

**Report of the Director and
Financial Statements for the Year Ended 30 September 2002
for
W NELSON & CO LIMITED**



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for the Year Ended 30 September 2002**

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W NELSON & CO LIMITED

**Company Information
for the Year Ended 30 September 2002**

DIRECTOR:	G W Nelson
SECRETARY:	C F A A Nelson
REGISTERED OFFICE:	Paxton House 11 Woodside Crescent Charing Cross GLASGOW G3 7UL
REGISTERED NUMBER:	80791 (Scotland)
ACCOUNTANTS:	MPW Chartered Accountants Paxton House 11 Woodside Crescent Charing Cross GLASGOW G3 7UL
SOLICITORS:	Gebbie & Wilson 18 Commongreen STRATHAVEN ML10 6AG

W NELSON & CO LIMITED

**Report of the Director
for the Year Ended 30 September 2002**

The director presents his report with the financial statements of the company for the year ended 30 September 2002.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the sale of specialised furniture.

DIRECTORS

The directors during the year under review were:

C F A A Nelson - resigned 22.5.02
G W Nelson

The beneficial interest of the director holding office on 30 September 2002 in the issued share capital of the company was as follows:

	30.9.02	1.10.01
Ordinary 1 shares		
G W Nelson	100	1

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:



C F A A Nelson - SECRETARY

Dated: 6-3-03

W NELSON & CO LIMITED

Profit and Loss Account for the Year Ended 30 September 2002

		30.9.02	30.9.01
	Notes	£	£
TURNOVER		505,962	754,866
Cost of sales		368,312	528,478
GROSS PROFIT		137,650	226,388
Administrative expenses		131,142	187,510
OPERATING PROFIT	2	6,508	38,878
Interest receivable and similar income		1,694	14,740
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		8,202	53,618
Tax on profit on ordinary activities	3	498	12,151
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		7,704	41,467
Retained profit brought forward		64,850	562,285
Purchase of own shares		72,554	603,752
		-	(538,902)
RETAINED PROFIT CARRIED FORWARD		£72,554	£64,850

The notes form part of these financial statements

W NELSON & CO LIMITED

Balance Sheet 30 September 2002

		30.9.02		30.9.01	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	4		20,715		17,678
CURRENT ASSETS:					
Stocks		46,773		48,150	
Debtors	5	40,724		59,931	
Cash at bank		37,543		45,764	
		125,040		153,845	
CREDITORS: Amounts falling due within one year	6	73,101		106,671	
NET CURRENT ASSETS:			51,939		47,174
TOTAL ASSETS LESS CURRENT LIABILITIES:			<u>£72,654</u>		<u>£64,852</u>
CAPITAL AND RESERVES:					
Called up share capital	7		100		2
Profit and loss account			72,554		64,850
SHAREHOLDERS' FUNDS:			<u>£72,654</u>		<u>£64,852</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 30 September 2002.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 September 2002 in accordance with Section 249B(2) of the Companies Act 1985.

The director acknowledges his responsibilities for:

- ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- 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 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 June 2002).

ON BEHALF OF THE BOARD:


G W Nelson - DIRECTOR

Approved by the Board on 6-3-03

The notes form part of these financial statements

W NELSON & CO LIMITED

Notes to the Financial Statements for the Year Ended 30 September 2002

1. ACCOUNTING POLICIES

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 June 2002).

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.

Leasehold property	- 20% on reducing balance
Plant and machinery	- 20% on reducing balance
Fixtures and fittings	- 20% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 33% on cost

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

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

2. OPERATING PROFIT

The operating profit is stated after charging:

	30.9.02	30.9.01
	£	£
Depreciation - owned assets	<u>6,340</u>	<u>5,026</u>
Directors' emoluments and other benefits etc	<u>30,000</u>	<u>84,762</u>

3. TAXATION

Analysis of the tax charge

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

	30.9.02	30.9.01
	£	£
Current tax:		
UK corporation tax	<u>498</u>	<u>12,151</u>
Tax on profit on ordinary activities	<u>498</u>	<u>12,151</u>

UK corporation tax was charged at 20% in 2001.

W NELSON & CO LIMITED

**Notes to the Financial Statements
for the Year Ended 30 September 2002**

4. TANGIBLE FIXED ASSETS

	Leasehold property	Plant and machinery	Fixtures and fittings
	£	£	£
COST:			
At 1 October 2001	112,774	5,149	2,682
At 30 September 2002	112,774	5,149	2,682
DEPRECIATION:			
At 1 October 2001	104,746	1,718	2,484
Charge for year	1,606	686	40
At 30 September 2002	106,352	2,404	2,524
NET BOOK VALUE:			
At 30 September 2002	6,422	2,745	158
At 30 September 2001	8,028	3,431	198

	Motor vehicles	Computer equipment	Totals
	£	£	£
COST:			
At 1 October 2001	22,710	948	144,263
Additions	9,377	-	9,377
At 30 September 2002	32,087	948	153,640
DEPRECIATION:			
At 1 October 2001	17,321	316	126,585
Charge for year	3,692	316	6,340
At 30 September 2002	21,013	632	132,925
NET BOOK VALUE:			
At 30 September 2002	11,074	316	20,715
At 30 September 2001	5,389	632	17,678

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

	30.9.02 £	30.9.01 £
Trade debtors	40,724	56,627
Prepayments	-	3,304
	40,724	59,931

W NELSON & CO LIMITED

**Notes to the Financial Statements
for the Year Ended 30 September 2002**

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

	30.9.02	30.9.01
	£	£
Bank loans and overdrafts	2,378	-
Trade creditors	25,865	39,831
Other creditors	4,479	4,564
V.A.T.	10,756	15,384
Social security & other taxes	1,112	4,405
Taxation	498	12,010
Accrued expenses	28,013	30,477
	<u>73,101</u>	<u>106,671</u>

7. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	30.9.02	30.9.01
			£	£
100	Ordinary	1	<u>100</u>	<u>100</u>
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	30.9.02	30.9.01
			£	£
100	Ordinary	1	<u>100</u>	<u>2</u>

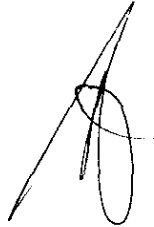
W NELSON & CO LIMITED

**Report of the Accountants to the Director of
W NELSON & CO LIMITED**

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 30 September 2002 set out on pages three to seven and you consider that the company is exempt from an audit.

In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

MPW Chartered Accountants
Paxton House
11 Woodside Crescent
Charing Cross
GLASGOW
G3 7UL

A handwritten signature in black ink, consisting of a large, stylized 'A' shape with a loop at the bottom and a horizontal stroke across the middle.

Dated: 6 March 2003