

DONALD MENZIES (CONTRACTS) LIMITED

Company No: SC084004

ABBREVIATED

ACCOUNTS

- for the year ended -

31ST JULY 2000

W A FINLAYSON & CO., C.A.

**4 Albert Place
Perth, PH2 8JE**



**SCT SMHX222Y 1307
COMPANIES HOUSE 04/07/01**

DONALD MENZIES (CONTRACTS) LIMITED

DIRECTORS

Donald M Menzies
Mrs Ann G Menzies

SECRETARY

Mrs Ann G Menzies

BUSINESS ADDRESS

Grant House
Wicks of Baiglie Road
Bridge of Earn
Perth. PH2 9HF

REGISTERED OFFICE

Grant House
Wicks of Baiglie Road
Bridge of Earn
Perth. PH2 9HF

AUDITORS

W A Finlayson & Co., C.A.
4 Albert Place
Perth
PH2 8JE

SOLICITORS

McCash & Hunter
25 South Methven Street
Perth
PH1 5PE

PRINCIPAL BANKERS

The Royal Bank of Scotland plc
Perth Chief Office
12 Dunkeld Road
Perth
PH1 5RB

DONALD MENZIES (CONTRACTS) LIMITED

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FOR THE YEAR ENDED 31ST JULY 2000

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DONALD MENZIES (CONTRACTS) LIMITED

AUDITORS' REPORT TO DONALD MENZIES (CONTRACTS) LIMITED

PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 3 to 6 together with the financial statements of the company for the year ended 31st July 2000 prepared under section 226 of the Companies Act 1985.

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 abbreviated accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.*

Basis of 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 3 to 6 are properly prepared in accordance with those provisions.

On 22nd June 2001 we reported as auditors to the members of the company on the financial statements prepared under section 226 of the Companies Act 1985 and our report was as follows:

We have audited the financial statements on pages 4 to 11 which have been prepared under the historical cost convention and on the basis of the accounting policies set out in note 1 to the financial statements.

Respective responsibilities of the directors and auditors

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

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 financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, 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 as to whether the financial statements 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 financial statements.

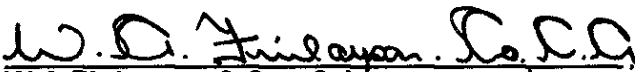
DONALD MENZIES (CONTRACTS) LIMITED

AUDITORS' REPORT TO DONALD MENZIES (CONTRACTS) LIMITED (Continued)

Qualified opinion arising from disagreement about accounting treatment

The company has not provided for depreciation on buildings as required by Statement of Standard Accounting Practice No 12. The expected useful life of such assets is not known to us and for that reason we are unable to quantify the effect of the omission.

Except for the absence of this provision, in our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31st July 2000 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.


W A Finlayson & Co., C.A.
Registered Auditors

4 Albert Place
Perth
PH2 8JE

Date: 22nd June 2001

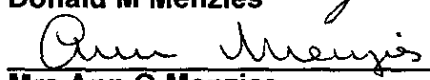
DONALD MENZIES (CONTRACTS) LIMITED

ABBREVIATED BALANCE SHEET AT 31ST JULY 2000

	Notes	2000 £	£	1999 £	£
FIXED ASSETS					
Tangible assets	2 3		252,178		286,216
CURRENT ASSETS					
Stocks		88,340		88,756	
Debtors		178,344		245,633	
Cash at bank and in hand		4,874		3,162	
		271,558		337,551	
CREDITORS: Amounts falling due within one year	4	(223,852)		(286,443)	
NET CURRENT ASSETS			47,706		51,108
TOTAL ASSETS LESS CURRENT LIABILITIES			299,884		337,324
PROVISIONS FOR LIABILITIES AND CHARGES			-		(7,116)
			299,884		330,208
CAPITAL AND RESERVES					
Called up share capital	5		5,000		5,000
Profit and loss account			294,884		325,208
SHAREHOLDERS FUNDS			299,884		330,208

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

The abbreviated accounts were approved
by the board on 21st June 2001
and signed on its behalf by

 Donald M Menzies	} Directors	Date: 21st June 2001
 Mrs Ann G Menzies		

The notes on pages 4 to 6 form part of these abbreviated accounts.

DONALD MENZIES (CONTRACTS) LIMITED

ABBREVIATED ACCOUNTS

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST JULY 2000

1. ACCOUNTING POLICIES

1.1 BASIS OF ACCOUNTING

The accounts have been prepared under the historical cost convention.

1.2 TURNOVER

Turnover represents the total invoice value, excluding value added tax, of goods sold and services rendered during the year.

1.3 DEPRECIATION

Depreciation is provided using the following rates and bases to reduce by annual instalments the cost, less estimated residual value, of the tangible assets over their estimated useful lives:-

Plant and machinery	20% Reducing balance
Motor vehicles	25% Reducing balance

No depreciation is provided on freehold buildings as it is the company's policy to maintain these so as to extend their useful lives indefinitely.

1.4 STOCKS

Stocks are valued at the lower of cost and net realisable value. Cost is calculated as follows:

Goods for resale	- cost of purchase on first in, first out basis
Work in progress and finished goods	- cost of raw materials and labour together with attributable overheads.

Net realisable value is based on estimated selling price less further costs to completion and disposal.

1.5 DEFERRED TAXATION

Deferred taxation, calculated under the liability method, is provided for in respect of all timing differences.

1.6 LEASING AND HIRE PURCHASE

Rentals payable under operating leases are taken to the profit and loss account on a straight line basis over the lease term.

Assets acquired under finance leases or hire purchase contracts are capitalised as tangible assets and depreciated over their useful lives. Finance charges and interest are taken to the profit and loss account in constant proportion to the remaining balance of capital repayments or net obligations outstanding.

DONALD MENZIES (CONTRACTS) LIMITED

ABBREVIATED ACCOUNTS

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST JULY 2000

2. FIXED ASSETS

	Tangible assets £
<u>Cost</u>	
At 1st August 1999	535,564
Disposals	(48,700)
At 31st July 2000	<u>486,864</u>
<u>Depreciation</u>	
At 1st August 1999	249,348
Charge for year	21,272
On disposals	(35,934)
At 31st July 2000	<u>234,686</u>
<u>Net book value at 31st July 2000</u>	<u>252,178</u>
<u>Net book value at 31st July 1999</u>	<u>286,216</u>

3. FIXED ASSETS - FINANCE LEASES AND HIRE PURCHASE

Included above are assets held under finance leases or hire purchase contracts as follows:-

	2000 £	1999 £
Net book value	<u>23,052</u>	<u>28,815</u>
Depreciation charge for the year	<u>5,763</u>	<u>7,204</u>

Net obligations under finance leases and hire purchase contracts are secured on the assets acquired.

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

Included in creditors are bank loans and overdrafts payable within one year amounting to £28401 (1999 - £26905) which are secured by a standard security over the company's heritable property at Tower Garage, Abernethy along with a bond and floating charge over the whole assets of the company for all monies due.

DONALD MENZIES (CONTRACTS) LIMITED

ABBREVIATED ACCOUNTS

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST JULY 2000

5. SHARE CAPITAL

	2000	1999
	£	£
<u>Authorised</u>		
Equity interests:		
50,000 Ordinary shares of £1 each	<u>50,000</u>	<u>50,000</u>
 <u>Allotted, called up and fully paid</u>		
Equity interests:		
5,000 Ordinary shares of £1 each	<u>5,000</u>	<u>5,000</u>

6. TRANSACTIONS WITH DIRECTORS

There are no loans to directors of the company or to persons connected with such directors nor are there any contracts, transactions or arrangements with the company in which a director has or had a material interest either directly or through connected persons, other than ongoing normal commercial transactions with the separate firm of Donald Menzies in which the directors are the only partners.