000 £
Dividends received from:-		
Nosterfield Gravels Ltd	695,904	-
Kirkheaton Brickworks Ltd	238,601	-
	<u><u>£934,505</u></u>	<u><u>£ -</u></u>

**9. TAXATION**

	2001	2000
Corporation tax at 30%	£ -	£ -
	<hr/>	<hr/>

There are corporation tax losses carried forward available for relief against future profits in the sum of approximately £7,060,000 (2000 - £6,200,000).

**10. DIVIDENDS**

	2001 £	2000 £
Proposed interim dividend	1,900,183	-
£186.11 per share on 10,210 shares (Dividend waived on 38,150 shares)		
Proposed final dividend	1,058,163	-
£111.00 per share on 9,533 shares (Dividend waived on 38,827 shares)		
	<hr/>	<hr/>
	<u><u>£2,958,346</u></u>	<u><u>£ -</u></u>

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**ELLIOTT'S ESTATES LIMITED**  
**NOTES ON THE ACCOUNTS**  
**AT 31 DECEMBER 2001**  
**(Continued)**

11. TANGIBLE FIXED ASSETS	Freehold land and buildings £	Plant, machinery, equipment and vehicles £	Total £
Cost			
At 31 December 2000	4,580,286	7,569,335	12,149,621
Additions during year	357,307	112,508	469,815
Cost of disposals	(1,207,903)	(6,764,284)	(7,972,187)
At 31 December 2001	<u>3,729,690</u>	<u>917,559</u>	<u>4,647,249</u>
Depreciation			
At 31 December 2000	1,335,042	6,982,300	8,317,342
Charge for year	62,694	91,538	154,232
Relating to disposals	(762,342)	(6,426,170)	(7,188,512)
At 31 December 2001	<u>635,394</u>	<u>647,668</u>	<u>1,283,062</u>
Net book amounts at 31 December 2001	<u><b>£3,094,296</b></u>	<u><b>269,891</b></u>	<u><b>3,364,187</b></u>
Net book amounts at 31 December 2000	<u><b>£3,245,244</b></u>	<u><b>£587,035</b></u>	<u><b>£3,832,279</b></u>

Freehold land and buildings includes investment property and land with development potential in Portugal. The net book amount of this expenditure at 31 December 2001 was £603,064 (2000 - £610,416).

The net book value of plant, machinery, equipment and vehicles includes an amount of £Nil (2000 - £21,450) in respect of assets held under hire purchase and lease contracts.

12. FIXED ASSET INVESTMENTS	Shares in subsidiary and associated undertakings £
Shares at cost:-	
At 1 January 2001	£307,604
Additions in year	-
Disposals in year	-
Amounts written off	(307,602)
At 31 December 2001	<u><b>£ 2</b></u>

The Company's subsidiary and associated undertakings are listed below and are wholly owned by the parent undertaking except where otherwise stated:-

Nosterfield Transport Limited	dormant
Nosterfield Gravels Limited	dormant
Rogan and Dawson Limited	dormant
Kirkheaton Brickworks Limited	dormant
Kirkheaton Fireclays Limited (owned by subsidiary undertaking)	dormant
Elliott Aviation Ltd. (50% share capital owned)	trading

The above undertakings are incorporated in the United Kingdom.

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**ELLIOTT'S ESTATES LIMITED**

**NOTES ON THE ACCOUNTS**

**AT 31 DECEMBER 2001**

**(Continued)**

13.	<b>DEFERRED ASSET</b>	2001	2000
		£	£
	Advance Corporation Tax Recoverable	113,833	114,753
	Tax on overdrawn loan accounts recoverable	13,537	2,596
		<u>£127,370</u>	<u>£117,349</u>
14.	<b>STOCKS</b>	2001	2000
		£	£
	Bricks and engineering materials	13,737	300,007
	Farm stocks	28,958	8,170
		<u>£42,695</u>	<u>£308,177</u>
15.	<b>DEBTORS</b>	2001	2000
		£	£
	Trade debtors	14,546	208,720
	Prepayments and accrued income	18,774	48,009
	Other debtors	3,697,952	550,362
		<u>£3,731,272</u>	<u>£807,091</u>

The bank loan and overdraft include an amount of £Nil (2000 - £160,197) which has been advanced against debtors.

	2001	2000
	£	£
Other debtors include the following:-		
Loans to directors and their family members	2,963,080	-

16. **BANK LOAN AND OVERDRAFT**

The bank loan and overdraft are secured by a fixed and floating charge over certain of the tangible fixed assets, debts and all other assets of the Company.

**ELLIOTT'S ESTATES LIMITED**

**NOTES ON THE ACCOUNTS**

**AT 31 DECEMBER 2001**

**(Continued)**

**17. TRADE AND OTHER CREDITORS: amounts falling due within one year**

	Notes	2001 £	2000 £
Trade creditors		102,313	146,621
Other creditors		11,088	187,870
Tax and social security		23,386	47,479
Accruals and deferred income		40,947	46,082
Obligations under hire purchase contracts	18	-	22,414
Loan	19	-	30,000
Corporation tax		-	-
Proposed dividends		2,958,346	-
		<u>£3,136,080</u>	<u>£480,466</u>

**Amounts falling due after more than one year**

	Notes	2001 £	2000 £
Obligations under hire purchase contracts	18	-	-
Loan	19	-	88,562
		<u>£ -</u>	<u>£88,562</u>

Other creditors have been reduced by £Nil (2000 - £107,739). This is made up of loans made to Mr. M. Elliott of £Nil (2000 - £61,983) and Mr. B. Elliott £Nil (2000 - £45,756), who are shareholders of the company at 31 December 2001.

**18. OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS**

	2001 £	2000 £
Amounts payable within one year	-	25,732
Between two and five years	-	-
	<u>-</u>	<u>25,732</u>
Finance charges allocated to future periods	-	(3,318)
	<u>£ -</u>	<u>£22,414</u>
Hire purchase contracts are shown as:-		
Current obligations	-	22,414
Non-current obligations	-	-
	<u>£ -</u>	<u>£22,414</u>

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**ELLIOTT'S ESTATES LIMITED**

**NOTES ON THE ACCOUNTS**

**AT 31 DECEMBER 2001**

**(Continued)**

**18. OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS (Continued)**

Analysis of changes in hire purchase contracts during the current and previous years:-

	2001 £	2000 £
At 1 January 2001	22,413	139,060
Inception of new hire purchase contracts	-	48,380
Capital element of hire purchase repayments	(22,413)	(165,027)
At 31 December 2001	<u>£ -</u>	<u>£22,413</u>

**19. LOANS**

Wholly repayable within five years, by instalments:-

	2001 £	2000 £
Loans	-	118,562
Included in		
Creditors: amounts falling due within one year	-	(30,000)
	<u>£ -</u>	<u>£88,562</u>

The loans are secured by charges on a number of the Company's freehold properties.

Analysis of changes in loan financing during the current and previous years:-

	2001 £	2000 £
At 1 January 2001	118,562	148,562
New loans raised	-	-
Repayment of borrowings	(118,562)	(30,000)
At 31 December 2001	<u>£ -</u>	<u>£118,562</u>

**ELLIOTT'S ESTATES LIMITED**  
**NOTES ON THE ACCOUNTS**  
**AT 31 DECEMBER 2001**  
**(Continued)**

**20. PROVISIONS FOR LIABILITIES AND CHARGES**

Deferred taxation comprises taxation in respect of:-

	2001 £	2000 £
Accelerated capital allowances	-	-
Tax value of losses carried forward	-	-
	<u>£ -</u>	<u>£ -</u>

Potential tax liabilities which are not expected to crystallise in the future exist in respect of accelerated capital allowances on industrial buildings amounting to approximately £Nil (2000 - £30,000).

**21. CALLED UP SHARE CAPITAL**

	Authorised		Issued and fully paid	
	2001 £	2000 £	2001 £	2000 £
4.2% cumulative preference shares of £1 each	3,000	3,000	3,000	3,000
Ordinary shares of £1 each	50,000	50,000	48,360	48,360
	<u>£53,000</u>	<u>£53,000</u>	<u>£51,360</u>	<u>£51,360</u>

A fixed cumulative preference dividend is payable at 6% p.a. out of profits. The remaining profits of the Company are available for distribution to the ordinary shareholders at a rate determined by the Directors.

On winding up the Company, any surplus assets should be used first in repaying the preference shareholders at £1 per share, together with any arrears of the preference dividend. The remaining assets, if any, shall be divided equally amongst the ordinary shareholders.

**22. RECONCILIATION OF SHAREHOLDERS' FUNDS AND MOVEMENTS ON RESERVES**

	Share Capital £	Profit and loss account £	Total £
At 1 January 2000	51,360	3,891,745	3,943,105
Loss for the financial year	-	(270,859)	(270,859)
At 31 December 2000	<u>51,360</u>	<u>3,620,886</u>	<u>3,672,246</u>
Profit for the financial year	-	4,245,445	4,245,445
At 31 December 2001	<u>£51,360</u>	<u>£7,866,331</u>	<u>£7,917,691</u>

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# ELLIOTT'S ESTATES LIMITED

## NOTES ON THE ACCOUNTS

AT 31 DECEMBER 2001

(Continued)

### 23. CONTINGENT LIABILITIES

There are no contingent liabilities at 31 December 2001.

### 24. COMMITMENTS

No future capital expenditure had been authorised by the Directors at 31 December 2001 (2000 - £Nil).

### 25. CUMULATIVE PREFERENCE SHARE DIVIDEND

The cumulative preference share dividend is in arrears to the extent of £7,550 (2000 - £7,370) in respect of accounting periods since 31 December 1954.

### 26. RELATED PARTY DISCLOSURES

The Company is controlled by the Directors and other members of their family.

	2001 £	2000 £
<b><u>Related Party transactions</u></b>		
Included in hire of machinery:-		
Aeroplane hire charged by Elliott Aviation Ltd.	Nil	8,000
<b><u>Amounts due to and from related parties</u></b>		
<b>Included in debtors:</b>		
Loan to Elliott Aviation Ltd.	544,856	550,362
Loans to directors and other members of their family	2,963,080	-
<b>Included in creditors:</b>		
Loans from directors and other members of their family	-	174,971
<b>Included in Creditors after more than one year:</b>		
Loans from dormant subsidiary companies	112,627	1,071,310

There were other transactions as set out below with related parties during the year. These took place at a commercial value.

One property was sold for total proceeds of £45,000 to Ms A.J. Elliott, a shareholder of the company.

A car was sold to Ms A.J. Elliott at its market value at the date of sale. The sale proceeds were £7,500.

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**ELLIOTT'S ESTATES LIMITED**  
**BRICKYARD AND ENGINEERING TRADING ACCOUNT**  
**FOR THE YEAR ENDED 31 DECEMBER 2001**

	Schedule	2001 £	2000 £
<b>SALES</b>		443,794	1,994,351
<b>DIRECT COSTS</b>	1	1,064,629	1,371,670
<b>GROSS (LOSS) PROFIT</b>		<u>(620,835)</u>	<u>622,681</u>
<b>DISTRIBUTION COSTS</b>	2	35,276	241,342
<b>ADMINISTRATIVE EXPENSES</b>	3	670,352	863,918
<b>TRADING (LOSS)/PROFIT</b>		<u>(1,326,463)</u>	<u>(482,579)</u>
Other operating (expenditure)/income		(49,557)	266,378
<b>FARMS</b>	4	(30,375)	14,452
<b>OPERATING PROFIT/(LOSS) for the year</b>		<u><u>£(1,406,395)</u></u>	<u><u>£(201,749)</u></u>

**ELLIOTT'S ESTATES LIMITED****SUPPORTING SCHEDULES ON THE ACCOUNTS****YEAR ENDED 31 DECEMBER 2001****SCHEDULE 1 - DIRECT COSTS**

	2001 £	2000 £
<b>DECREASE/(INCREASE) IN STOCKS</b>		
Stocks at 31 December 2001	(13,737)	(300,007)
Stocks at 31 December 2000	300,007	317,086
	<u>£286,270</u>	<u>£17,079</u>
<b>PRODUCTION COSTS</b>		
Purchases	2,447	51,393
Wages	244,567	559,281
Electricity, gas and heat	28,643	473,770
	<u>£275,657</u>	<u>£1,084,444</u>
<b>EXCAVATOR AND YARD EXPENSES</b>		
Repairs, petrol and oil	37,442	24,368
Wages	13,279	23,066
Depreciation	36,565	34,782
Hire of machinery	403	10,409
Profit on disposal of yard wagons	-	-
	<u>£87,689</u>	<u>£92,625</u>
<b>PLANT MAINTENANCE</b>		
Repairs	27,323	(23,215)
Wages	34,583	54,939
Depreciation	21,562	100,863
Loss on disposal of plant	320,855	-
	<u>£404,323</u>	<u>£132,587</u>
<b>DEPRECIATION</b>		
Building and fixtures	6,790	40,735
Motor wagons	4,900	4,200
Profit on disposal of motor wagons	(1,000)	-
	<u>£10,690</u>	<u>£44,935</u>
<b>TOTAL</b>	<u>£1,064,629</u>	<u>£1,371,670</u>

**ELLIOTT'S ESTATES LIMITED**

**SUPPORTING SCHEDULES ON THE ACCOUNTS**

**YEAR ENDED 31 DECEMBER 2001**

	2001	2000
	£	£
<b>SCHEDULE 2 - DISTRIBUTION EXPENSES</b>		
Hired haulage	6,379	6,068
Wages - drivers	-	50,347
- mechanics	10,928	53,628
Derv	11,581	86,136
Parts and repairs	1,927	26,904
Road fund licences	4,386	17,006
Tyres	75	1,253
	<u>£35,276</u>	<u>£241,342</u>

**SCHEDULE 3 - ADMINISTRATIVE EXPENSES**

Audit, accountancy and taxation	23,272	17,775
Bad debts	(258)	7,885
Bank charges	4,458	5,698
Cleaning wages	12,683	12,537
Directors remuneration and national insurance	94,954	91,776
Contribution towards director's benefit	-	-
Pension contributions - directors	(5,000)	-
Contributions towards staff benefits	(6,325)	-
Pension contributions - staff	7,448	11,317
Insurance	27,225	41,984
Legal and professional charges	66,962	134,000
Motor cars - expenses	9,120	16,280
- depreciation	3,516	20,834
Loss/(profit) on sales of motor cars	(8,624)	13,192
Office and management wages and salaries	130,582	277,527
Office fixtures and fittings depreciation	4,422	5,042
Rates and water	719	151,388
Sundry expenses	21,774	49,178
Travelling expenses	-	748
Sundry income: option to tip	-	(10,000)
Exchange rates differences	-	16,757
Write off of investment in subsidiary companies	307,602	-
Write off of balances with dormant subsidiary companies	(24,178)	-
	<u>£670,352</u>	<u>£863,918</u>

**ELLIOTT'S ESTATES LIMITED**

**SUPPORTING SCHEDULES ON THE ACCOUNTS**

**YEAR ENDED 31 DECEMBER 2001**

**SCHEDULE 4 - FARMS TRADING ACCOUNT**

		2001	2000
	£	£	£
<b>SALES</b>		123,326	135,190
<b>COST OF SALES</b>			
Purchases	42,635		13,964
Stock at 31 December 2000	8,170		35,345
	<hr/>		<hr/>
	50,805		49,309
Stock at 31 December 2001	(28,958)		(8,170)
	<hr/>		<hr/>
	21,847		41,139
<b>DIRECT COSTS</b>	<hr/>		<hr/>
Wages	14,781		14,639
Depreciation	20,575		20,467
Feed and sundry purchases	22,524		792
Repairs	55,250		23,870
Veterinary	71		3,251
Contract work	3,365		7,265
Spray, fertilizer and lime	2,035		-
Commission on sales	1,011		-
	<hr/>		<hr/>
	119,612		70,284
	<hr/>		<hr/>
		141,459	111,423
		<hr/>	<hr/>
		(18,133)	23,767
<b>ADMINISTRATIVE EXPENSES</b>			
Electricity, gas and oil, and rates	6,902		6,079
Telephone	781		332
Sundry	2,274		1,680
Legal and professional	1,457		1,224
Insurance	533		-
Subscriptions	298		-
	<hr/>		<hr/>
	12,245		9,315
Interest received	3		-
	<hr/>		<hr/>
		12,242	9,315
<b>SURPLUS/(DEFICIT) FOR THE YEAR</b>		<hr/>	<hr/>
		£(30,375)	£14,452
		<hr/>	<hr/>