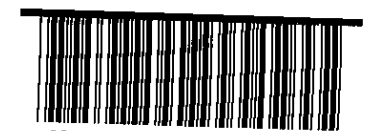


Abbreviated Financial Statements for the Year Ended 31st December 2001

for

Solway Gas Limited

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COMPANIES HOUSE 29/04/02

Solway Gas Limited

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for the Year Ended 31st December 2001

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Solway Gas Limited
Company Information
for the Year Ended 31st December 2001

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 and McVean Chartered Accountants 30 Castle Street Dumfries DG1 1EN
SOLICITORS:	John Henderson & Sons, 8 Bank Street, Dumfries. DG1 2NS

Abbreviated Balance Sheet
31st December 2001

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Solway Gas Limited

Notes to the Abbreviated Financial Statements
for the Year Ended 31st December 2001

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
	£
COST:	
At 1st January 2001	270,278
Additions	9,500
Disposals	(34,132)
At 31st December 2001	245,646
DEPRECIATION:	
At 1st January 2001	105,374
Charge for year	19,770
Eliminated on disposals	(1,997)
At 31st December 2001	123,147
NET BOOK VALUE:	
At 31st December 2001	122,499
At 31st December 2000	164,904

Solway Gas Limited

Notes to the Abbreviated Financial Statements
for the Year Ended 31st December 2001

3. **CREDITORS**

The following secured debts are included within creditors:

	2001	2000
	£	£
Bank overdrafts	102,515	109,091
	<u> </u>	<u> </u>

4. **CALLED UP SHARE CAPITAL**

Authorised, allotted, issued and fully paid:

Number:	Class:	Nominal value:	2001	2000
			£	£
100	Ordinary	£1	100	100
			<u> </u>	<u> </u>