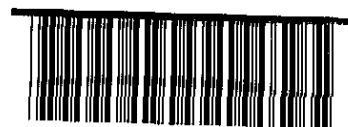


ALEXANDER OASTLER LIMITED

FINANCIAL STATEMENTS

31st MARCH 2001

Registered number: 24913



SCT SSQHB6RZ 0396
COMPANIES HOUSE 20/12/01

SIEVWRIGHT DICKSON & CO.

CHARTERED ACCOUNTANTS

Arbroath

ALEXANDER OASTLER LIMITED

DIRECTORS' REPORT

31st March 2001

The directors present their report and the audited financial statements for the year ended 31st March 2001.

Principal activity

The principal activity of the company was that of joinery work.

Directors

The directors of the company during the year and their interests in the shares of the company as recorded in the register of directors' interests were as follows

	31st March 2001 Ordinary shares	1st April 2000 Ordinary shares
H.L.Ramsay	1	1
B.Thomson	1	1
G.L.Strachan (removed 10.8.2000)	-	-
D.M.Melville	-	-

G.L.Strachan (removed 2.6.2000), D.M.Melville and H L Ramsay (appointed 7.6.2000) are directors of McTavish Ramsay and Company Limited which held 7,798 shares of the company throughout the year.

Auditors

Sievwright Dickson & Co. have agreed to offer themselves for re-appointment as auditors of the company.

Small company exemptions

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.
The financial statements on pages 4 to 12 have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

On behalf of the board



Miller Hendry
Secretaries

9th November 2001

ALEXANDER OASTLER LIMITED

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 of the company for that period. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and 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 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 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.

ALEXANDER OASTLER LIMITED

AUDITORS' REPORT

Auditors' report to the members of

Alexander Oastler Limited

We have audited the financial statements on pages 4 to 12 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000), under the historical cost convention and the accounting policies set out on page 6.

Respective responsibilities of directors and auditors

As described on page 2, the company's directors are responsible for the preparation of 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

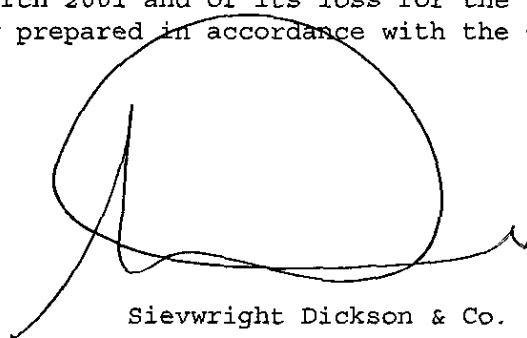
We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the 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 error or other irregularity. 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 31st March 2001 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Arbroath
9th November 2001



Siewwright Dickson & Co.
Registered Auditors
Chartered Accountants

ALEXANDER OASTLER LIMITED

PROFIT AND LOSS ACCOUNT

for the year ended 31st March 2001

	Note	2001 £	2000 £
Turnover	2	2,107,991	2,019,454
Changes in stocks of finished goods and work in progress		63,552	(1,527)
Other operating income		1,013	501
		2,172,556	2,018,428
Raw materials and consumables		(1,253,130)	(1,186,391)
Staff costs	4	(881,659)	(708,853)
Depreciation	3	(38,966)	(32,992)
Other operating charges		(67,351)	(68,989)
Operating (loss)/profit	3	(68,550)	21,203
Investment income	5	18,757	18,947
Interest payable		(8,700)	(5,938)
(Loss)/profit on ordinary activities before taxation		(58,493)	34,212
Taxation	6	11,302	(6,367)
(Loss)/profit on ordinary activities after taxation		(47,191)	27,845
Profit retained by associate company	7	(6,650)	(6,650)
Retained (loss)/profit for the year	15	(53,841)	21,195

Movements in reserves are shown in note 15.

ALEXANDER OASTLER LIMITED

BALANCE SHEET

at 31st March 2001

	Note	2001 £	2000 £
Fixed assets			
Tangible assets	8	346,363	308,095
Investments	9	17,500	17,500
		<u>363,863</u>	<u>325,595</u>
Current assets			
Stocks		226,318	162,718
Debtors	10	346,731	578,584
Cash at bank and in hand		175	73
		<u>573,224</u>	<u>741,375</u>
Creditors: amounts falling due within one year	11	(512,860)	(590,855)
Net current assets		<u>60,364</u>	<u>150,520</u>
Total assets less current liabilities		<u>424,227</u>	<u>476,115</u>
Creditors: amounts falling due after more than one year	12	(46,238)	(35,522)
Provision for liabilities and charges		<u>(7,122)</u>	<u>(15,886)</u>
		<u>370,867</u>	<u>424,707</u>
Capital and reserves			
Called up share capital	14	11,000	11,000
Profit and loss account	15	359,867	413,707
Total shareholders' funds		<u>370,867</u>	<u>424,707</u>

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

The financial statements on pages 4 to 12 were approved by the board of directors on 9th November 2001 and signed on its behalf by:

H.L. Ramsay
Chairman

ALEXANDER OASTLER LIMITED
NOTES ON FINANCIAL STATEMENTS
31st March 2001

1 Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost accounting rules.

The financial statements have also been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000). The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard No. 1 on the grounds that it qualifies as a small company under the Companies Act 1985.

Turnover

Turnover represents the amount derived from the provision of goods and services falling within the company's activities after deduction of trade discounts and value added tax.

Depreciation

Depreciation of fixed assets is calculated to write off their cost or valuation value over their estimated useful lives as follows:

Heritable property	1% straight line method
Plant and machinery	10% reducing balance method
Motor vehicles	25% reducing balance method
Fixtures and fittings	10% reducing balance, 20% straight line

Leases and hire purchase contracts

Tangible fixed assets acquired under finance leases and hire purchase contracts are capitalised at the estimated fair value at the date of inception of each lease or contract. The total finance charges are allocated over the period of the lease in such a way as to give a reasonably constant charge on the outstanding liability.

Stocks and work in progress

Stocks are valued at the lower of cost and net realisable value. Cost is computed on a first in first out basis. The cost of work in progress includes all direct materials and labour plus attributable overheads based on the normal level of activity. Net realisable value is based on estimated selling price less the estimated cost of disposal.

Deferred taxation

Deferred taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

Defined contribution pension scheme

Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

Associated company

The company's share of the profits of an associated company, based on the audited accounts to March 31st is included in the company's profit and loss account. As the company has no subsidiaries and does not otherwise prepare consolidated accounts, the share of the associated company's post-acquisition retained profits and reserves are shown by way of note and not included in the balance sheet of the company. Sales by the associated company are not included in the turnover.

ALEXANDER OASTLER LIMITED

NOTES ON FINANCIAL STATEMENTS

31st March 2001

2 Turnover

In the opinion of the directors, none of the turnover of the company is attributable to geographical markets outside the UK (2000 nil).

3 Operating (loss)/profit

	2001 £	2000 £
Operating (loss)/profit is stated after crediting:		
Profit on sale of assets	-	3,836
and after charging:		
Auditors' remuneration	3,300	3,300
Loss on sale of assets	635	-
Depreciation of tangible fixed assets (note 8):		
Owned assets	32,684	36,828
Leased assets	5,647	-
	38,331	36,828

4 Directors

	2001 £	2000 £
Directors' emoluments	82,656	79,500
During the year the following number of directors accrued retirement benefits under:	Number	Number
Money purchase pension schemes	2	2

Defined contribution pension scheme

The company operates a defined contribution scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £10,245 (2000 £9,244).

5 Investment income

	2001 £	2000 £
Interest receivable	89	95
Share of associated company profits	9,432	9,717
Other non-trading income	9,236	9,135
	18,757	18,947

ALEXANDER OASTLER LIMITED

NOTES ON FINANCIAL STATEMENTS

31st March 2001

6 Taxation

	2001	2000
	£	£
Corporation tax on loss on ordinary activities at 20% (2000 20%)	(4,239)	5,199
Tax credit on franked investment income	45	45
Deferred taxation	(8,765)	(819)
Associated company taxation	1,657	1,942
	<u>(11,302)</u>	<u>6,367</u>

Tax losses of approximately £50,000 are available to carry forward.

7 Associated company

The company holds 37.5% of the issued share capital of Dundee Indoor Bowling Rink Limited, a company registered in Scotland.

	2001	2000
	£	£
Company's share of profits for year before tax	9,432	9,717
Less : Corporation tax	(1,657)	(1,942)
Less : Dividend receivable in respect of period to 31st March 2000	(1,125)	(1,125)
	<u>6,650</u>	<u>6,650</u>

The company's share of post acquisition profits retained by the associated company amounts to:-

Balance brought forward	90,261	83,611
Increase for year	6,650	6,650
	<u>96,911</u>	<u>90,261</u>

ALEXANDER OASTLER LIMITED

NOTES ON FINANCIAL STATEMENTS

31st March 2001

8 Tangible fixed assets

	Motor Vehicles	Plant and Machinery	Fixtures and Fittings	Land and Buildings	Total
Cost	£	£	£	£	£
1st April 2000	118,832	167,675	25,679	154,133	466,319
Additions	44,324	14,352	2,287	16,295	77,258
Disposals	-	-	(2,184)	-	(2,184)
31st March 2001	163,156	182,027	25,782	170,428	541,393
Depreciation					
1st April 2000	44,505	89,376	11,866	12,477	158,224
Charge for the year	24,272	8,902	3,453	1,704	38,331
Disposals	-	-	(1,524)	-	(1,524)
31st March 2001	68,777	98,278	13,795	14,181	195,031
Net book amount					
31st March 2001	94,380	83,749	11,987	156,247	346,363
1st April 2000	74,327	78,299	13,813	141,656	308,095

The net book amount of fixed assets includes £38,383 (2000 Nil) in respect of assets held under finance leases and hire purchase contracts, the depreciation of which is shown in note 3.

9 Fixed asset investments

	Associated company	Unquoted investments	Total
Cost			
1st April 2000 and at 31st March 2001	16,500	1,000	17,500
Net book amount			
31st March 2001	16,500	1,000	17,500
1st April 2000	16,500	1,000	17,500
		2001	2000
		£	£
Unquoted investments - cost		1,000	1,000
Unquoted investments - market value		5,000	5,000

ALEXANDER OASTLER LIMITED

NOTES ON FINANCIAL STATEMENTS

31st March 2001

10 Debtors

	2001	2000
	£	£
Amounts falling due within one year		
Trade debtors	330,745	558,614
Other debtors	15,986	19,970
	<u>346,731</u>	<u>578,584</u>

11 Creditors: amounts falling due within one year

	2001	2000
	£	£
Bank loans and overdrafts	286,570	189,971
Trade creditors	115,122	309,940
Obligations under finance leases and hire purchase contracts - note 12	13,200	-
Amounts due to parent company	7,226	2,131
Corporation tax	-	5,199
Other taxation and social security	76,591	60,623
Other creditors	14,151	22,991
	<u>512,860</u>	<u>590,855</u>

There is a standard security in favour of the company's bankers over the factory, offices and yard at 30 Douglas Street, Dundee and the warehouse at Blinshall Street, Dundee and a floating charge over the company's assets and undertakings.

12 Creditors: amounts falling due after more than one year

	2001	2000
	£	£
Bank loans	25,510	35,522
Obligations under finance leases and hire purchase contracts	20,728	-
	<u>46,238</u>	<u>35,522</u>

ALEXANDER OASTLER LIMITED

NOTES ON FINANCIAL STATEMENTS

31st March 2001

13 Deferred taxation

	2001		2000	
	Amount unprovided £	Amount provided £	Amount unprovided £	Amount provided £
Corporation tax deferred by				
Capital allowances in excess of depreciation	-	17,202	-	15,886
Unrelieved taxation losses	-	(10,080)	-	-
	<u>-</u>	<u>7,122</u>	<u>-</u>	<u>15,886</u>

Deferred taxation is based on a corporation tax rate of 20% (2000 20%).

14 Called up share capital

	2001		2000	
	Number of shares	£	Number of shares	£
Authorized				
Ordinary share capital	<u>20,000</u>	<u>20,000</u>	<u>20,000</u>	<u>20,000</u>
Allotted, called up and fully paid				
Ordinary share capital	<u>11,000</u>	<u>11,000</u>	<u>11,000</u>	<u>11,000</u>

15 Profit and loss account

	2001 £
1st April 2000	413,708
Loss for the year	<u>(53,841)</u>
31st March 2001	<u>359,867</u>

16 Holding company

The company is a subsidiary of McTavish Ramsay and Company Limited, a company registered in Scotland.

ALEXANDER OASTLER LIMITED

NOTES ON FINANCIAL STATEMENTS

31st March 2001

17 Related parties

Name of party	McTavish Ramsay & Co. Ltd.
Relationship	McTavish Ramsay & Co. Ltd. own 70.9% of the Ordinary Share Capital of the company.
Transactions	£
Purchases	8,617
Sales	1,453
Amount due to related party at 31st March 2001	7,226