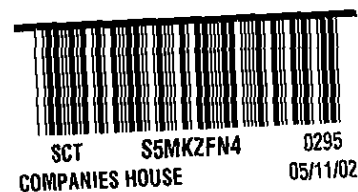




**Fisher & Donaldson
Financial Statements
For
31st March 2002**

Company Registration Number 32124



CARTERS
Chartered Accountants & Registered Auditors
Pentland House
Saltire Centre
Glenrothes
Fife
KY6 2AH

Fisher & Donaldson

Financial Statements

Year Ended 31st March 2002

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Fisher & Donaldson

Officers and Professional Advisers

The Board of Directors

J G Milne
J E Milne
A R Milne

Company Secretary

J E Milne

Registered Office

21 Crossgate
Cupar
Fife

Auditors

Carters
Chartered Accountants
& Registered Auditors
Pentland House
Saltire Centre
Glenrothes
Fife
KY6 2AH

Bankers

Bank of Scotland
The Cross
Cupar
Fife
KY15 4BP

Fisher & Donaldson

The Directors' Report Year Ended 31st March 2002

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 31st March 2002.

Principal Activities

The company did not trade during the year.

The Directors and their Interests in Shares of the Company

The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows:

	Ordinary Shares of £1 each	
	At 31 March 2002	At 1 April 2001
J G Milne	—	—
J E Milne	—	—
A R Milne	—	—
	<u>—</u>	<u>—</u>

The directors' interests in the share capital of the holding company are included in that company's accounts.

In accordance with the articles of association, J G Milne will retire by rotation and, being eligible, will offer himself for re-election.

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 at the end of the year and of the profit or loss for the year then ended.

In preparing those financial statements, the directors are required to select suitable accounting policies, as described on page 8, and then apply them on a consistent basis, making judgements and estimates that are prudent and reasonable. The directors must also 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. The directors 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

A resolution to re-appoint Carters as auditors for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985.

Fisher & Donaldson

The Directors' Report *(continued)*
Year Ended 31st March 2002

Small Company Provisions

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

Registered office:
21 Crossgate
Cupar
Fife

Signed on behalf of the directors



A R Milne
Director

Approved by the directors on 11.10.02

**Independent Auditors' Report to the Shareholders
Year Ended 31st March 2002**

We have audited the financial statements on pages 6 to 9 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 8.

Respective Responsibilities of the Directors and the Auditors

The directors' responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the Statement of Directors' Responsibilities on page 2.

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 directors' report 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 directors' remuneration and transactions with the company is not disclosed.

We read the directors' report and consider the implications for our report if we become aware of any apparent misstatements within it. 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 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 other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Independent Auditors' Report to the Shareholders (Continued)
Year Ended 31st March 2002

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 2002 and of the loss of the company for the year then ended, and have been properly prepared in accordance with the Companies Act 1985.



CARTERS
Chartered Accountants
& Registered Auditors
Pentland House
Saltire Centre
Glenrothes
Fife
KY6 2AH

23rd October 2002

Fisher & Donaldson**Profit and Loss Account
Year Ended 31st March 2002**

	Note	2002 £	2001 £
Turnover		—	—
Administrative expenses		640	653
Loss on Ordinary Activities Before Taxation		<u>(640)</u>	<u>(653)</u>
Tax on loss on ordinary activities		—	—
Loss for the Financial Year		<u>(640)</u>	<u>(653)</u>
Balance brought forward		450,216	450,869
Balance carried forward		<u>449,576</u>	<u>450,216</u>

The notes on pages 8 to 9 form part of these financial statements.

Fisher & Donaldson**Balance Sheet
31st March 2002**

	Note	2002 £	2001 £
Fixed Assets			
Tangible assets	3	31,338	31,978
Investments	4	26,175	26,175
		<u>57,513</u>	<u>58,153</u>
Current Assets			
Debtors	5	462,063	462,063
Total Assets		<u>519,576</u>	<u>520,216</u>
Capital and Reserves			
Called-up equity share capital	7	70,000	70,000
Profit and Loss Account		449,576	450,216
Shareholders' Funds		<u>519,576</u>	<u>520,216</u>

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

These financial statements were approved by the directors on the 23/10/2002 and are signed on their behalf by:



J E Milne

The notes on pages 8 to 9 form part of these financial statements.

Fisher & Donaldson

Notes to the Financial Statements Year Ended 31st March 2002

1. Accounting Policies

Basis of Accounting

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 calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Freehold Property - 2% reducing balance

Investments

Investments are included at cost less amounts written off. Profits or losses arising from disposal of fixed asset investments are treated as part of the result from ordinary activities.

2. Operating Loss

Operating loss is stated after charging:

	2002	2001
	£	£
Directors' emoluments	—	—
Depreciation	640	653

3. Tangible Fixed Assets

	Land and Buildings £
Cost	
At 1st April 2001 and 31st March 2002	58,791
Depreciation	
At 1st April 2001	26,813
Charge for the year	640
At 31st March 2002	27,453
Net Book Value	
At 31st March 2002	31,338
At 31st March 2001	31,978

Fisher & Donaldson

Notes to the Financial Statements Year Ended 31st March 2002

4. Investments

	Unlisted Investments £
Cost:	
At 1st April 2001 and 31st March 2002	<u>26,175</u>
Net Book Value:	
At 31st March 2002	<u>26,175</u>
At 31st March 2001	<u>26,175</u>

The directors consider that the net book value is a close approximation to the market value of the investment.

5. Debtors

	2002 £	2001 £
Amounts owed by group undertakings	<u>462,063</u>	<u>462,063</u>

6. Related Party Transactions

The company was under the control of Fisher & Donaldson (St Andrews) throughout the current and previous year. The Milne family are deemed to have a controlling interest in Fisher & Donaldson (St Andrews).

Debtors at 31st March 2002 includes £462,063 due to the company by Fisher & Donaldson (St Andrews).

7. Share Capital

Authorised share capital:

	2002 £	2001 £
70,000 Ordinary shares of £1 each	<u>70,000</u>	<u>70,000</u>

Allotted, called up and fully paid:

	2002 £	2001 £
Ordinary share capital	<u>70,000</u>	<u>70,000</u>

8. Ultimate Parent Company

The ultimate holding company of this company is Fisher & Donaldson (St Andrews) which is incorporated in Great Britain.