REPORT OF THE DIRECTORS AND

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2002

FOR

CAMPBELL THOMSON LIMITED



CAMPBELL THOMSON LIMITED

COMPANY INFORMATION
for the Year Ended 31 March 2002

DIRECTORS:	Mrs S H C Donaldson Mrs H J C Ross Mr L M Ross Mr G A Donaldson
SECRETARY:	Mr L M Ross
REGISTERED OFFICE:	241 Rosemount Place Aberdeen AB25 2XX
REGISTERED NUMBER:	30372
ACCOUNTANTS:	Gray, McDonald & Dinnie Chartered Accountants 7 Albert Street Aberdeen AB25 1XX
BANKERS:	Bank of Scotland West End Branch 501 Union Street Aberdeen AB11 6DB

REPORT OF THE DIRECTORS
for the Year Ended 31 March 2002

The directors present their report with the financial statements of the company for the year ended 31 March 2002.

PRINCIPAL ACTIVITY
The principal activity of the company in the year under review was that of retailing of wool, haberdashery, stationery and greetings cards.

DIRECTORS
The directors during the year under review were:

Mrs S H C Donaldson
Mrs H J C Ross
Mr L M Ross
Mr G A Donaldson

The beneficial interests of the directors holding office on 31 March 2002 in the issued share capital of the company were as follows:

	31/3/02	1/4/01
Ordinary £1 shares		
Mrs S H C Donaldson	9,310	9,310
Mrs H J C Ross	9,310	9,310
Mr L M Ross	4,190	4,190
Mr G A Donaldson	4,190	4,190

CHARITABLE DONATIONS
Charitable donations during the year amounted to £430 (2001 - £250).

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

ON BEHALF OF THE BOARD:

Mr L M Ross - SECRETARY

Dated: 16 August 2002

CAMPBELL THOMSON LIMITED

PROFIT AND LOSS ACCOUNT
for the Year Ended 31 March 2002

	Notes	31/3/02 £	31/3/02 £	31/3/01 £	31/3/01 £
TURNOVER	2		167,481		166,052
Raw materials and consumables			100,410		99,325
			67,071		66,727
Staff costs	3	40,938		41,771	
Depreciation		4,401		4,908	
Other operating charges		31,536		31,277	
			76,875		77,956
OPERATING LOSS	4		(9,804)		(11,229)
Interest receivable and similar income			42		93
			(9,762)		(11,136)
Interest payable and similar charges			1,272		1,428
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION			(11,034)		(12,564)
Tax on loss on ordinary activities	5		-		-
LOSS FOR THE FINANCIAL YEAR AFTER TAXATION			(11,034)		(12,564)
Retained profit brought forward			103,932		116,496
RETAINED PROFIT CARRIED FORWARD			£92,898		£103,932

The notes form part of these financial statements

CAMPBELL THOMSON LIMITED

BALANCE SHEET
31 March 2002

	Notes	31/3/02 £	31/3/02 £	31/3/01 £	31/3/01 £
FIXED ASSETS:					
Tangible assets	7		93,767		98,168
CURRENT ASSETS:					
Stocks		74,667		73,836	
Debtors	8	590		486	
Cash at bank and in hand		3,808		3,766	
		79,065		78,088	
CREDITORS: Amounts falling due within one year	9	52,934		45,324	
NET CURRENT ASSETS:			26,131		32,764
TOTAL ASSETS LESS CURRENT LIABILITIES:			£119,898		£130,932
CAPITAL AND RESERVES:					
Called up share capital	10		27,000		27,000
Profit and loss account			92,898		103,932
SHAREHOLDERS' FUNDS:			£119,898		£130,932

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 March 2002.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2002 in accordance with Section 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for:

(a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and

(b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

These financial statements have been 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).

ON BEHALF OF THE BOARD:

Mrs H J C Ross - DIRECTOR

Approved by the Board on 16 August 2002

The notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 March 2002

1. ACCOUNTING POLICIES

Accounting convention
The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

Depreciation
Depreciation is provided on all tangible fixed assets at rates calculated to write them down to residual value over their estimated useful economic lives as follows:

Land and buildings	2% straight line
Plant and machinery etc	15% reducing balance
	25% reducing balance
	33% straight line

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

Pension costs
The company operates a money purchase pension scheme. The assets of the scheme are held separately from those of the Company in an independently administered fund. The pension costs charge represents contributions paid by the Company to the fund.

Cash flow statement
The company has taken advantage of the exemption in Financial Reporting Standard No.1 from producing a cash flow statement on the grounds that it is a small company.

Leasing agreements
Rentals paid under operating leases are charged to income on a straight line basis over the term of the lease.

The Company has no assets aquired under finance leases.

2. TURNOVER

Turnover represents the amount of goods sold, stated net of value added tax.

3. STAFF COSTS

	31/3/02	31/3/01
	£	£
Wages and salaries	35,901	36,529
Social security costs	2,325	2,530
Other pension costs	2,712	2,712
	40,938	41,771

NOTES TO THE FINANCIAL STATEMENTS for the Year Ended 31 March 2002

4. OPERATING LOSS

The operating loss is stated after charging:

	31/3/02 £	31/3/01 £
Depreciation - owned assets	4,401	4,908
Operating lease rentals - office equipment	1,199	1,199
Directors' emoluments	19,226	19,519
Directors' pension contributions to money purchase schemes	2,712	2,712

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	1	1

5. TAXATION

No liability to UK corporation tax arose on ordinary activities for the year ended 31 March 2002 nor for the year ended 31 March 2001.

6. PENSION COSTS

The pension costs charge represents contributions paid by the Company to the fund and amounted to £2,712 (2001 - £2,712).

7. TANGIBLE FIXED ASSETS

	Land and buildings	Plant and machinery etc	Totals
	£	£	£
COST:			
At 1 April 2001 and 31 March 2002	120,416	34,697	155,113
DEPRECIATION:			
At 1 April 2001	30,748	26,197	56,945
Charge for year	2,407	1,994	4,401
At 31 March 2002	33,155	28,191	61,346
NET BOOK VALUE:			
At 31 March 2002	87,261	6,506	93,767
At 31 March 2001	89,668	8,500	98,168

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31/3/02 £	31/3/01 £
Prepayments	590	486

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 March 2002

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31/3/02 £	31/3/01 £
Bank loans and overdrafts	18,521	17,108
Trade creditors	20,613	12,940
Directors' loan account	6,050	7,500
Social security & other taxes	4,851	4,875
Creditors & accruals	2,899	2,901
	52,934	45,324

The bank overdraft is secured by a standard security over property at 241 Rosemount Place, Aberdeen for all sums of principal, interest and charges due and that may become due.

10. CALLED UP SHARE CAPITAL

Authorised:

Number:	Class:	Nominal value:	31/3/02 £	31/3/01 £
30,000	Ordinary	£1	30,000	30,000

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	31/3/02 £	31/3/01 £
27,000	Ordinary	£1	27,000	27,000

11. FINANCIAL COMMITMENTS

Operating leases:

At 31 March 2002 the Company had annual commitments under non-cancellable operating leases as follows:

	31/3/02 £	31/3/01 £
Expiry date:		
Between one and two years	775	775