

COMPANY REGISTRATION NUMBER SC079869

TOWNS AND CARNIE LIMITED
ABBREVIATED FINANCIAL STATEMENTS
30 NOVEMBER 2002



JLM
Chartered Accountants, Business Advisers & Registered Auditors
11-19 Reform Street
Dundee
DD1 1SG

TOWNS AND CARNIE LIMITED
ABBREVIATED FINANCIAL STATEMENTS
YEAR ENDED 30 NOVEMBER 2002

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TOWNS AND CARNIE LIMITED

INDEPENDENT AUDITORS' REPORT TO THE COMPANY

PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 4, together with the financial statements of the company for the year ended 30 November 2002 prepared under Section 226 of the Companies Act 1985.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE 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 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 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 Act, and the abbreviated accounts on pages 2 to 4 are properly prepared in accordance with those provisions.

JLM

11-19 Reform Street
Dundee
DD1 1SG

16 May 2003

JLM
Chartered Accountants, Business Advisers
& Registered Auditors

TOWNS AND CARNIE LIMITED

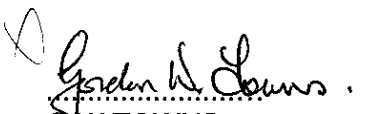
ABBREVIATED BALANCE SHEET

30 NOVEMBER 2002

	Note	2002 £	2001 £
FIXED ASSETS	2		
Tangible assets		115,461	96,409
CURRENT ASSETS			
Stocks		215,339	202,465
Debtors		269,636	268,895
Cash at bank and in hand		67,244	56,744
		<u>552,219</u>	<u>528,104</u>
CREDITORS: Amounts falling due within one year		<u>324,979</u>	<u>305,770</u>
NET CURRENT ASSETS		227,240	222,334
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>342,701</u>	<u>318,743</u>
CREDITORS: Amounts falling due after more than one year		10,830	5,657
PROVISIONS FOR LIABILITIES AND CHARGES		<u>2,307</u>	<u>-</u>
		<u>329,564</u>	<u>313,086</u>
CAPITAL AND RESERVES			
Called-up equity share capital	3	10,000	10,000
Profit and Loss Account		319,564	303,086
SHAREHOLDERS' FUNDS		<u>329,564</u>	<u>313,086</u>

These accounts have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These financial statements were approved by the directors on the 30/4/03 and are signed on their behalf by:


G W TOWNS

The notes on pages 3 to 4 form part of these financial statements.

TOWNS AND CARNIE LIMITED
NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
YEAR ENDED 30 NOVEMBER 2002

1. ACCOUNTING POLICIES

Basis of accounting

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

Cash flow statement

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 (revised) from including a cash flow statement in the financial statements on the grounds that the company is small.

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

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% Straight Line
Plant & Equipment	- 12.5% Straight Line
Fixtures & Fittings	- 20% Straight Line
Motor Vehicles	- 25% Straight Line
Furniture, Office & Computer Equipment	- 20%-33% Straight Line

Stocks

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

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the Profit and Loss Account on a straight line basis.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the Profit and Loss Account.

Two directors are accruing benefits under money purchase schemes (2001 - two).

Deferred taxation

Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted. The above amounts to a change in accounting policy. The previous policy was to provide deferred tax only to the extent that it was probable that liabilities would crystallise in the foreseeable future.

The effect of the change of policy has been to reduce the profit on ordinary activities after tax by £2307.

TOWNS AND CARNIE LIMITED
NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
YEAR ENDED 30 NOVEMBER 2002

2. FIXED ASSETS

	Tangible Assets £
COST	
At 1 December 2001	147,353
Additions	59,681
Disposals	<u>(17,245)</u>
At 30 November 2002	<u>189,789</u>
DEPRECIATION	
At 1 December 2001	50,944
Charge for year	27,695
On disposals	<u>(4,311)</u>
At 30 November 2002	<u>74,328</u>
NET BOOK VALUE	
At 30 November 2002	<u>115,461</u>
At 30 November 2001	<u>96,409</u>

3. SHARE CAPITAL

Authorised share capital:

	2002 £	2001 £
15,000 Ordinary shares of £1 each	<u>15,000</u>	<u>15,000</u>

Allotted, called up and fully paid:

	2002 £	2001 £
Ordinary share capital	<u>10,000</u>	<u>10,000</u>