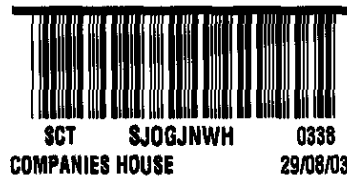


BRECHIN MOTOR COMPANY LIMITED
ABBREVIATED FINANCIAL STATEMENTS
31 OCTOBER 2002



JLM
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BRECHIN MOTOR COMPANY LIMITED
ABBREVIATED ACCOUNTS
YEAR ENDED 31 OCTOBER 2002

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BRECHIN MOTOR COMPANY LIMITED

ABBREVIATED BALANCE SHEET

31 OCTOBER 2002

	Note	2002 £	£	2001 £	£
FIXED ASSETS	2				
Tangible assets			8,000		12,119
CURRENT ASSETS					
Stocks		184,123		173,993	
Debtors		<u>21,778</u>		<u>22,504</u>	
		205,901		196,497	
CREDITORS: Amounts falling due within one year		<u>131,323</u>		<u>102,566</u>	
NET CURRENT ASSETS			74,578		93,931
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>82,578</u>		<u>106,050</u>
CREDITORS: Amounts falling due after more than one year			405,093		405,704
			<u>(322,515)</u>		<u>(299,654)</u>

The Balance sheet continues on the following page.

The notes on pages 3 to 4 form part of these financial statements.

BRECHIN MOTOR COMPANY LIMITED

ABBREVIATED BALANCE SHEET *(continued)*

31 OCTOBER 2002

	Note	2002 £	2001 £
CAPITAL AND RESERVES			
Called-up equity share capital	3	160,000	160,000
Profit and Loss Account		(482,515)	(459,654)
DEFICIENCY		<u>(322,515)</u>	<u>(299,654)</u>

The director is satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the accounts for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The director acknowledges his responsibility for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, 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 the Act relating to financial statements, so far as applicable to the company.

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

These abbreviated accounts were approved and signed by the director on
28/8/03



MR W.E. CALLANDER

The notes on pages 3 to 4 form part of these financial statements.

BRECHIN MOTOR COMPANY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 OCTOBER 2002

1. ACCOUNTING POLICIES

Basis of accounting

The abbreviated accounts have been prepared under the historical cost convention.

Cash flow statement

The director has taken advantage of the exemption in Financial Reporting Standard No 1 (revised) from including a cash flow statement in the financial statements 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.

Fixed assets

All fixed assets are initially recorded at cost.

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 and machinery	- 15% reducing balance
Tenants improvements	- 10% reducing balance
Motor vehicles	- 20% reducing balance
Office equipment	- 10% reducing balance

Stocks

Stocks are stated at the lower of cost and net realisable value.

Pension costs

The company operates a defined contribution pension scheme. Contributions payable under the scheme are charged to the profit and loss account as incurred.

Deferred taxation

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes, except to the extent that the directors consider that a liability to taxation is unlikely to crystallise.

Going Concern

The financial statements have been prepared on a going concern basis. This basis may not be appropriate because the company's liabilities exceed its assets by £322,515. Trading has continued because of a loan provided by director W. E Callander Esq. If the company was unable to continue trading, adjustment may have to be made to reduce the balance sheet values of assets to their recoverable amounts, to provide for additional liabilities which may arise, and to reclassify fixed assets and long term liabilities as current assets and liabilities.

BRECHIN MOTOR COMPANY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 OCTOBER 2002

2. FIXED ASSETS

	Tangible Assets £
COST	
At 1 November 2001	45,917
Additions	(13,136)
At 31 October 2002	<u>32,781</u>
DEPRECIATION	
At 1 November 2001	33,798
Charge for year	1,087
On disposals	(10,104)
At 31 October 2002	<u>24,781</u>
NET BOOK VALUE	
At 31 October 2002	<u>8,000</u>
At 31 October 2001	<u>12,119</u>

3. SHARE CAPITAL

Authorised share capital:

	2002 £	2001 £
250,000 Ordinary shares of £1 each	<u>250,000</u>	<u>200,000</u>

Allotted, called up and fully paid:

	2002 No	£	2001 No	£
Ordinary shares of £1 each	<u>160,000</u>	<u>160,000</u>	<u>160,000</u>	<u>160,000</u>