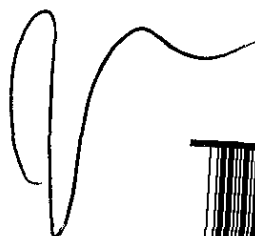


Abbreviated Financial Statements for the Year Ended 31st December 2000

for

Solway Gas Limited



Solway Gas Limited

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for the Year Ended 31st December 2000

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Solway Gas Limited

Company Information
for the Year Ended 31st December 2000

DIRECTORS: R Grierson
Mrs M E Grierson

SECRETARY: Mrs M Grierson

REGISTERED OFFICE: 8 Bank Street,
Dumfries.
DG1 2NS

REGISTERED NUMBER: 80500 (Scotland)

ACCOUNTANTS: Farries, Kirk & McVean
Chartered Accountants
30 Castle Street
DUMFRIES
DG1 1EN

SOLICITORS: John Henderson & Sons,
8 Bank Street,
Dumfries.
DG1 2NS

Solway Gas Limited

Abbreviated Balance Sheet
31st December 2000

1999			2000	
£	£	Notes	£	£
122,431				164,904
	23,027		19,185	
	62,550		68,542	
	85,577		87,727	
	179,885		203,707	
(94,308)				(115,980)
28,123				48,924
(8,007)				(34,632)
(1,199)				(1,199)
£18,917				£13,093
100				100
18,817				12,993
£18,917				£13,093

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31st December 2000.

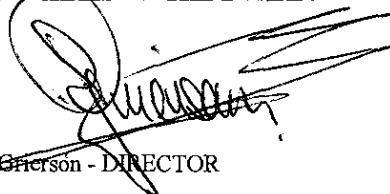
The members have not required the company to obtain an audit of its financial statements for the year ended 31st December 2000 in accordance with Section 249B(2) of the Companies Act 1985.

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.

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:


R. Gerson - DIRECTOR

Approved by the Board on 19th April 2001

The notes form part of these financial statements

Solway Gas Limited

Notes to the Abbreviated Financial Statements
for the Year Ended 31st December 2000

1. ACCOUNTING POLICIES

Accounting convention

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

Financial Reporting Standard Number 1

Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

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.

Freehold property	- 2% on cost
Plant and machinery	- 15% on reducing balance
Motor vehicles	- 20% 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. TANGIBLE FIXED ASSETS

	Total
	<u>£</u>
COST:	
At 1st January 2000	223,519
Additions	65,602
Disposals	<u>(18,844)</u>
At 31st December 2000	<u>270,277</u>
DEPRECIATION:	
At 1st January 2000	101,087
Charge for year	12,295
Eliminated on disposals	<u>(8,009)</u>
At 31st December 2000	<u>105,373</u>
NET BOOK VALUE:	
At 31st December 2000	<u>164,904</u>
At 31st December 1999	<u><u>122,431</u></u>

Solway Gas Limited

Notes to the Abbreviated Financial Statements
for the Year Ended 31st December 2000

3. **CREDITORS**

The following secured debts are included within creditors:

	2000	1999
	£	£
Bank overdrafts	109,091	74,654
	<u>109,091</u>	<u>74,654</u>

4. **CALLED UP SHARE CAPITAL**

Authorised, allotted, issued and fully paid:

Number:	Class:	Nominal value:	2000	1999
			£	£
100	Ordinary	£1	100	100
			<u>100</u>	<u>100</u>