

KIRKMYRES SAND & GRAVEL LIMITED
ABBREVIATED ACCOUNTS
YEAR ENDED 31 MARCH 1996

RITSON SMITH
Chartered Accountants
Worlds End
11 Dalrymple Street
Fraserburgh



KIRKMYRES SAND & GRAVEL LIMITED

AUDITORS' REPORT TO THE COMPANY

PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 3 to 5, together with the accounts of the company prepared under Section 226 of the Companies Act 1985 for the year ended 31 March 1996.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITORS

The directors are responsible for preparing abbreviated accounts in accordance with Schedule 8 to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to the exemptions claimed in the directors' statement on page 3 and whether the abbreviated accounts have been properly prepared in accordance with that Schedule.

BASIS OF OPINION

We have carried out the procedures we considered necessary to confirm, by reference to the audited accounts, that the company is entitled to the exemptions and that the abbreviated accounts have been properly prepared from those accounts. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full accounts.

OPINION

In our opinion the company is entitled under sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Section A of Part III of Schedule 8 to that Act, in respect of the year ended 31 March 1996, and the abbreviated accounts on pages 3 to 5 have been properly prepared in accordance with that Schedule.

OTHER INFORMATION

On 29 July 1997 we reported, as auditors of the company, to the shareholders on the accounts prepared under Section 226 of the Companies Act 1985 for the year ended 31 March 1996, and the full text of our audit report is reproduced below:

"We have audited the accounts on pages 4 to 9 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITORS

As described on page 1, the company's directors are responsible for the preparation of the accounts. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

KIRKMYRES SAND & GRAVEL LIMITED

AUDITORS' REPORT TO THE COMPANY (continued)

PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

Full text of audit report (continued)

BASIS OF OPINION

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the accounts are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the accounts.

OPINION

In our opinion the accounts give a true and fair view of the company's state of affairs as at 31 March 1996 and of its profit for the year then ended, and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies."



RITSON SMITH
Chartered Accountants
& Registered Auditors
Warlds End
11 Dalrymple Street
Fraserburgh

29 July 1997

KIRKMYRES SAND & GRAVEL LIMITED

ABBREVIATED BALANCE SHEET

AS AT 31 MARCH 1996

	Note	1996	1995
		£	£
FIXED ASSETS	2		
Tangible assets		507,959	165,879
CURRENT ASSETS			
Stocks		6,760	5,818
Debtors		179,737	170,248
Cash at bank and in hand		168,911	373,064
		<u>355,408</u>	<u>549,130</u>
CREDITORS: Amounts falling due within one year		<u>159,298</u>	<u>115,386</u>
NET CURRENT ASSETS		196,110	433,744
TOTAL ASSETS LESS CURRENT LIABILITIES		704,069	599,623
CREDITORS: Amounts falling due after more than one year		<u>5,486</u>	<u>-</u>
NET ASSETS		<u>698,583</u>	<u>599,623</u>
CAPITAL AND RESERVES			
Equity share capital	3	5,000	5,000
Profit and loss account		693,583	594,623
SHAREHOLDERS' FUNDS		<u>698,583</u>	<u>599,623</u>

The directors have taken advantage of the abbreviated disclosure exemptions conferred by section A of Part III of Schedule 8 to the Companies Act 1985 on the basis that the company qualifies as a small company.

In preparing the annual accounts, the directors have taken advantage of the special accounting exemptions conferred by Part I of Schedule 8 to the Companies Act 1985 on the basis that, in the opinion of the directors, the company qualifies as a small company.

Approved by the directors on 29-4-1997

DOUGLAS HALKET
Director

Douglas Halket

The notes on pages 4 to 5 form part of these accounts.

KIRKMYRES SAND & GRAVEL LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 MARCH 1996

1. ACCOUNTING POLICIES

Basis of accounting

The accounts 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 from including a cash flow statement in the accounts 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:

Buildings	- 10% straight line
Plant and machinery	- 25% reducing balance
Tools, equip. & fittings	- 15% & 20% reducing balance
Motor vehicles	- 25% reducing balance
Mineral rights	- 10% 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.

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.

KIRKMYRES SAND & GRAVEL LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS****YEAR ENDED 31 MARCH 1996****2. FIXED ASSETS**

	Tangible Fixed Assets £
COST	
At 1 April 1995	449,946
Additions	414,391
At 31 March 1996	<u>864,337</u>
DEPRECIATION	
At 1 April 1995	284,067
Charge for year	72,311
At 31 March 1996	<u>356,378</u>
NET BOOK VALUE	
At 31 March 1996	<u>507,959</u>
At 31 March 1995	<u>165,879</u>

3. SHARE CAPITAL**Authorised share capital:**

	1996 £	1995 £
20,000 Ordinary shares of £1 each	<u>20,000</u>	<u>20,000</u>

Allotted, called up and fully paid:

	1996 £	1995 £
Ordinary share capital	<u>5,000</u>	<u>5,000</u>