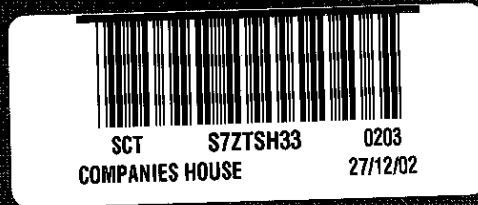


SC 27900



TURNER

Annual Report & Accounts 2002

Notice of Meeting

Notice is hereby given that the Fifty Second General Meeting of Turner & Co. (Glasgow) Limited will be held at 65 Craigton Road, Glasgow on 4th December, 2002 at 12 noon for the following purposes:

- To receive the Directors' Report and Group Accounts.
- To re-elect the Directors.
- To re-appoint the Auditors.
- To authorise the Directors to fix the remuneration of the Auditors.
- To declare the final dividend for 2002.
- To transact any other ordinary business of the company.

By order of the board,

W. S. Sharp
Secretary



25th October, 2002

A member of the company entitled to attend and vote is entitled to appoint a proxy, who need not be a member of the company, to attend and vote in his stead.

Proxy forms must be deposited at the Registered Office of the company not less than forty-eight hours before the time appointed for the meeting.

Report of the Directors

The directors present their report and group accounts of Turner & Co. (Glasgow) Limited for the 52 weeks ended 29th March, 2002.

Results and Dividends

The group profit for the period attributable to the members of the parent company amounted to £8,038,000.

The directors recommend a final ordinary dividend of 21 pence per share, amounting to £173,000 making a total dividend of 41 pence and £337,000 for the period, which leaves a profit of £7,701,000 to be retained.

Review of the business and principal activities
The Chairman's statement on page 4 includes a review of the business.

The principal activities of the group during the period were as follows:

- Distribution, hire, service and operation of diesel equipment and facilities management.
- Service of aviation equipment.
- Manufacture, hire, sale and erection of access equipment.
- Hire of private and commercial vehicles.

Market value of land and buildings

The directors are of the opinion that there is no material difference between the market value and the book value of land and buildings which would be of significance to members.

Future developments

It is the intention of the group to develop its existing interests while seeking to exploit new opportunities as they arise.

Disabled persons

Disabled persons are employed when suited to a particular vacancy and the group's training programmes are available to them.

Employee involvement

Each group company consults its employees on matters of concern to them and employees are encouraged to participate in their company's affairs.

Report of the Directors

Directors and their interests

The Directors of the company at 29th March 2002 and their interests in the ordinary shares of the company were as follows:

	2002	2001
A. G. Turner	400	4,600
J. D. Russell	26,232	26,232
A. Gordon Turner	387,137	382,270
J. G. Hamilton	400	400
Alan G. Turner	386,637	381,770
W. S. Sharp	1,000	1,000

J.D. Russell and A. G. Turner retire by rotation, J.D. Russell, being eligible, offers himself for re-election. J.G. Hamilton resigned as a director on 31st July 2002.

Statement of directors'

responsibilities in respect of the accounts

Company law requires the directors to prepare accounts for each financial period which give a true and fair view of the state of the affairs of the company and of the profit and loss of the Group 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 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.

Auditors

Ernst & Young LLP have expressed their willingness to continue in office and a resolution proposing their reappointment will be submitted at the Annual General Meeting.

On behalf of the board

W.S.Sharp
Secretary



25th October 2002

Chairman's Statement

Profit for the year was £11.1 Million

The Access division suffered as a result of a general downturn in demand across the range of products though most notably in its aviation related activity, which was directly affected by the events of Sept 11th. The Swedish operation fared rather better. A new access system product called Safespan, added to our capability last year, is showing very encouraging signs.

The Aviation division held up well against the general trend within its markets, despite ever increasing competition from other independent's and more particularly manufacturers, whose focus on aftermarket product support sharpens. New product capability in repair and overhaul is continually being added in the ongoing effort to replace ageing products.

The performance of the Diesel and Facilities Management Divisions was varied. Mitchell Diesel enjoyed record profits, the result of abnormally high activity in the rail and on highway service businesses. Turner Diesel produced profits well ahead of expectation, performing well in all sectors, notably locomotive support. Tilsley & Lovatt continued to incur substantial unrecoverable costs in the completion of a CHP packaging contract.

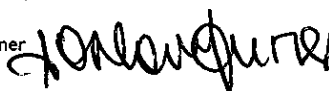
The company has ceased any further activity in this market sector. Power Electrics continued in establishing itself as a significant player in the UK generator rental market. The division is expected to return a profit in this coming year. TFM and GCMS continued to perform ahead of expectations and both the defence and non defence activities show ongoing growth potential, despite the ever-increasing competitive nature of these activities.

Turner Hire Drive continued to produce entirely acceptable results despite the relentless pressure on residual values. The vehicle rental activity was enhanced by the acquisition of Stamford Van and Car Hire Ltd. in June of this year.

Jim Russell retired in July this year with our sincere thanks for the valuable contribution he has made in over thirty-three years with the company of which the last thirteen were as Chairman. Jim remains on the Board in a non-executive capacity.

The Group wish to thank all employees for their efforts during the year.

A. Gordon Turner
Chairman



25th October 2002

Independent Auditors' Report to the Members of Turner & Co. (Glasgow) Limited

We have audited the group's accounts for the period ended 29th March 2002 which comprise the Consolidated Profit and Loss Account, Statement of Total Recognised Gains and Losses, Group Balance Sheet, Company Balance Sheet, Consolidated Cash Flow Statement and the related notes 1 to 23. These accounts have been prepared on the basis of the accounting policies set out herein.

Respective Responsibilities of Directors and Auditors

The directors' responsibilities for preparing the Annual Report and the accounts in accordance with applicable United Kingdom law and accounting standards are set out in the Statement of Directors' Responsibilities

Our responsibility is to audit the accounts in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the accounts 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 accounts, 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 the information specified by law regarding directors' remuneration and transactions with the group is not disclosed.

We read other information contained in the Annual Report and consider whether it is consistent with the audited financial accounts. This other information comprises the Directors' Report and Chairman's Statement. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the accounts. Our responsibilities do not extend to any other information.

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 accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts, and of whether the accounting policies are appropriate to the group'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 accounts 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 accounts.

Opinion

In our opinion the accounts give a true and fair view of the state of affairs of the company and of the group as at 29th March 2002 and of the profit of the group for the 52 weeks then ended and have been properly prepared in accordance with the Companies Act 1985.

Ernst & Young LLP
Ernst & Young LLP

Registered Auditor
Glasgow

25th October 2002

Consolidated profit and loss account for the 52 weeks ended 29th March, 2002

	Notes	2002 £'000	2001 £'000
Turnover	2	175,982	164,559
Cost of Sales		132,561	122,132
Gross profit		43,421	42,427
Distribution costs and administrative expenses		33,207	31,062
Operating profit	3	10,214	11,365
Interest	6	932	1,338
Profit on ordinary activities before taxation		11,146	12,703
Tax on profit on ordinary activities	7	3,121	3,893
Profit on ordinary activities after taxation		8,025	8,810
Minority interest		13	14
Profit attributable to the members of the parent company	8	8,038	8,824
Dividends	9	337	337
Retained profit	19	7,701	8,487
Earnings per share	9	£9.78	£10.74

Statement of total recognised gains and losses

Total recognised gains and losses relating to the period			
Profit attributable to the members of the parent company	19	8,038	8,824
Prior year adjustment		-	(880)
Total gains and losses recognised since last annual report		8,038	7,944

The notes on pages 10 to 24 form part of these accounts.

Group balance sheet as at 29th March, 2002

	Notes	2002 £'000	2001 £'000
Fixed Assets			
Tangible assets	10	32,578	31,048
Investments	11	325	325
Current Assets			
Stocks	12	19,704	18,107
Debtors	13	35,770	29,579
Cash at bank and in hand	14	27,361	27,123
		<u>82,835</u>	<u>74,809</u>
Creditors			
Amounts falling due within one year	15	<u>32,030</u>	<u>29,835</u>
Net Current Assets		<u>50,805</u>	<u>44,974</u>
Total Assets less Current Liabilities		<u>83,708</u>	<u>76,347</u>
Provision for Liabilities and Charges			
Deferred taxation	17	1,222	1,548
Minority interest - equity		245	259
NET ASSETS		<u>82,241</u>	<u>74,540</u>
Capital and Reserves			
Called up share capital	18	205	205
Share premium	19	22	22
Profit and loss account	19	82,014	74,313
EQUITY SHAREHOLDERS FUNDS		<u>82,241</u>	<u>74,540</u>

A. Gordon Turner
Director



25th October, 2002

The notes on pages 10 to 24 form part of these accounts.

Balance sheet as at 29th March, 2002

	Notes	2002 £'000	2001 £'000
Fixed Assets			
Tangible assets	10	3,146	2,938
Investments	11	4,110	4,058
		<u>7,256</u>	<u>6,996</u>
Current Assets			
Debtors	13	27,534	32,732
Cash at bank and in hand		<u>12,855</u>	<u>7,133</u>
		<u>40,389</u>	<u>39,685</u>
Creditors			
Amounts falling due within one year	15	<u>39,498</u>	<u>39,653</u>
Net Current Assets		<u>891</u>	<u>212</u>
Total Assets less Current Liabilities		<u>8,147</u>	<u>7,208</u>
Provision for Liabilities and Charges			
Deferred taxation	17	<u>140</u>	<u>167</u>
NET ASSETS		<u>8,007</u>	<u>7,041</u>
Capital and Reserves			
Called up share capital	18	205	205
Share premium	19	22	22
Profit and loss account	19	<u>7,780</u>	<u>6,814</u>
EQUITY SHAREHOLDERS FUNDS		<u>8,007</u>	<u>7,041</u>

A. Gordon Turner
Director

25th October, 2002

The notes on pages 10 to 24 form part of these accounts.

**Group statement of cash flows
for the 52 weeks ended 29th March, 2002**

	Notes	2002 £'000	2001 £'000
Net cash inflow from operating activities	3(b)	10,770	13,643
Returns on investments and servicing of finance			
Interest received	965		1,352
Interest paid	(33)		(14)
		932	1,338
Taxation			
Corporation tax paid		(3,676)	(4,707)
Capital expenditure and financial investment			
Payment to acquire fixed assets	(10,203)		(13,527)
Receipts from sale of fixed assets	2,752		2,603
		(7,451)	(10,924)
Acquisitions and disposals			
Purchase of subsidiary undertakings	-		(112)
Net cash acquired with subsidiary undertakings	-		528
		-	416
Equity dividends paid		(337)	(353)
Cash inflow/(outflow) before use of liquid resources and financing	14	238	(587)
Management of liquid resources			
(Increase)/decrease of cash on fixed term deposit	14	(7,394)	2,973
(Decrease)/increase in cash in the period		(7,156)	2,386

The notes on pages 10 to 24 form part of these accounts.

Notes to the Accounts at 29th March, 2002

1 - Accounting policies

Accounting convention

The accounts are prepared under the historical cost convention and in accordance with applicable accounting standards.

Basis of consolidation

The group accounts consolidate the accounts of Turner & Co. (Glasgow) Limited and all its subsidiary undertakings drawn up to 29th March, 2002. No profit and loss account is presented for Turner & Co. (Glasgow) Limited as provided by s.230 of the Companies Act 1985.

Undertakings, other than subsidiary undertakings, in which the group has an investment representing not less than 20% of the voting rights and over which it exerts significant influence are treated as associated undertakings. The group accounts include the appropriate share of these undertakings' results and reserves where material.

Goodwill

Goodwill arising on acquisitions made after 27th March 1998 is capitalised and amortised over its expected useful life. Goodwill is reviewed for impairment at the end of the first full financial year following acquisition and in other periods if events or changes in circumstances indicate that the carrying value may not be recoverable.

Goodwill arising on acquisitions prior to 27th March 1998 was written off to reserves in the year in which it arose.

Depreciation

Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated

to write off the cost, less estimated residual value, of each asset over its expected useful life as follows:

Freehold buildings
- over 50 years

Leasehold land and buildings
- over the lease term on a straight line basis

Plant, machinery, fixtures and fittings
- 15% on a reducing balance basis

Motor vehicles
- between 20% and 25% on a straight line basis

Computer equipment
- 33.33% on a straight line basis

Stocks
Stocks are stated at the lower of cost and net realisable value as follows:

Costs incurred in bringing each product to its present location and condition:

Raw materials and goods for resale
- purchase cost on a first in, first out basis.

Work in progress and finished goods
- cost of direct materials and labour plus attributable overheads based on a normal level of activity.

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

Notes to the Accounts at 29th March, 2002

I - Accounting policies (continued)

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more, tax, with the following exceptions:

- provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposals of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only when the replacement assets are sold
- deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Foreign currencies

Assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transactions. All differences are charged to the profit and loss account.

Leasing commitments

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

Pensions

The Group operates a pension scheme which provides benefits on retirement, or on death in service, based on final pensionable pay. The assets of the scheme are held separately from those of the Group, being invested through external investment managers. The cost of those benefits is charged against profit as the service arises. Past service costs and variations are amortised against the profit over the expected remaining period of service.

Notes to the Accounts at 29th March, 2002

2 - Turnover and profit before taxation

Turnover represents the invoiced amount of goods sold and services provided, which fall within the company's ordinary activities, all of which are continuing, stated net of value added tax.

Turnover and profit on ordinary activities before taxation were contributed as follows:

	£'000	2002 %	£'000	2001 %
Turnover				
Area of activity				
Diesel and facilities management	151,738	86	139,267	84
Aviation	7,753	5	7,414	5
Construction Access	6,840	4	9,512	6
Hire Drive	9,651	5	8,366	5
	<u>175,982</u>	<u>100</u>	<u>164,559</u>	<u>100</u>
Geographical area				
Within United Kingdom	162,926	93	154,457	94
Outwith United Kingdom	13,056	7	10,102	6
	<u>175,982</u>	<u>100</u>	<u>164,559</u>	<u>100</u>
Profit on ordinary activities before taxation				
Area of activity				
Diesel and facilities management	8,802	81	8,732	72
Aviation	525	5	552	5
Construction Access	(224)	(2)	937	8
Hire Drive	1,781	16	1,834	15
	<u>10,884</u>	<u>100</u>	<u>12,055</u>	<u>100</u>
Parent company administrative expenses & interest	<u>262</u>		<u>648</u>	
	<u>11,146</u>		<u>12,703</u>	
Net assets				
Area of activity				
Diesel and facilities management	56,721	69	51,622	69
Aviation	5,812	7	5,437	7
Construction Access	2,521	3	2,695	4
Hire Drive	8,567	10	7,428	10
Others	8,620	11	7,358	10
	<u>82,241</u>	<u>100</u>	<u>74,540</u>	<u>100</u>

Notes to the accounts at 29th March, 2002

3 - Operating profit

	2002 £'000	2001 £'000
(a) This is stated after charging (crediting):		
Depreciation and amortisation	6,402	6,929
Gain on disposal of fixed assets	(481)	(577)
Auditors' remuneration	124	122
- audit services	56	53
- other services	3	16
Operating lease rentals	954	937
- plant		
- land and buildings		
(b) Net cash inflow from operating activities:		
Operating profit	10,214	11,365
Depreciation and amortisation	6,402	6,929
Gain on disposal of fixed assets	(481)	(577)
Movement in stocks	(1,597)	(3,517)
Movement in debtors	(6,191)	(2,205)
Movement in creditors	2,423	1,648
	10,770	13,643

4 - Directors' remuneration

	2002 £'000	2001 £'000
Emoluments	1,008	993
Members of defined benefit pension scheme		
The emoluments paid in respect of the highest paid director are as follows:		
Emoluments	2002 £'000	2001 £'000
Accrued pension benefit	229	215
	37	35

Notes to the accounts at 29th March, 2002

5 - Staff Costs

	2002 £'000	2001 £'000
Wages and salaries	40,828	37,234
Social security costs	3,149	2,911
Other pension costs	1,969	1,935
	<u>45,946</u>	<u>42,080</u>
The average weekly number of employees during the period was made up as follows:		
	2002 No.	2001 No.
Office and management	759	822
Operational	1,471	1,302
	<u>2,230</u>	<u>2,124</u>

6 - Interest

	2002 £'000	2001 £'000
Interest payable - bank loans and overdrafts	(33)	(14)
Interest received	965	1,352
	<u>932</u>	<u>1,338</u>

Notes to the accounts at 29th March, 2002

7 - Tax on profit on ordinary activities

	2002 £'000	2001 £'000
UK Corporation tax		
UK Corporation tax	3,351	3,639
Adjustments in respect of previous periods	96	(25)
Total Current Tax Charge	3,447	3,614
Deferred tax		
Originating and reversal of timing differences	(326)	279
	3,121	3,893
Factors affecting the current tax charge		
The tax assessed on the profit for the period is higher than the standard rate of corporation tax in the UK. The differences are explained below.		
	2002 £'000	2001 £'000
Profit on ordinary activities before taxation	11,146	12,703
Profit on ordinary activities multiplied by the standard rate of Corporation Tax in the UK of 30% (2001 - 30%)	3,344	3,811
Effect of:		
Disallowed expenses and non-taxable income	50	60
Depreciation in excess of capital allowances	(113)	(230)
Short term timing differences	94	(2)
Adjustments in respect of previous periods	96	(25)
Others	(24)	-
Total Current Tax Charge	3,447	3,614

Based on current capital investment plans, the group expects to continue to be able to claim capital allowances in excess of depreciation in future years.

Notes to the accounts at 29th March, 2002

8 - Profit attributable to members of the parent company

	2002 £'000	2001 £'000
Dealt with in the accounts of the parent company	1,303	1,548
Retained by subsidiary undertakings	6,735	7,276
	8,038	8,824

9 - Dividends

	2002 £'000	2001 £'000
Interim	20p 164	20p 164
Final	21p 173	21p 173
	41p 337	41p 337

The calculation of earnings per share is based on earnings of £8,038,000 (2001 - £8,824,000) and on issued ordinary shares of 821,622 (2001 - 821,622).

10 - Tangible fixed assets

Group	Land and buildings £'000	Plant, machinery, fixtures & fittings £'000	Motor vehicles £'000	Total £'000
Cost:				
At 30th March, 2001	5,512	21,452	23,236	50,200
Additions	338	2,230	7,635	10,203
Disposals	-	(1,224)	(5,989)	(7,213)
At 29th March, 2002	5,850	22,458	24,882	53,190
Depreciation:				
At 30th March, 2001	1,275	8,916	8,961	19,152
Provided during the period	130	2,097	4,175	6,402
Disposals	-	(706)	(4,236)	(4,942)
At 29th March, 2002	1,405	10,307	8,900	20,612
Net book value at 29th March, 2002	4,445	12,151	15,982	32,578
Net book value at 30th March, 2001	4,237	12,536	14,275	31,048

Notes to the accounts at 29th March, 2002

10 - Tangible fixed assets (continued)

Company	Land and buildings £'000	Plant, machinery, fixtures & fittings £'000	Motor vehicles £'000	Total £'000
Cost:				
At 30th March, 2001	3,538	1,218	75	4,831
Additions	286	229	-	515
Disposals	-	(242)	(1)	(243)
At 29th March, 2002	3,824	1,205	74	5,103
Depreciation:				
At 30th March, 2001	962	890	41	1,893
Provided during the period	84	204	18	306
Disposals	-	(241)	(1)	(242)
At 29th March, 2002	1,046	853	58	1,957
Net book value at 29th March, 2002	2,778	352	16	3,146
Net book value at 30th March, 2001	2,576	328	34	2,938

The net book value of land and buildings comprises:

	Group		Company	
	2002 £'000	2001 £'000	2002 £'000	2001 £'000
Freehold	4,391	4,181	2,724	2,520
Short leasehold	54	56	54	56
	4,445	4,237	2,778	2,576

11 - Investments

	2002 £'000	2001 £'000
Group		
Unlisted investment	325	325

Notes to the accounts at 29th March, 2002

11 - Investments (continued)

Company	Subsidiary undertakings £'000	Other investments £'000	Total £'000
Cost:			
At 30th March 2001 and 29th March 2002	4,016	325	4,341
Amounts provided:			
At 30th March 2001	283	-	283
Release of provision	(52)	-	(52)
At 29th March 2002	231	-	231
Net book value at 29th March 2002	3,785	325	4,110
Net book value at 30th March 2001	3,733	325	4,058

The company owns either directly or indirectly the following ordinary shareholdings:

Name of company	Country of Registration	Proportion	Nature of Business
Subsidiary undertakings			
Turner Diesel Limited	Scotland	100%	Diesel engineering
Mitchell Diesel Limited	England	100%	Diesel engineering
Turner Hire Drive Limited	Scotland	100%	Car and van hire
Turner Access Limited	Scotland	100%	Construction access
Tradesman Access Limited	Scotland	100%	Construction access
Turner Plus Eight Limited	Scotland	100%	Construction access
PlusEight System AB	Sweden	51%	Construction access
Turner Aviation Limited	Scotland	100%	Aviation engineering
Wilson & Wylie Engineers Limited*	England	100%	Precision engineering
Tilsley & Lovatt Limited	England	100%	Diesel engineering
Power Electrics Limited	England	86.5%	Generator Hire
Turner Facilities Management Limited	Scotland	100%	Facilities management
Turner Morland Limited	Scotland	100%	Safety consultants
Team Building Utilities Limited	England	100%	Building services maintenance
Team Q Maintenance Limited	England	100%	Building services maintenance
Aurora Systems (Cheshunt) Limited	England	100%	Building services maintenance
Flametec Limited	England	100%	Equipment flame protection
Francome Fabrications Limited	England	100%	Equipment flame protection
Turner Diesel Contracts Limited*	England	100%	Diesel engineering
T.G.Power Limited *	Scotland	100%	Power generation
Risborough Turfcare Supplies Limited	England	100%	Grounds care
Turner Equipment Co. Limited	Scotland	100%	Dormant
Turner Training Limited	Scotland	100%	Dormant
Wheatley and Whitely Limited	England	100%	Dormant
Wilson & Wylie (Scotland) Limited	Scotland	100%	Dormant
Turner Grounds care Limited	Scotland	100%	Dormant
TRS Locomotive Support Services Limited	Scotland	100%	Dormant
West Coast Diesel Limited	Scotland	100%	Dormant
Turner Engineering Supply Limited	Falkland Islands	100%	Dormant
Joint Venture			
Amec Turner Limited	Scotland	50%	Facilities management

* Held by a subsidiary undertaking.

Notes to the accounts at 29th March, 2002

12 - Stocks

	Group	
	2002 £'000	2001 £'000
Raw materials	2,767	2,405
Work in progress	4,285	4,879
Finished goods	12,652	10,823
	19,704	18,107

13 - Debtors

	Group		Company	
	2002 £'000	2001 £'000	2002 £'000	2001 £'000
Trade debtors	33,079	26,671	18	2
Amounts owed by subsidiary undertakings	-	-	25,775	31,200
Other debtors	1,088	858	58	28
Prepayments and accrued income	1,603	2,050	-	-
Current corporation tax	-	-	1,683	1,502
	35,770	29,579	27,534	32,732

14 - Net Funds

Analysis of balances as shown in the group balance sheet and changes during the current and previous period.

	2002 £'000	2001 £'000	Change £'000
Cash at bank and in hand	7,070	14,226	(7,156)
Cash on fixed term deposits	20,291	12,897	7,394
Net funds	27,361	27,123	238
	2001 £'000	2000 £'000	Change £'000
Cash at bank and in hand	14,226	11,840	2,386
Cash on fixed term deposits	12,897	15,870	(2,973)
Net funds	27,123	27,710	(587)

Notes to the accounts at 29th March, 2002

15 - Creditors: amounts falling due within one year

	Group		Company	
	2002	2001	2002	2001
	£'000	£'000	£'000	£'000
Amounts due to subsidiary undertakings	-	-	36,045	36,263
Trade creditors	14,441	13,483	211	190
Current corporation tax	1,538	1,767	-	-
Other taxes and social security costs	3,444	2,524	1,061	909
Other creditors	1,719	950	-	-
Accruals	9,848	10,071	1,141	1,251
Proposed dividend	173	173	173	173
Loan notes	867	867	867	867
	32,030	29,835	39,498	39,653

The loan notes relate to the acquisition of Risborough Turfcare Supplies Limited and are unsecured. They are guaranteed and attract a rate of interest fixed at 5%, payable in arrears on 1st July and 1st January each year prior to redemption. They are repayable on or after 30th April 2002.

16 - Obligations under leases

Annual commitments under non-cancellable operating leases are as follows :

	Land & Buildings		Other	
	2002	2001	2002	2001
	£'000	£'000	£'000	£'000
Group				
Operating leases which expire :				
within one year	108	62	-	29
between two and five years	156	270	-	-
over five years	382	382	-	-
	646	714	-	29
Company				
Operating leases which expire :				
within one year	-	-	10	8
between two and five years	-	-	62	50
over five years	190	190	-	-
	190	190	72	58

Notes to the accounts at 29th March, 2002

17 - Deferred Taxation

Provision for deferred tax:				
			Group	Company
			2002	2002
			£'000	£'000
At 30th March 2001			1,548	167
Provided during the year			(292)	13
Prior year adjustment			(34)	(40)
At 29th March 2002			1,222	140
The deferred tax consists of:				
		Group		Company
	2002	2001	2002	2001
	£'000	£'000	£'000	£'000
Accelerated capital allowances	1,611	1,589	150	167
Other timing differences	(389)	(41)	(10)	-
	1,222	1,548	140	167

18 - Share capital

	Authorised		Allotted, called up and full paid	
	2002	2001	2002	2001
	No.	No.	£'000	£'000
Ordinary shares of 25p each	821,622	821,622	205	205

Notes to the accounts at 29th March, 2002

19 - Reconciliation of shareholders' funds and movements on reserves

	Share capital £'000	Share premium £'000	Profit and loss account £'000	Total £'000
Group				
At 31st March 2000	205	22	65,826	66,053
Profit for the financial period	-	-	8,824	8,824
Dividends	-	-	(337)	(337)
At 30th March 2001	205	22	74,313	74,540
Profit for the financial period	-	-	8,038	8,038
Dividends	-	-	(337)	(337)
At 29th March 2002	205	22	82,014	82,241
Company				
At 31st March 2000	205	22	5,636	5,863
Profit for the financial period	-	-	1,515	1,515
Dividends	-	-	(337)	(337)
At 30th March 2001	205	22	6,814	7,041
Profit for the financial period	-	-	1,303	1,303
Dividends	-	-	(337)	(337)
At 29th March 2002	205	22	7,780	8,007

20 - Capital commitments

There were no amounts contracted for but not provided nor amounts authorised by directors but not contracted for in respect of the group or company at 29th March 2002 and 30th March 2001.

21 - Contingent liabilities

In conjunction with other group companies, Turner & Co. (Glasgow) Limited has given an unlimited guarantee in respect of overdraft facilities for itself and certain group companies. At 29th March 2002 the company's contingent liability amounted to £Nil (2001 - £Nil).

At the balance sheet date the group had counter indemnified its bankers for performance bonds granted to third parties for £2,615,000 (2001 - £2,615,000) in respect of overseas contracts and a deferment bond to HM Customs and Excise for £440,000 (2001 - £440,000) in respect of Value Added Tax.

Notes to the accounts at 29th March, 2002

22 - Pension commitments

The company participates in a defined benefit pension scheme, the assets of which are held in a separate trustee administered fund known as the Turner & Co. (Glasgow) Limited Retirement Benefits Scheme. The retirement benefits are funded by way of company and employee contributions, the amounts of which are determined following consultations with independent actuaries who also review periodically the adequacy of the funding.

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The fund was last actuarially valued as at 6th April 2000 using the projected unit method. At that date the market value of the assets was £32,444,000 and their actuarial value was sufficient to cover 119% of the benefits that had accrued to members.

The principal assumptions made by the actuaries were that the annual rate of interest earned by the scheme's assets and the annual rate of salary increases were 6.5% and 5% respectively.

The total company pension cost charged for the year was £1,969,000 (2001 - £1,935,000).

FRS 17 Retirement Benefits

The valuation used for FRS17 disclosures has been based on the most recent actuarial valuation at 6th April 2000 and updated by Aon Consulting to take account of the requirements of FRS 17 in order to assess the liabilities of the scheme at 29th March 2002.

The financial assumptions used to calculate the scheme liabilities under FRS 17 are:

Discount rate	6.00%
Salary increases	4.25%
Pension increases	2.75%
Price inflation	2.75%

The assets in the scheme and the expected rate of return were:

	Long term Return p.a.	Fund Value at 29th March 2002 £'000
Equities	7.50%	25,662
Bonds & property	6.00%	3,628
Other (including Gilts)	5.25%	2,341
Total market value of assets		31,631
Present value of scheme liabilities		32,530
Deficit in the scheme		(899)
Related deferred tax asset		270
Net pension liability		(629)

Notes to the accounts at 29th March, 2002

22 - Pension commitments (continued)

	Group 2002 £'000
Reconciliation of net assets and reserves under FRS 17	
Net Assets	82,241
Net assets as stated in balance sheet	(629)
FRS 17 defined benefit liabilities	
	81,612
Net assets including defined benefit liabilities	
	Group 2002 £'000
Reserves	82,014
Profit and loss reserve as stated in the balance sheet	(629)
FRS 17 defined benefit liabilities	
	81,385
Profit and loss reserves including amounts relating to defined benefit liabilities	

23 - Minority interest

The equity minority interest represents a holding of 13.5% of the "B" Ordinary shares in Power Electrics Limited and 49% of the Ordinary shares in Plus Eight Systems AB. The holders of those shares have no rights against any other group company.