

WALLACE ALLAN LIMITED
COMPANY REGISTERED NUMBER SC033131
REPORT AND ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31ST JANUARY 2000

33131



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REPORT OF THE AUDITORS TO THE MEMBERS OF
WALLACE ALLAN LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the Abbreviated Accounts on Pages 3 to 5 together with the Financial Statements of Wallace Allan Limited for the year ended 31st January 2000 prepared under Section 226 of the companies Act 1985, as amended.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The Directors are responsible for preparing the Abbreviated Accounts in accordance with Section 246 of the Companies Act 1985, as amended. It is our responsibility to form an independent opinion as to whether the Company is entitled to deliver the 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 OPINION

We have carried out the procedures we consider necessary to confirm, by reference to the Financial Statements, that the Company is entitled to deliver the Abbreviated Accounts and that the Abbreviated Accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the 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, as amended and the Abbreviated Accounts on Pages 3 to 5 are properly prepared in accordance with those provisions.

On 29th September 2000 we reported as auditors to the members of the Company on the Financial Statements prepared under Section 226 of the Companies Act 1985 and our report was as follows:-

We have audited the Financial Statements on pages 5 to 13 which have been prepared under the Historical Cost Convention as modified by the revaluation of certain Fixed Assets and the Accounting Policies set out on page 8.

As described on page 3, 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.

We conducted/

REPORT OF THE AUDITORS TO THE MEMBERS OF

WALLACE ALLAN LIMITED

UNDER SECTION 247B OF THE COMPANIES ACT 1985 (CONTINUED)

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on 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.

As explained in note 1, no provision has been made for the depreciation of Freehold Buildings. This is not within the requirements of Statement of Standard Accounting Practice No.12 and Schedule 4 to the Companies Act 1985.

Except for the above, in our opinion the Financial Statements give a true and fair view of the state of the Company's affairs at 31st January 2000 and of its Profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985, as amended



AYR
29th September 2000

Galbraith McEwan & Company
CHARTERED ACCOUNTANTS AND REGISTERED AUDITORS

WALLACE ALLAN LIMITED

BALANCE SHEET AS AT

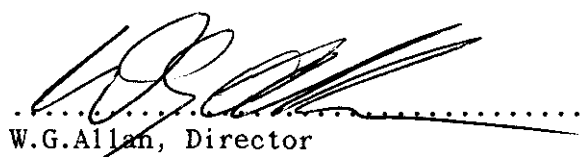
31ST JANUARY 2000

	Notes	2000	1999
TANGIBLE FIXED ASSETS	3	245,216	225,242
		245,216	225,242
CURRENT ASSETS			
Stock at Valuation		356,705	294,944
Debtors		5,819	18,874
Cash at Bank and in Hand		407	349
		362,931	314,167
CREDITORS			
Amounts falling due within one year		254,102	212,562
NET CURRENT ASSETS		108,829	101,605
		354,045	326,847
CREDITORS			
Amounts falling due after more than one year	2	38,354	40,902
TOTAL ASSETS LESS CURRENT LIABILITIES		315,691	285,945
		=====	=====
CAPITAL AND RESERVES			
Called Up - Share Capital	4	22,000	22,000
Revaluation Reserve		89,948	89,948
Profit and Loss Account		203,743	173,997
SHAREHOLDERS FUNDS		315,691	285,945
		=====	=====

In preparing these Abbreviated Financial Statements:-

Advantage has been taken of the exemption conferred by Part III, Schedule 8 of the Companies Act 1985, as amended, on the grounds that in the Directors' opinion the Company is a small company as defined.

The Accounts were approved by the Board on 29th September 2000 and signed on its behalf by:-



 W.G.Allan, Director

WALLACE ALLAN LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED

31ST JANUARY 2000

1. ACCOUNTING POLICIES

The Accounts have been prepared in accordance with the Companies Act 1985, as amended, and with applicable Accounting Standards. The following accounting policies have been applied.

DEPRECIATION

Contrary to Statement of Standard Accounting Practice Number 12, no depreciation is provided on Heritable Property. Depreciation is provided on all other Tangible Fixed Assets as follows:-

Plant and Machinery	-	20%	Reducing Balance
Fixtures & Fittings	-	20%	Reducing Balance
Motor Vehicles	-	25%	Reducing Balance
Office Equipment	-	33.33%	Straight Line

STOCKS

Stocks are stated at the lower of cost and net realisable value on a basis consistent with that used in previous years, due allowance being made for slow moving and obsolete items.

DEFERRED TAXATION

Provision is made for taxation deferred as a result of material timing differences between the incidence of income & expenditure for taxation and accounts purposes, using the liability method, only to the extent that, in the opinion of the Directors, there is a reasonable probability that a liability or asset will crystallise in the near future.

LEASES

Assets held under finance leases or hire purchase contracts are capitalised as Tangible Assets (together with a corresponding capital creditor) and depreciated in line with Company depreciation policies. Finance charges and interest are taken to the Profit and Loss Account in constant proportion to the remaining balance of capital repayments and net obligations outstanding. Rental costs under operating leases are charged to the Profit and Loss Account in equal amounts over the periods of the lease.

PENSION COSTS

Contributions to the Company's pension scheme are charged to the Profit and Loss Account in the year which they become payable.

TURNOVER

Turnover represents the amount of goods sold and services provided excluding Value Added Tax, and is wholly derived from the United Kingdom.

2. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

WALLACE ALLAN LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED

31ST JANUARY 2000 (CONTINUED)

2. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2000	1999
Mortgage	34,354	38,402
Obligations Under Hire Purchase Contracts & Finance Leases	4,000	2,500
	<u>38,354</u>	<u>40,902</u>
	=====	=====

The total Mortgage balance outstanding to the Northern Rock Building Society amounted to £36,866. This is payable in monthly instalments plus interest.

3. TANGIBLE FIXED ASSETS

	HERITABLE PROPERTY	FITTINGS & EQUIPMENT	MOTOR VEHICLES	OFFICE EQUIPMENT	PLANT & MACHINERY	TOTAL
COST:						
As at 1st Feb 1999	207,264	30,282	36,580	12,574	6,831	293,531
Additions	-	-	43,834	-	-	43,834
Disposals	-	-	(18,500)	-	-	(18,500)
	<u>207,264</u>	<u>30,282</u>	<u>61,914</u>	<u>12,574</u>	<u>6,831</u>	<u>318,865</u>
	=====	=====	=====	=====	=====	=====
DEPRECIATION:						
As at 1st Feb 1999	11,655	23,068	18,606	11,803	3,157	68,289
Provided during year	-	1,439	13,502	381	734	16,056
Disposals	-	-	(10,696)	-	-	(10,696)
	<u>11,655</u>	<u>24,507</u>	<u>21,412</u>	<u>12,184</u>	<u>3,891</u>	<u>73,649</u>
	=====	=====	=====	=====	=====	=====
NET BOOK VALUE:						
31st January 1999	195,609	7,214	17,974	771	3,674	225,242
	<u>195,609</u>	<u>7,214</u>	<u>17,974</u>	<u>771</u>	<u>3,674</u>	<u>225,242</u>
	=====	=====	=====	=====	=====	=====
31st January 2000	195,609	5,775	40,502	390	2,940	245,216
	<u>195,609</u>	<u>5,775</u>	<u>40,502</u>	<u>390</u>	<u>2,940</u>	<u>245,216</u>
	=====	=====	=====	=====	=====	=====

The Net Book Value of Tangible Assets at 31st January 2000 includes £24,989 (1999 -£8,719) for assets held under Hire Purchase Contracts & Finance Leases.

4. SHARE CAPITAL

	AUTHORISED		ISSUED AND FULLY PAID	
	2000	1999	2000	1999
Ordinary Shares of £1 each	30,000	30,000	22,000	22,000
	=====	=====	=====	=====