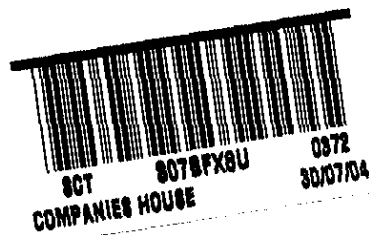


Kirkmyres Sand and Gravel Limited

Abbreviated Accounts

For The Year Ended 31 March 2003



KIRKMYRES SAND AND GRAVEL LIMITED

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KIRKMYRES SAND AND GRAVEL LIMITED

INDEPENDENT AUDITORS' REPORT TO KIRKMYRES SAND AND GRAVEL LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 2 to 4, together with the financial statements of the company for the year ended 31 March 2003 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.

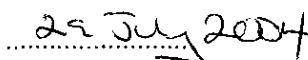
Opinion

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 4 are properly prepared in accordance with those provisions.



Johnston Carmichael

Chartered Accountants and
Registered Auditor



Bank House
Seaforth Street
Fraserburgh
AB43 9BB

KIRKMYRES SAND AND GRAVEL LIMITED

ABBREVIATED BALANCE SHEET AS AT 31 MARCH 2003

	Notes	2003 £	£	2002 £	£
Fixed assets					
Tangible assets	2		632,120		560,791
Current assets					
Stocks		8,951		6,600	
Debtors		238,977		262,100	
Cash at bank and in hand		900,335		808,229	
		<u>1,148,263</u>		<u>1,076,929</u>	
Creditors: amounts falling due within one year		<u>(197,082)</u>		<u>(204,480)</u>	
Net current assets			951,181		872,449
Total assets less current liabilities			<u>1,583,301</u>		<u>1,433,240</u>
Provisions for liabilities and charges			<u>(16,827)</u>		<u>(10,678)</u>
			<u>1,566,474</u>		<u>1,422,562</u>
Capital and reserves					
Called up share capital	3		5,000		5,000
Profit and loss account			1,561,474		1,417,562
Shareholders' funds			<u>1,566,474</u>		<u>1,422,562</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 29/7/04

R. Forsyth
Raymond M Forsyth
Director

KIRKMYRES SAND AND GRAVEL LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2003

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 Mineral Rights

Mineral Rights are valued at cost less accumulated amortisation. Amortisation is calculated to write off the cost in equal annual instalments over their estimated useful lives.

1.4 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:

Freehold Buildings	Straight Line over ten years
Plant and machinery	25% Reducing Balance
Fixtures, fittings & equipment	15% - 25% Reducing Balance
Motor vehicles	10% Straight Line

1.5 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.

KIRKMYRES SAND AND GRAVEL LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2003

2 Fixed assets

	Intangible assets £	Tangible assets £	Total £
Cost			
At 1 April 2002	14,872	1,238,044	1,252,916
Additions	-	155,846	155,846
Disposals	-	(11,150)	(11,150)
At 31 March 2003	14,872	1,382,740	1,397,612
Depreciation			
At 1 April 2002	14,872	677,253	692,125
On disposals	-	(10,222)	(10,222)
Charge for the year	-	83,589	83,589
At 31 March 2003	14,872	750,620	765,492
Net book value			
At 31 March 2003	-	632,120	632,120
At 31 March 2002	-	560,791	560,791

3 Share capital

	2003 £	2002 £
Authorised		
20,000 Ordinary Shares of £1 each	20,000	20,000
Allotted, called up and fully paid		
5,000 Ordinary Shares of £1 each	5,000	5,000

4 Transactions with directors

The directors operate a current account with the company. At the year end the company owed Douglas Halket £44,366 (2002 - £31,396) and owed Raymond Forsyth £8,930 (2002 - £8,187). There are no fixed terms for repayment and no interest is charged.

The directors have granted a guarantee for £10,000 in favour of the company's bankers.