

REGISTERED NUMBER: 57321 (Scotland)

Abbreviated Financial Statements for the Year Ended 31 December 1998

for

**Rathburn Chemicals (Manufacturing)
Limited**



**Rathburn Chemicals (Manufacturing)
Limited**

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for the Year Ended 31 December 1998**

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**Rathburn Chemicals (Manufacturing)
Limited**

**Company Information
for the Year Ended 31 December 1998**

DIRECTORS:

Dr A C Mackay
M H Mackay
Dr A J Mackay
B A Mackay

SECRETARY:

M H Mackay

REGISTERED OFFICE:

Caberston Road
Walkerburn
EH43 6AU

REGISTERED NUMBER:

57321 (Scotland)

AUDITORS:

The James Rosie Partnership
Registered Auditors
Chartered Accountants
Riverside House
Ladhope Vale
Galashiels
TD1 1BT

**Rathburn Chemicals (Manufacturing)
Limited**

**Report of the Auditors to
Rathburn Chemicals (Manufacturing)
Limited**

Under Section 247B of the Companies Act 1985

We have examined the abbreviated financial statements on pages three to six, together with the full financial statements of the company for the year ended 31 December 1998 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements 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 financial statements prepared in accordance with Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the financial statements 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 abbreviated financial statements and that the abbreviated financial statements 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 full financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated financial statements prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements on pages three to six are properly prepared in accordance with those provisions.

The James Rosie Partnership

The James Rosie Partnership
Registered Auditors
Chartered Accountants
Riverside House
Ladhope Vale
Galashiels
TD1 1BT

Dated: 2 July, 1999

**Rathburn Chemicals (Manufacturing)
Limited**

**Abbreviated Balance Sheet
31 December 1998**

31.12.97			31.12.98	
£	£	Notes	£	£
		FIXED ASSETS:		
	669,793	Tangible assets		900,375
	1,633,544	Investments		1,644,272
	<u>2,303,337</u>			<u>2,544,647</u>
		CURRENT ASSETS:		
233,389		Stocks	217,898	
583,148		Debtors	528,257	
230,139		Cash at bank	6,086	
<u>1,046,676</u>			<u>752,241</u>	
831,101		CREDITORS: Amounts falling due within one year	670,898	
<u>215,575</u>				<u>81,343</u>
		NET CURRENT ASSETS:		
		TOTAL ASSETS LESS CURRENT LIABILITIES:		
	2,518,912			2,625,990
		CREDITORS: Amounts falling due after more than one year		
	382,309			314,972
<u>£2,136,603</u>				<u>£2,311,018</u>
		CAPITAL AND RESERVES:		
	102	Called up Share Capital		102
	1	Capital redemption reserve		1
	2,136,500	Profit & Loss Account		2,310,915
<u>£2,136,603</u>		Shareholders' funds		<u>£2,311,018</u>

These abbreviated financial statements have 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:


Dr A C Mackay - DIRECTOR

Approved by the Board on

2 July, 1999

The notes form part of these financial statements

**Rathburn Chemicals (Manufacturing)
Limited**

**Notes to the Abbreviated Financial Statements
for the Year Ended 31 December 1998**

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention.

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant & Machinery	- 15% on reducing balance
Office Equipment	- 25% on reducing balance
Fixt. & Fittings	- 25% on reducing balance
Motor Vehicles	- 25% on reducing balance

Land is not depreciated. Buildings are maintained to ensure that their value does not diminish over time. The maintenance costs are charged to profit and loss in the year incurred. In the directors' opinion, depreciation would be immaterial and has not been charged.

Stocks

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Investments

Fixed Asset Investments are stated at cost less provision for any permanent diminution in value. For listed investments market value is based on the closing middle price on the appropriate recognised stock exchange.

Pensions

The company operates a defined contribution pension scheme, the assets of which are held separately in an independently administered fund. Contributions payable for the year are charged in the profit and loss account.

**Rathburn Chemicals (Manufacturing)
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**Notes to the Abbreviated Financial Statements
for the Year Ended 31 December 1998**

2. TANGIBLE FIXED ASSETS

	Total
	£
COST:	
At 1 January 1998	1,018,596
Additions	257,865
Disposals	(28,998)
At 31 December 1998	1,247,463
DEPRECIATION:	
At 1 January 1998	348,804
Charge for year	23,411
Eliminated on disposals	(25,127)
At 31 December 1998	347,088
NET BOOK VALUE:	
At 31 December 1998	900,375
At 31 December 1997	669,793

Investment property was valued on an open market basis on 31 December 1998 by Dr A C Mackay, a director of the company. The market value was held to equate to the cost of the property which was acquired during the year.

3. FIXED ASSET INVESTMENTS

	£
COST:	
At 1 January 1998	1,633,544
Additions	252,007
Disposals	(241,279)
At 31 December 1998	1,644,272
NET BOOK VALUE:	
At 31 December 1998	1,644,272
At 31 December 1997	1,633,544

4. DEBTORS FALLING DUE AFTER MORE THAN ONE YEAR

	31.12.98	31.12.97
	£	£
Loans	134,737	67,224

**Rathburn Chemicals (Manufacturing)
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**Notes to the Abbreviated Financial Statements
for the Year Ended 31 December 1998**

5. CREDITORS

The following secured debts are included within creditors:

	31.12.98	31.12.97
	£	£
Bank overdrafts	250,559	175,654
Bank loans	199,516	240,000
	<u>450,075</u>	<u>415,654</u>

6. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	31.12.98	31.12.97
			£	£
1,000	Ordinary Shares	£1	<u>1,000</u>	<u>1,000</u>
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	31.12.98	31.12.97
			£	£
102	Ordinary Shares	£1	<u>102</u>	<u>102</u>

7. RELATED PARTY DISCLOSURES

During the year the following transactions took place between the company and its related parties,

	£	£
Sales to Rathburn Chemicals Limited	<u>2,165,897</u>	<u>2,616,334</u>
Property purchased from Rathburn Chemicals Limited	<u>155,000</u>	<u>nil</u>
Management fees receivable from Rathburn Chemicals Limited	<u>325,000</u>	<u>121,667</u>
Loans received from directors	<u>356,683</u>	<u>93,773</u>
Loans repaid to directors	<u>389,779</u>	<u>186,764</u>

The following balances were due at the year end,

Due (to) / from Rathburn Chemicals Limited	<u>331,919</u>	<u>442,953</u>
Due (to) directors	<u>156,877</u>	<u>189,973</u>

Dr A C Mackay, a director and majority shareholder, is the company's controlling party. Dr A C Mackay is also a director of Rathburn Chemicals Limited, a company which he controls with his close family. Dr A C Mackay occupied the company's property throughout the year. The value of the rental was £9,600.