

ADVANCEFORCE LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 2002



COMPANY NO: SC109369

ADVANCEFORCE LIMITED

COMPANY INFORMATION

INCORPORATED:

In Scotland

DIRECTORS:

D G Adamson
J Adamson (resigned 01/10/01)

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 2002

The director present his report and the financial statements for the year ended 31st March 2002.

PRINCIPAL ACTIVITY

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

DIRECTORS

The director at 31st March 2002 and his interest in the share capital of the company was as follows:-

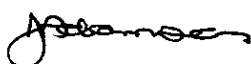
	Number of Shares	
	2002	2001
D G Adamson	8,751	17,501

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 Jan 03

ADVANCEFORCE LIMITED

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

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 31st March 2002 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.



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

Date: 27/1/03

ADVANCEFORCE LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2002

		<u>2002</u>	<u>2001</u>
	Notes	£	£
Turnover	1,2	5,200	3,600
Administrative Expenses		(12,063)	(8,160)
		-----	-----
OPERATING LOSS BEFORE INTEREST	3	(6,863)	(4,560)
Interest Receivable		1	56
Interest Payable		(4,848)	(4,893)
		-----	-----
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		(11,710)	(9,397)
Taxation on Loss on Ordinary Activities	4	-	-
		-----	-----
RETAINED LOSS FOR THE YEAR		(11,710)	(9,397)
RETAINED LOSSES BROUGHT FORWARD		(32,333)	(22,936)
		-----	-----
RETAINED LOSSES CARRIED FORWARD		<u>(44,043)</u>	<u>(32,333)</u>

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

ADVANCEFORCE LIMITED

BALANCE SHEET AS AT 31ST MARCH 2002

			<u>2002</u>	<u>2001</u>
FIXED ASSETS	Notes	£	£	£
Tangible Assets	5		60,784	42,374
CURRENT ASSETS				
Stock and Work-in-Progress		22,459		9,238
Debtors	6	375		408
		-----		-----
		22,834		9,646
CREDITORS: Amounts falling due within one year	7	(80,972)		(37,984)
		-----		-----
NET CURRENT LIABILITIES			(58,138)	(28,338)
			-----	-----
TOTAL ASSETS LESS CURRENT LIABILITIES			2,646	14,036
CREDITORS: Amounts falling due after more than one year	8		(29,187)	(28,867)
			-----	-----
NET LIABILITIES			(26,541)	(14,831)
			=====	=====
CAPITAL AND RESERVES				
Called Up Share Capital	9		17,502	17,502
Profit and Loss Account			(44,043)	(32,333)
			-----	-----
SHAREHOLDERS' FUNDS			(26,541)	(14,831)
			=====	=====

The director considers that for the year ended 31st March 2002 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 director acknowledges his responsibility 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 2002 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 and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000) were approved by the board and signed on its behalf.

Director

J. Adamson

Date:

25/1/03

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 2002

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 (effective March 2000).

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 as it is held for for investment purposes is not depreciated.

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:-

Vehicles	25%	reducing balance basis
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 contributes towards 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 2002, none of the company's turnover was derived from markets outside the United Kingdom (2001 - nil).

3. OPERATING LOSS

	<u>2002</u>	<u>2001</u>
The operating loss is stated after charging:	£	£
Directors Remuneration	-	4,472
Depreciation of Tangible Fixed Assets owned by Company	537	418
“ “ “ “ “ under hire purchase	2,740	-
	<u> </u>	<u> </u>

ADVANCEFORCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2002

4. TAXATION

No provision for taxation has been made.

5. TANGIBLE FIXED ASSETS

	<u>Property</u>	<u>Motor Vehicles</u>	<u>Fixtures & Fittings</u>	<u>Equipment</u>	<u>TOTAL</u>
<u>Cost</u>	£	£	£	£	£
At 01.04.01	40,701	-	1,388	3,593	45,682
Additions	10,246	10,963	-	478	21,687
	-----	-----	-----	-----	-----
At 31.03.02	50,947	10,963	1,388	4,071	67,369
	-----	-----	-----	-----	-----
<u>Depreciation</u>					
At 01.04.01	-	-	1,227	2,081	3,308
Charge for Year	-	2,740	40	497	3,277
	-----	-----	-----	-----	-----
At 31.03.02	-	2,740	1,267	2,578	6,585
	-----	-----	-----	-----	-----
<u>Net Book Values</u>					
At 31.03.02	50,947	8,223	121	1,493	60,784
	=====	=====	=====	=====	=====
At 31.03.01	40,701	-	161	1,512	42,374
	=====	=====	=====	=====	=====

Included above are assets held under hire purchase contracts amounting to £8,223 (2001 - Nil).

6. DEBTORS

	<u>2002</u>	<u>2001</u>
Amounts falling due within one year	£	£
Corporation Tax	-	408
Other Debtors	375	-
	-----	-----
	375	408
	=====	=====

ADVANCEFORCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2002

7. CREDITORS: Amounts falling due within one year	2002	2001
	£	£
Bank Loans and Overdrafts	75,368	35,751
Net obligations under Hire Purchase Contracts	2,430	-
Social Security and Other Taxes	998	869
Other Creditors	2,176	1,364
	-----	-----
	<u>80,972</u>	<u>37,984</u>

Of the creditors falling due within and after more than one year, the bank loans and overdrafts totalling £82,658 (2000 - £45,540) and the net obligations under hire purchase contracts totalling £10,761 (2001 - Nil) are secured.

Bank loans outstanding at the year end amounted to £9,790 (2000 - £12,289).

8. CREDITORS: Amounts falling due after more than one year	2002	2001
	£	£
Bank Loans and Overdrafts	7,290	9,789
Directors Loan	13,566	19,078
Net obligations under Hire Purchase Contracts	8,331	-
	-----	-----
	<u>29,187</u>	<u>28,867</u>

9. CALLED UP SHARE CAPITAL	2002	2001
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 contributes towards a defined contribution pension scheme for the director. The assets of the scheme are held separately from those of the company in an independently administered pooled fund. There were no outstanding contributions at the balance sheet date (2001 - nil).

11. TRANSACTIONS WITH DIRECTORS

The company purchased a property from Mr D G Adamson during the year at its market value of £10,000.

12. RELATED PARTIES

There is no overall controlling party.