

A&J Macnaughton Limited

Abbreviated accounts
Registered number 32244
31 January 2001

A handwritten signature in black ink, consisting of a stylized, cursive letter 'A' with a long, sweeping tail that loops back to the top of the letter.

Company information

Directors: DJ Stobie, Chairman
BAC Macnaughton, Managing Director

Secretary: JL Macnaughton

Registered office: Tower House
Ruthvenfield Road
Inveralmond
Perth
PH1 3UN

Auditors: KPMG
37 Albyn Place
Aberdeen
AB10 1JB

Bankers: Clydesdale Bank PLC
23 Methven Street
Perth
PH1 5PQ



37 Albyn Place
Aberdeen
AB10 1JB
United Kingdom

Report of the auditors to A&J Macnaughton Limited

pursuant to Section 247B of the Companies Act 1985

We have examined the abbreviated accounts set out on pages 3 to 7 together with the financial statements of A&J Macnaughton Limited prepared under Section 226 of the Companies Act 1985 for the year ended 31 January 2001.

Respective responsibilities of the directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with section 246 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 sections 246(5) and (6) 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 audit opinion

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to the exemptions and that the abbreviated accounts have been properly prepared from those financial statements. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985 and the abbreviated accounts are properly prepared in accordance with those provisions.

KPMG
Chartered Accountants
Registered Auditors

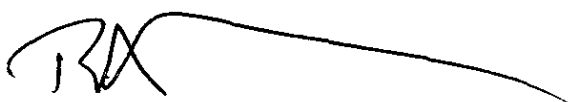
24 August 2001

Balance sheet
at 31 January 2001

	Note	2001		2000	
		£	£	£	£
Fixed assets					
Tangible assets	2		-		261,128
Investments	3		-		6,535
			-		267,663
Current assets					
Stocks		-		311,755	
Debtors		59,794		230,578	
Cash at bank and in hand		-		820,189	
		59,794		1,362,522	
Creditors: amounts falling due within one year					
		-		(42,018)	
Net current assets			59,794		1,320,504
Net assets			59,794		1,588,167
Capital and reserves					
Called up share capital	4	59,000		59,000	
Revaluation reserve		-		236,141	
Other reserves		794		794	
Profit and loss account		-		1,292,232	
Equity shareholders' funds			59,794		1,588,167

The accounts are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

These abbreviated accounts were approved by the board of directors on 24 August 2001 and were signed on its behalf by:



BAC Macnaughton
Director

Notes

(forming part of the accounts)

1 Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

Basis of preparation

The financial statements have been prepared in accordance with applicable accounting standards and under the historical cost accounting rules.

The company has taken advantage of the exemption contained in FRS 8 and has therefore not disclosed transactions or balances with entities which form part of the group. The consolidated financial statements of Macnaughton Holdings Limited, within which this company is included, can be obtained from the address given in note 6.

Intangible fixed assets and amortisation

Intangible fixed assets purchased separately from a business are capitalised at their cost.

Concessions, patents, licences, trademarks, brand names and copyright designs purchased by the company are amortised to nil by equal annual instalments over 10 years.

Fixed assets and depreciation

Depreciation is provided to write off the cost less the estimated residual value of tangible fixed assets by equal instalments over their estimated useful economic lives as follows:

Freehold land and buildings	-	50 years
Plant and equipment	-	3 to 15 years
Computer equipment	-	3 years
Motor vehicles	-	4 years

Depreciation is provided on freehold land as it is not practicable to separate the value of the land from that of the buildings. The directors consider that the effect on the depreciation charge is not material.

Foreign currencies

Transactions in foreign currencies are recorded using the rate of exchange ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated using the rate of exchange ruling at the balance sheet date and the gains or losses on translation are included in the profit and loss account.

Grants

Capital based grants are included within accruals and deferred income in the balance sheet and credited to operating profit over the estimated useful economic lives of the assets to which they relate. Revenue grants are credited to operating profit when received.

Notes (continued)

1 Accounting policies (continued)

Post-retirement benefits

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The amount charged against profits represents the contributions payable to the scheme in respect of the accounting period.

Stocks

Stocks are stated at the lower of cost and net realisable value. Cost is defined as actual invoice cost and net realisable value as the estimated selling price less further expected costs prior to disposal.

Taxation

The charge or credit for taxation is based on the results for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes. Provision is made for deferred tax only to the extent that it is probable that an actual liability will crystallise.

Turnover

Turnover represents the amounts (excluding value added tax) derived from the provision of goods and services to customers.

Capital and liquid resources

Cash, for the purpose of the cash flow statement, comprises cash in hand and deposits repayable on demand, less overdrafts payable on demand.

2 Tangible fixed assets

	Total £
<i>Cost or valuation</i>	
At 31 January 2000	423,053
Additions	19,717
Disposals	(250,000)
Group transfers	(192,770)
At 31 January 2001	-
<i>Depreciation</i>	
At 31 January 2000	161,925
Charge for year	15,399
On disposals	(16,206)
Group transfers	(161,118)
At 31 January 2001	-
<i>Net book value</i>	
At 31 January 2001	-
At 31 January 2000	261,128

Notes (continued)

2 Tangible fixed assets (continued)

Particulars relating to revalued assets are given below:

Land and buildings

	2001 £	2000 £
At 1997 open market value	-	250,000
Aggregate depreciation	-	(12,039)
Net book value	-	237,961
Historical cost of revalued assets	-	4,548
Aggregate depreciation on historical cost basis	-	(2,728)
Historical cost net book value	-	1,820

3 Fixed asset investments

	2001 £
Cost and net book value	
At beginning of year	6,535
Group transfer	(6,535)
At end of year	-

4 Called up share capital

	2001 £	2000 £
Authorised		
Equity: Ordinary shares of £1 each	60,000	60,000
Allotted, called up and fully paid		
Equity: Ordinary shares of £1 each	59,000	59,000

5 Contingent liabilities

The company has granted a standard security over heritable property and a bond and floating charge in security of group bank borrowings.

A cross guarantee exists between all group companies for all sums due to the Clydesdale Bank PLC. At 31 January 2001 the net bank borrowings of the group amounted to £171,042 (2000: £782,398).

Notes *(continued)*

6 Ultimate parent company

The company is a subsidiary undertaking of Macnaughton Holdings Limited.

The largest group in which the results of the company are consolidated is that headed by Macnaughton Holdings Limited. The consolidated accounts of this company are available to the public and may be obtained from the Registrar of Companies, 37 Castle Terrace, Edinburgh, EH1 2EB. No other group accounts include the results of the company.