

S & D Harper Limited

Abbreviated Accounts

For The Year Ended 31 December 2004



S & D HARPER LIMITED

CONTENTS

	Page
Independent auditors' report	1
Abbreviated balance sheet	2
Notes to the abbreviated accounts	3 - 5

S & D HARPER LIMITED

INDEPENDENT AUDITORS' REPORT TO S & D HARPER LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 2 to 5, together with the financial statements of the company for the year ended 31 December 2004 prepared under section 226 of the Companies Act 1985.

This report is made solely to the company's members, as a body, in accordance with Section 247B of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

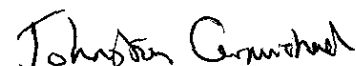
The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (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 to report our opinion to you.

Basis of audit opinion

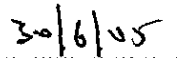
We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did 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 Companies Act 1985, and the abbreviated accounts on pages 2 to 5 are properly prepared in accordance with those provisions.


Johnston Carmichael

Chartered Accountants and
Registered Auditor


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Commerce House
South Street
Elgin
IV30 1JE

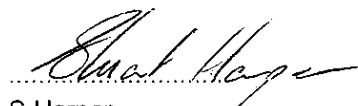
S & D HARPER LIMITED

ABBREVIATED BALANCE SHEET AS AT 31 DECEMBER 2004

	Notes	2004 £	£	2003 £	£
Fixed assets					
Tangible assets	2		347,103		249,559
Current assets					
Stocks		506,451		418,792	
Debtors		81,953		98,911	
Cash at bank and in hand		494		517	
		<u>588,898</u>		<u>518,220</u>	
Creditors: amounts falling due within one year		<u>(416,575)</u>		<u>(309,900)</u>	
Net current assets			172,323		208,320
Total assets less current liabilities			519,426		457,879
Creditors: amounts falling due after more than one year	3		(66,149)		(20,812)
Provisions for liabilities and charges			<u>(7,193)</u>		<u>(4,590)</u>
			<u>446,084</u>		<u>432,477</u>
Capital and reserves					
Called up share capital	4		40,000		40,000
Profit and loss account			406,084		392,477
Shareholders' funds			<u>446,084</u>		<u>432,477</u>

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

The financial statements were approved by the Board on 27/8/05



S Harper
Director

S & D HARPER LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2004

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Land and buildings freehold	- Straight line over 50 years
Land and buildings leasehold	- Straight line over 50 years
Plant and machinery	- 20% to 25% reducing balance
Fixtures, fittings & equipment	- 20% reducing balance
Motor vehicles	- 25% reducing balance

1.4 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

1.5 Stock

Stock is valued at the lower of cost and net realisable value.

1.6 Pensions

The pension costs charged in the financial statements represent the contribution payable by the company during the year.

1.7 Deferred taxation

Deferred tax is provided in full on timing differences which result in an obligation at the balance sheet date to pay more tax, or right to pay less tax, at a future date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in the financial statements. Deferred tax assets are recognised to the extent that it is regarded as more likely than not they will be recovered. Deferred tax assets and liabilities are not discounted.

S & D HARPER LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2004

2 Fixed assets

	Tangible assets £
Cost	
At 1 January 2004	357,352
Additions	130,318
Disposals	(30,975)
At 31 December 2004	<u>456,695</u>
Depreciation	
At 1 January 2004	107,793
On disposals	(17,908)
Charge for the year	19,707
At 31 December 2004	<u>109,592</u>
Net book value	
At 31 December 2004	<u>347,103</u>
At 31 December 2003	<u>249,559</u>

3 Creditors: amounts falling due after more than one year

The aggregate amount of creditors for which security has been given amounted to £174,148 (2003 - £93,280).

4 Share capital	2004 £	2003 £
Authorised		
40,000 Ordinary shares of £1 each	<u>40,000</u>	<u>40,000</u>
Allotted, called up and fully paid		
40,000 Ordinary shares of £1 each	<u>40,000</u>	<u>40,000</u>

S & D HARPER LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2004

5 Transactions with directors

The following directors had interest free loans during the year. The movement on these loans are as follows:

	Amount outstanding		Maximum in year
	2004	2003	
	£	£	£
S A Harper	-	26,825	29,318
Mrs D Harper	3,376	2,867	5,890

The company's trading premises are owned by S A Harper and Mrs D Harper, who are directors of the company. During the year the company paid rent of £30,500 for the use of these premises (2003 - £30,000).

Included within creditor amounts due within one year are amounts due to company directors. These are for £338 (2003 - £338) and £777 (2003 - debtor £26,825) due to S Harper and S A Harper respectively. These amounts are interest free and technically repayable on demand.

During the year the company purchased a flat at 7 Fleurs Road from D Harper, one of the directors for £58,000.