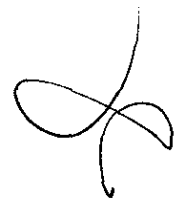


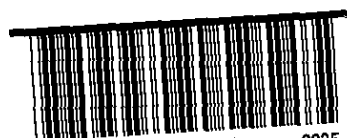
$A^2 + B$

SHIRLAWS LIMITED
(Company Number: 134694)

ABBREVIATED ACCOUNTS

31 DECEMBER 2000





SCT SPMV54KR 0935
COMPANIES HOUSE 02/10/01

Anderson Anderson & Brown
Chartered Accountants

SHIRLAWS LIMITED
STATEMENT OF DIRECTOR'S RESPONSIBILITIES

$A^2 + B$

Company law requires the director to prepare accounts for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those accounts, the director is required to:

- (a) select suitable accounting policies and then apply them consistently;
- (b) make judgements and estimates that are reasonable and prudent;
- (c) state whether or not applicable accounting standards have been followed, subject to any material departures disclosed and explained in the accounts; and,
- (d) prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and which enable him to ensure that the accounts comply with the Companies Act 1985. He is also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

²
A+B

ANDERSON
ANDERSON
& BROWN

CHARTERED
ACCOUNTANTS

**AUDITORS' REPORT TO SHIRLAWS LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts on pages 3 to 6 together with the full accounts of the company prepared under Section 226 of the Companies Act 1985 for the year ended 31 December 2000.

Respective responsibilities of the director and auditors

The director is 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 the company's entitlement to deliver abbreviated accounts and whether or not the abbreviated accounts have been properly prepared in accordance with those provisions.

Basis of opinion

We have carried out the procedures we considered necessary to discharge our responsibilities set out above. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full accounts.

Opinion on the abbreviated accounts

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246(5) and (6) of the Companies Act 1985 in respect of the year ended 31 December 2000 and the abbreviated accounts on pages 3 to 6 have been properly prepared in accordance therewith.

Anderson Anderson & Brown

Registered Auditors
Aberdeen

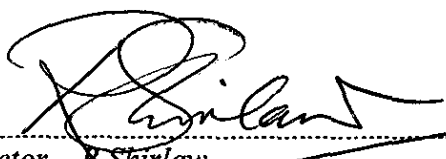
9 June 2001

SHIRLAWS LIMITED
ABBREVIATED BALANCE SHEET – 31 DECEMBER 2000

²
A + B

	Note	2000 £	1999 £
TANGIBLE FIXED ASSETS	2	<u>327,677</u>	<u>351,251</u>
CURRENT ASSETS			
Stocks and work in progress		718,067	720,159
Debtors		57,445	64,605
Cash at bank and in hand		<u>5,724</u>	<u>2,744</u>
		781,236	787,508
CREDITORS: <i>amounts falling due within one year</i>	3	<u>635,357</u>	<u>602,749</u>
NET CURRENT ASSETS		<u>145,879</u>	<u>184,759</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		473,556	536,010
CREDITORS: <i>amounts falling due after more than one year</i>	3	<u>140,945</u>	<u>156,280</u>
		<u>£ 332,611</u>	<u>£ 379,730</u>
CAPITAL AND RESERVES			
Called up share capital	4	485,154	485,154
Profit and loss account		<u>(152,543)</u>	<u>(105,424)</u>
SHAREHOLDERS' FUNDS		<u>£ 332,611</u>	<u>£ 379,730</u>

The accounts have been prepared in accordance with the special provision of Part VII of the Companies Act 1985 applicable to small companies.


 Director – R. Shirlaw

9/6/01.

Date

SHIRLAWS LIMITED

NOTES ON THE ABBREVIATED ACCOUNTS – 31 DECEMBER 2000

$A^2 + B$

1. ACCOUNTING POLICIES

(a) *Basis of accounts preparation*

The accounts have been prepared under the historical cost convention and in accordance with applicable accounting standards.

(b) *Depreciation*

Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost or valuation, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Buildings	40 years
Plant and equipment	5 - 10 years
Motor vehicles	4 - 5 years

(c) *Stocks*

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving items. In the case of work in progress, cost comprises direct materials and labour and a proportion of direct overheads.

(d) *Deferred taxation*

Provision is made for deferred taxation, using the liability method, on all timing differences to the extent that it is probable that the liability will crystallise.

(e) *Leasing and hire purchase commitments*

Assets held under finance leases and hire purchase contracts are capitalised in the balance sheet and are depreciated over their useful lives. The interest element of the rental obligations is charged to the profit and loss account over the period of the lease on a straight line basis.

Rentals paid under operating leases are charged to income over the term of the lease.

(f) *Pensions*

Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

SHIRLAWS LIMITED

NOTES ON THE ABBREVIATED ACCOUNTS – 31 DECEMBER 2000

A² + B**1. ACCOUNTING POLICIES (continued)****(g) Foreign currencies**

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are retranslated at the rate of exchange ruling at the balance sheet date. All differences are taken to the profit and loss account.

2. TANGIBLE FIXED ASSETS

	£
COST	
At 31 December 1999	493,284
Additions	293
Disposals	(9,604)
At 31 December 2000	483,973
DEPRECIATION	
At 31 December 1999	142,033
Charge for year	19,101
Relating to disposals	(4,838)
At 31 December 2000	156,296
Net book values at:	
31 December 2000	<u>£ 327,677</u>
31 December 1999	<u>£ 351,251</u>

The net book value of motor vehicles includes an amount of £12,934 (1999 - £18,683) relating to assets held under hire purchase contracts.

3. CREDITORS

Included within creditors falling due within one year is a bank overdraft of £217,694 (1999 - £263,266) and a bank loan of £12,500 (1999 - £12,500) and within creditors due after more than one year is a bank loan of £132,292 (1999 - £144,792).

The bank borrowings are secured by a standard security over the property and by a bond and floating charge over all the assets of the company.

SHIRLAWS LIMITED

NOTES ON THE ABBREVIATED ACCOUNTS – 31 DECEMBER 2000

$A^2 + B$

4. CALLED UP SHARE CAPITAL

2000 & 1999

Authorised: 1,000,000 Ordinary shares of £1 each

£ 1,000,000

Allotted, called up and fully paid: 485,154 Ordinary shares of £1 each

£ 485,154