

**INTEGRATED ENGINEERING SERVICES
(ABERDEEN) LIMITED**

ABBREVIATED FINANCIAL STATEMENTS

FOR

31 DECEMBER 2001

WILLIAMSON & DUNN
Chartered Accountants & Registered Auditors
3 West Craibstone Street
Aberdeen
AB11 6YW



INTEGRATED ENGINEERING SERVICES (ABERDEEN) LIMITED
ABBREVIATED FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2001

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INTEGRATED ENGINEERING SERVICES (ABERDEEN) LIMITED

INDEPENDENT AUDITORS' REPORT TO THE COMPANY

PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 5, together with the financial statements of the company for the year ended 31 December 2001 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 235 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 the 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 THE DIRECTORS AND THE AUDITORS

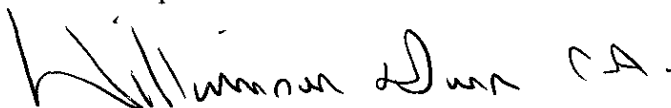
The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (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 report our opinion to you.

BASIS OF OPINION

We have carried out the procedures we consider 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 Act, and the abbreviated accounts on pages 2 to 5 are properly prepared in accordance with those provisions.



WILLIAMSON & DUNN
Chartered Accountants & Registered Auditors
3 West Craibstone Street
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INTEGRATED ENGINEERING SERVICES (ABERDEEN) LIMITED

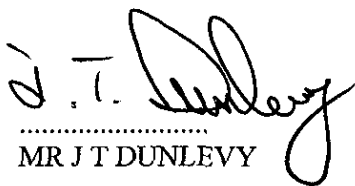
ABBREVIATED BALANCE SHEET

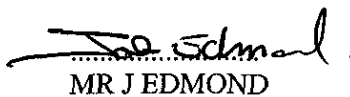
31 DECEMBER 2001

	Note	2001 £	2000 £
FIXED ASSETS	2		
Tangible assets		53,065	60,726
CURRENT ASSETS			
Stocks		52,790	54,558
Debtors		612,836	608,488
Cash at bank and in hand		212,599	94
		<u>878,225</u>	<u>663,140</u>
CREDITORS: Amounts falling due within one year	3	(497,353)	(351,516)
NET CURRENT ASSETS		380,872	311,624
TOTAL ASSETS LESS CURRENT LIABILITIES		433,937	372,350
CREDITORS: Amounts falling due after more than one year		(2,000)	(13,932)
PROVISIONS FOR LIABILITIES AND CHARGES		(1,473)	-
		<u>430,464</u>	<u>358,418</u>
CAPITAL AND RESERVES			
Called-up equity share capital	5	1,000	1,000
Profit and Loss Account		429,464	357,418
SHAREHOLDERS' FUNDS		<u>430,464</u>	<u>358,418</u>

These accounts have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These financial statements were approved by the directors on the 31/12/01 and are signed on their behalf by:


MR J T DUNLEVY


MR J EDMOND

The notes on pages 3 to 5 form part of these financial statements.

INTEGRATED ENGINEERING SERVICES (ABERDEEN) LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2001

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

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:

Plant & machinery	- 20% straight line
Fixtures & fittings	- 10% to 25% straight line
Motor vehicles	- 25% 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 on a straight line basis.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

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.

Deferred taxation

Provision is made, under the liability method, to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred or accelerated is accounted for in respect of all material timing differences to the extent that it is considered that a net liability may arise.

INTEGRATED ENGINEERING SERVICES (ABERDEEN) LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2001

1. ACCOUNTING POLICIES *(continued)*

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

2. FIXED ASSETS

	Tangible Assets £
COST	
At 1 January 2001	191,494
Additions	15,458
Disposals	<u>(14,597)</u>
At 31 December 2001	<u>192,355</u>
DEPRECIATION	
At 1 January 2001	130,768
Charge for year	19,110
On disposals	<u>(10,588)</u>
At 31 December 2001	<u>139,290</u>
NET BOOK VALUE	
At 31 December 2001	<u>53,065</u>
At 31 December 2000	<u>60,726</u>

3. CREDITORS: Amounts falling due within one year

The following liabilities disclosed under creditors falling due within one year are secured by the company:

	2001 £	2000 £
Bank loans and overdrafts	<u>-</u>	<u>24,619</u>

INTEGRATED ENGINEERING SERVICES (ABERDEEN) LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2001

4. RELATED PARTY TRANSACTIONS

The company was under the control of Mr J T Dunlevy throughout the current and previous year. Mr J T Dunlevy is the managing director and majority shareholder.

During the year various administration costs incurred by the companies occupying Lomond House were recharged amongst each other on a cost basis. In addition the companies traded with each other on a commercial basis. Mr J T Dunlevy is a common shareholder in each of the companies. The value of the transactions during the year and the amounts outstanding were as follows:-

	Sales £	Sales ledger £
Container Company (Aberdeen) Limited	21,122	23,749
Integrated Catering Equipment (UK) Limited	31,543	6,742
Integrated Engineering Design (Aberdeen) Limited	4,560	1,470
	Purchases £	Purchase ledger £
Container Company (Aberdeen) Limited	10,436	7,769
Integrated Catering Equipment (UK) Limited	18,473	5,935
Integrated Engineering Design (Aberdeen) Limited	5,744	2,827
Wellington Property Holdings Limited	18,916	1,460

Mr J T Dunlevy is also the controlling shareholder and a director of Wellington Property Holdings Limited which owns Lomond House. The rent payable during the year was £11,284(2000-£12,294) and a management charge of nil (2000-£25,000) was made.

At 31 December 2001 Mr J Edmond had a loan outstanding to the company of £35,341(2000-£35,341). No interest is chargeable and there are no repayment terms.

5. SHARE CAPITAL

Authorised share capital:

	2001 £	2000 £
10,000 Ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>

Allotted, called up and fully paid:

	2001 £	2000 £
Ordinary share capital	<u>1,000</u>	<u>1,000</u>