(Req 7/6 to be signed & returned)

SC66487

Report of the Directors and

Financial Statements for the Year Ended 30 November 2000

for

TRU-WELD LIMITED

SCT SN6QW2LU 1385
COMPANIES HOUSE 23/07/01

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for the Year Ended 30 November 2000

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Company Information
for the Year Ended 30 November 2000

DIRECTORS:	S R Skeoch Mrs L J F Skeoch
SECRETARY:	Mrs L J F Skeoch
REGISTERED OFFICE:	Paxton House 11 Woodside Crescent Charing Cross GLASGOW G3 7UL
REGISTERED NUMBER:	066487 (Scotland)
ACCOUNTANTS:	MPW Chartered Accountants Paxton House 11 Woodside Crescent GLASGOW G3 7UL

TRU-WELD LIMITED

Report of the Directors
for the Year Ended 30 November 2000

The directors present their report with the financial statements of the company for the year ended 30 November 2000.

PRINCIPAL ACTIVITY
The principal activity of the company in the year under review was that of the sale of welding materials and equipment.

DIRECTORS
The directors during the year under review were:

S R Skeoch
Mrs L J F Skeoch

The beneficial interests of the directors holding office on 30 November 2000 in the issued share capital of the company were as follows:

	30.11.00	1.12.99
Ordinary £1 shares		
S R Skeoch	50	50
Mrs L J F Skeoch	50	50

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:

X Lesley JF Skeoch X
.....
Mrs L J F Skeoch - SECRETARY

Dated: X 12/7/01 X

TRU-WELD LIMITED

Profit and Loss Account
for the Year Ended 30 November 2000

	Notes	30.11.00	30.11.99
		£	£
TURNOVER		123,451	127,875
Cost of sales		51,486	57,161
GROSS PROFIT		71,965	70,714
Administrative expenses		28,229	67,839
OPERATING PROFIT	2	43,736	2,875
Interest payable and similar charges		2,217	2,889
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		41,519	(14)
Tax on profit/(loss) on ordinary activities	3	7,927	213
PROFIT/(LOSS) FOR THE FINANCIAL YEAR AFTER TAXATION		33,592	(227)
Dividends	4	31,000	-
		2,592	(227)
Deficit brought forward		(10,723)	(10,496)
DEFICIT CARRIED FORWARD		£(8,131)	£(10,723)

The notes form part of these financial statements

Balance Sheet
30 November 2000

	Notes	30.11.00 £	30.11.00 £	30.11.99 £	30.11.99 £
FIXED ASSETS:					
Tangible assets	5		10,422		1,891
CURRENT ASSETS:					
Stocks		4,950		4,050	
Debtors	6	31,118		46,202	
Cash in hand		50		50	
		36,118		50,302	
CREDITORS: Amounts falling due within one year	7	48,460		50,344	
NET CURRENT LIABILITIES:			(12,342)		(42)
TOTAL ASSETS LESS CURRENT LIABILITIES:			(1,920)		1,849
CREDITORS: Amounts falling due after more than one year	8		6,111		12,472
			£(8,031)		£(10,623)
CAPITAL AND RESERVES:					
Called up share capital	10		100		100
Profit and loss account			(8,131)		(10,723)
SHAREHOLDERS' FUNDS:			£(8,031)		£(10,623)

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 30 November 2000.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 November 2000 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.

The notes form part of these financial statements

Balance Sheet
30 November 2000

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:

X S R Skeoch X

.....
S R Skeoch - DIRECTOR

Approved by the Board on 12/7/01 X

The notes form part of these financial statements

Notes to the Financial Statements
for the Year Ended 30 November 2000

1. ACCOUNTING POLICIES

Basis of preparing the financial statements
The financial statments are prepared under the going concern basis on the understanding that the bank continue to provide support in the form of the overdraft facility.

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).

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 or, if held under a finance lease, over the lease term, whichever is the shorter.

Motor vehicles - 25% on reducing balance

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

Deferred taxation
Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

Hire purchase and leasing commitments
Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Pensions
The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

2. OPERATING PROFIT

The operating profit is stated after charging:

	30.11.00 £	30.11.99 £
Depreciation - owned assets	-	630
Depreciation - assets on hire purchase contracts	3,467	-
Loss on disposal of fixed assets	1,091	-
Pension costs	2,403	2,404
Directors' emoluments and other benefits etc	3,741	37,151

Notes to the Financial Statements
for the Year Ended 30 November 2000

3. TAXATION

The tax charge on the profit on ordinary activities for the year was as follows:

	30.11.00	30.11.99
	£	£
UK corporation tax	7,927	213

UK corporation tax has been charged at 20% (1999 - 20%).

4. DIVIDENDS

	30.11.00	30.11.99
	£	£
Interim - ordinary	31,000	-

5. TANGIBLE FIXED ASSETS

	Motor vehicles
	£
COST:	
At 1 December 1999	20,881
Additions	13,889
Disposals	(20,881)
At 30 November 2000	13,889
DEPRECIATION:	
At 1 December 1999	18,990
Charge for year	3,467
Eliminated on disposals	(18,990)
At 30 November 2000	3,467
NET BOOK VALUE:	
At 30 November 2000	10,422
At 30 November 1999	1,891

Notes to the Financial Statements
for the Year Ended 30 November 2000

5. **TANGIBLE FIXED ASSETS - continued**

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Motor vehicles
	£
COST:	
Additions	13,889
At 30 November 2000	13,889
DEPRECIATION:	
Charge for year	3,467
At 30 November 2000	3,467
NET BOOK VALUE:	
At 30 November 2000	10,422

6. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	30.11.00	30.11.99
	£	£
Trade debtors	27,908	31,497
Directors loan account	-	11,496
Section 419 Tax	3,210	3,209
	31,118	46,202

7. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	30.11.00	30.11.99
	£	£
Bank loans and overdrafts	13,777	19,386
Hire purchase contracts	3,333	-
Trade creditors	18,822	23,114
Directors current accounts	92	-
V.A.T.	2,739	2,897
Social security & other taxes	(167)	2,662
Taxation	7,924	235
Accrued expenses	1,940	2,050
	48,460	50,344

Notes to the Financial Statements
for the Year Ended 30 November 2000

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

	30.11.00	30.11.99
	£	£
Bank loans	-	12,472
Hire purchase contracts	6,111	-
	6,111	12,472

9. SECURED DEBTS

The bank overdraft is secured by a bond and floating charge over the company's assets.

10. CALLED UP SHARE CAPITAL

Authorised, allotted, issued and fully paid:

Number:	Class:	Nominal value:	30.11.00 £	30.11.99 £
100	Ordinary	£1	100	100