

DONALD MENZIES (CONTRACTS) LTD
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 JULY 2001



DONALD MENZIES (CONTRACTS) LTD

CONTENTS

	Page
Abbreviated balance sheet	1
Notes to the abbreviated accounts	2 - 3

DONALD MENZIES (CONTRACTS) LTD

ABBREVIATED BALANCE SHEET AS AT 31 JULY 2001

	Notes	2001 £	£	2000 £	£
Fixed assets					
Tangible assets	2		235,249		252,178
Current assets					
Stocks		61,558		88,340	
Debtors		156,080		178,344	
Cash at bank and in hand		88		4,874	
		<u>217,726</u>		<u>271,558</u>	
Creditors: amounts falling due within one year	3	<u>(174,456)</u>		<u>(223,852)</u>	
Net current assets			43,270		47,706
Total assets less current liabilities			<u>278,519</u>		<u>299,884</u>
Capital and reserves					
Called up share capital	4		5,000		5,000
Profit and loss account			273,519		294,884
Shareholders' funds - equity interests			<u>278,519</u>		<u>299,884</u>

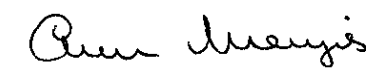
In preparing these financial statements:

- (a) The directors are of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985;
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The directors acknowledge their responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
 - (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

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 4 June 2002


Donald M Menzies
Director


Ann G Menzies
Director

DONALD MENZIES (CONTRACTS) LTD

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 JULY 2001

1 Accounting policies

1.1 Accounting convention

The financial statements are 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 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	Nil
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 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.

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.5 Stock and work in progress

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.

1.6 Deferred taxation

Deferred taxation is provided at appropriate rates on all timing differences using the liability method only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

DONALD MENZIES (CONTRACTS) LTD

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 JULY 2001

2 Fixed assets

	Tangible assets £
Cost	
At 1 August 2000 & at 31 July 2001	486,864
Depreciation	
At 1 August 2000	234,686
Charge for the period	16,929
At 31 July 2001	251,615
Net book value	
At 31 July 2001	235,249
At 31 July 2000	252,178

3 Creditors: amounts falling due within one year

The aggregate amount of creditors for which security has been given amounted to £29,718 (2000 - £28,401).

	2001 £	2000 £
Share capital		
Authorised		
50,000 Ordinary shares of £ 1 each	50,000	50,000
Allotted, called up and fully paid		
5,000 Ordinary shares of £ 1 each	5,000	5,000

5 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.

During the year the company obtained sub-contract services valued at £477,200 from and made trade sales of petrol and ancillary products valued at £40,538 to Messrs Donald Menzies, a business owned by the Directors, Mr & Mrs Donald M Menzies. The net balance due by the company to Messrs Donald Menzies at 31 July, 2001 was £21,799. No amounts were written off during the year.

Rent of £1,800 was received during the year from Mrs Dawn Redford, Mr & Mrs Menzies daughter, in respect of a company property occupied by her.