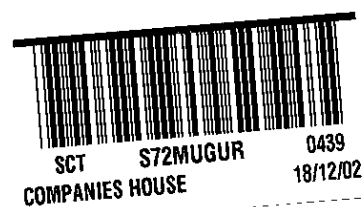


ARTBANK (SCOTLAND) LIMITED
ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED
28TH FEBRUARY 2002



FRENCH DUNCAN
Chartered Accountants
375 West George Street
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ARTBANK (SCOTLAND) LIMITED
ABBREVIATED FINANCIAL STATEMENTS
YEAR ENDED 28TH FEBRUARY 2002

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ARTBANK (SCOTLAND) LIMITED**ABBREVIATED BALANCE SHEET****28TH FEBRUARY 2002**

	Note	2002 £	2001 £
FIXED ASSETS	2		
Tangible assets		<u>4,371</u>	<u>4,343</u>
CURRENT ASSETS			
Stocks		28,312	31,768
Debtors		1,272	12,564
Cash at bank and in hand		23,685	71,811
		<u>53,269</u>	<u>116,143</u>
CREDITORS: Amounts falling due within one year		<u>77,301</u>	<u>170,999</u>
NET CURRENT LIABILITIES		<u>(24,032)</u>	<u>(54,856)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>(19,661)</u>	<u>(50,513)</u>
CAPITAL AND RESERVES			
Called-up equity share capital	3	1,000	1,000
Profit and Loss Account		<u>(20,661)</u>	<u>(51,513)</u>
DEFICIENCY		<u>(19,661)</u>	<u>(50,513)</u>

The directors are 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.

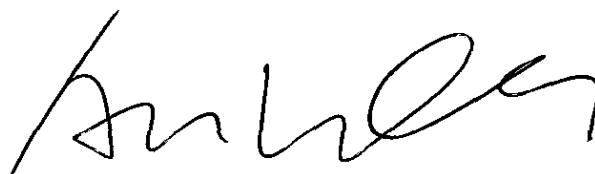
The directors acknowledge their responsibilities for:

- (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 financial statements were approved by the directors on the 17th December 2002 and are signed on their behalf by:

IAIN L CLARK



ARTBANK (SCOTLAND) LIMITED**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS****YEAR ENDED 28TH FEBRUARY 2002****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).

The financial statements have been prepared under the historical cost convention and on the going concern basis. The Directors have intimated that they will personally support the company by deferring repayment of their loan account.

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:

Furnishings	10% reducing balance
Equipment	10% reducing balance

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

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.

ARTBANK (SCOTLAND) LIMITED**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS****YEAR ENDED 28TH FEBRUARY 2002****2. FIXED ASSETS**

	Tangible Assets £
COST	
At 1st March 2001	9,260
Additions	<u>514</u>
At 28th February 2002	<u>9,774</u>
DEPRECIATION	
At 1st March 2001	4,917
Charge for year	<u>486</u>
At 28th February 2002	<u>5,403</u>
NET BOOK VALUE	
At 28th February 2002	<u>4,371</u>
At 28th February 2001	<u>4,343</u>

3. SHARE CAPITAL**Authorised share capital:**

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

Allotted, called up and fully paid:

	2002 £	2001 £
Ordinary share capital	<u>1,000</u>	<u>1,000</u>

4. POST BALANCE SHEET EVENTS

Included in the financial statements is a provision brought forward of £21,874 for legal fees incurred in a court action raised by the directors in respect of an unpaid share of commissions earned by the company. The court case was settled in favour of the company and the £25,000 settlement is included in current year profits. Further application has been made to the court for an uplift in costs. The company's solicitors have indicated that most of the outstanding legal fees will be covered by the costs awarded by the court.