

ADVANCEFORCE LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 2001



COMPANY NO: SC109369

ADVANCEFORCE LIMITED

COMPANY INFORMATION

INCORPORATED:

In Scotland

DIRECTORS:

D G Adamson
J Adamson

SECRETARY:

J Adamson

COMPANY NUMBER:

SC109369

REGISTERED OFFICE:

3 Maclean Place
Pitreavie Castle
Dunfermline
Fife KY11 8TD

ACCOUNTANTS:

John Lynch & Co
Chartered Accountants
Torridon Lane
ROSYTH
Fife KY11 2EU

ADVANCEFORCE LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31ST MARCH 2001

The directors present their report and the financial statements for the year ended 31st March 2001.

PRINCIPAL ACTIVITY

The company's principal activity continues to be that of property development and letting.

DIRECTORS

The directors at 31st March 2001 and their interests in the share capital of the company were as follows:-

	Number of Shares	
	2001	2000
D G Adamson	8,751	17,501
J Adamson	8,751	1
	<u> </u>	<u> </u>

SMALL COMPANY RULES

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

This report was approved by the board and signed on its behalf.

Director



Date:

25/01/02

ADVANCEFORCE LIMITED

ACCOUNTANTS' REPORT ON THE UNAUDITED ACCOUNTS TO THE DIRECTORS OF
ADVANCEFORCE LIMITED

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 31st March 2001 set out on pages 5 to 9, and you consider that the company is exempt from audit. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us, and we report that they are in accordance therewith.

A handwritten signature in black ink, appearing to read 'J Lynch & Co', with a long horizontal flourish extending to the right.

John Lynch & Co
Reporting Accountants
Chartered Accountants
Torridon Lane
ROSYTH
Fife KY11 2EU

Date: 25/1/02

ADVANCEFORCE LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2001

		<u>2001</u>	<u>2000</u>
	Notes	£	£
Turnover	1,2	3,600	5,929
Profit on Disposal of Fixed Assets		-	9,357
		-----	-----
GROSS PROFIT		3,600	15,286
Administrative Expenses		(8,160)	(7,322)
		-----	-----
OPERATING (LOSS)/ PROFIT BEFORE INTEREST	3	(4,560)	7,964
Interest Receivable		56	-
Interest Payable		(4,893)	(4,865)
		-----	-----
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(9,397)	3,099
Taxation on (Loss)/Profit on Ordinary Activities	4	-	(590)
		-----	-----
RETAINED (LOSS)/ PROFIT FOR THE YEAR		(9,397)	2,509
RETAINED LOSSES BROUGHT FORWARD		(22,936)	(25,445)
		-----	-----
RETAINED LOSSES CARRIED FORWARD		<u>(32,333)</u>	<u>(22,936)</u>

The notes on pages 7 to 9 form part of these financial statements.

ADVANCEFORCE LIMITED

BALANCE SHEET AS AT 31ST MARCH 2001

			<u>2001</u>	<u>2000</u>
FIXED ASSETS	Notes	£	£	£
Tangible Assets	5		42,374	42,593
CURRENT ASSETS				
Stock and Work-in-Progress		9,238		9,028
Debtors	6	408		9,300
		-----		-----
		9,646		18,328
CREDITORS: Amounts falling due within one year	7	(37,984)		(36,392)
		-----		-----
NET CURRENT LIABILITIES			(28,338)	(18,064)
			-----	-----
TOTAL ASSETS LESS CURRENT LIABILITIES			14,036	24,529
			-----	-----
CREDITORS: Amounts falling due after more than one year	8		(28,867)	(29,963)
			-----	-----
NET LIABILITIES			(14,831)	(5,434)
			=====	=====
CAPITAL AND RESERVES				
Called Up Share Capital	9		17,502	17,502
Profit and Loss Account			(32,333)	(22,936)
			-----	-----
SHAREHOLDERS' FUNDS			(14,831)	(5,434)
			=====	=====

The directors consider that for the year ended 31st March 2001 the company was entitled to exemption from the requirement to have an audit under subsection 1 of section 249A of the Companies Act 1985. No members have deposited a notice requesting an audit for the current financial year under subsection 2 of section 249B of the Act.

The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and for preparing accounts which give a true and fair view of the state of affairs of the company as at 31 March 2001 and of its loss for the year then ended in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to the accounts, so far as applicable to the company.

The financial statements, which have been proposed in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies were approved by the board and signed on its behalf.

Director

JS Adams

Date:

25/01/02

The notes on pages 7 to 10 form part of these financial statements.

ADVANCEFORCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2001

1. ACCOUNTING POLICIES

1.1 Basis of Preparation of Accounts

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities.

The company has taken advantage of the exemption in Financial Reporting Standard No. 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

1.2 Turnover

Turnover comprises the value of rents received.

1.3 Tangible Fixed Assets and Depreciation

Tangible Fixed Assets are stated at cost less depreciation, except Property, which is not depreciated. This is contrary to accepted accounting policies described in Statement of Standard Accounting Practice No. 12 and is done so in order that the financial statements show a true and fair view.

Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:-

Fixtures and Fittings	25%	reducing balance basis
Equipment	25%	reducing balance basis

1.4. Stocks and Work in Progress

Stocks and work in progress are valued at the lower of cost and net realisable value and represent the cost of land for future development.

1.5 Pensions

The company operates a defined contribution pension scheme and the pension charges represents the amount payable by the company to the fund in respect of the year.

2. TURNOVER

In the year to 31st March 2001, none of the company's turnover was derived from markets outside the United Kingdom (2000 - nil).

3. OPERATING PROFIT

	<u>2001</u>	<u>2000</u>
The operating profit is stated after charging:	£	£
Directors Remuneration	4,472	3,250
Depreciation of Tangible Fixed Assets	418	628
	<u> </u>	<u> </u>

ADVANCEFORCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2001

4. TAXATION			2001	2000
			£	£
UK Current Year Taxation				
UK Corporation Tax			-	592
Prior Years				
UK Corporation Tax - (Overprovision)/Underprovision			-	(2)
			---	----
			-	590
			==	==
5. TANGIBLE FIXED ASSETS				
	Property	Fixtures & Fittings	Equipment	TOTAL
Cost	£	£	£	£
At 01.04.00	40,701	1,388	3,394	45,483
Additions	-	-	199	199
	-----	-----	-----	-----
At 31.03.01	40,701	1,388	3,593	45,682
	-----	-----	-----	-----
Depreciation				
At 01.04.00	-	1,187	1,703	2,890
Charge for Year	-	40	378	418
	-----	-----	-----	-----
At 31.03.01	-	1,227	2,081	3,308
	-----	-----	-----	-----
Net Book Values				
At 31.03.01	40,701	161	1,512	42,374
	=====	=====	=====	=====
At 31.03.00	40,701	201	1,691	42,593
	=====	=====	=====	=====
6. DEBTORS			2001	2000
Amounts falling due within one year			£	£
Corporation Tax			408	-
Other Debtors			-	9,300
			-----	-----
			408	9,300
			=====	=====

ADVANCEFORCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2001

7. CREDITORS: Amounts falling due within one year	2001	2000
	£	£
Bank Loans and Overdrafts	35,751	33,904
Trade Creditors	-	259
Corporation Tax	-	599
Social Security and Other Taxes	869	747
Other Creditors	1,364	883
	<u>37,984</u>	<u>36,392</u>

Of the creditors falling due within and after more than one year, the bank loans and overdrafts totalling £45,540 (2000 - £46,194) are secured.

Bank loans outstanding at the year end amounted to £12,289 (2000 - £19,373).

8. CREDITORS: Amounts falling due after more than one year	2001	2000
	£	£
Bank Loans and Overdrafts	9,789	12,290
Directors Loan	19,078	17,673
	<u>28,867</u>	<u>29,963</u>

9. CALLED UP SHARE CAPITAL	2001	2000
Authorised	£	£
17,600 Ordinary Shares of £1 each	<u>17,600</u>	<u>17,600</u>
Allotted, Called Up and Fully Paid		
17,502 Ordinary Shares of £1 each	<u>17,502</u>	<u>17,502</u>

10. PENSION COMMITMENTS

The company operates a defined contribution pension scheme for one of the directors. The assets of the scheme are held separately from those of the company in an equally independently administered pooled fund. There were no outstanding contributions at the balance sheet date (2000 - nil).

11. RELATED PARTIES

The controlling parties are D G Adamson & J Adamson by virtue of their ownership of 50% each of the issued ordinary share capital in the company.