

CLASS ONE TRAFFIC MANAGEMENT LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31ST JANUARY 2001



AUDITORS' REPORT TO CLASS ONE TRAFFIC MANAGEMENT LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 2 to 5 together with the accounts of Class One Traffic Management Limited for the year ended 31st January 2001 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of 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 whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of opinion

We have carried out procedures we considered necessary to confirm, by reference to the audited accounts, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the accounts.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 5 are properly prepared in accordance with those provisions.

Wm H Jack & Co 
Chartered Accountants and Registered Auditors
21 Academy Street
Coatbridge
ML5 3AW

24th April 2001

CLASS ONE TRAFFIC MANAGEMENT LIMITED

ABBREVIATED BALANCE SHEET

AS AT 31ST JANUARY 2001

	Notes	£	2001 £	£	2000 £
Fixed assets	2				
Tangible fixed assets			235,949		194,103
Current assets					
Stock		213,536		95,754	
Debtors (all due within one year)		226,802		521,859	
Cash at bank and in hand		-		89	
		440,338		617,702	
Creditors: amounts falling due within one year	3	(283,745)		(402,390)	
Net current assets			156,593		215,312
Total assets less current liabilities			392,542		409,415
Creditors: Amounts Falling Due After More Than One Year (All due within five years)			(81,322)		(85,789)
			311,220		323,626
Capital and reserves					
Share capital	4		90,000		90,000
Profit and loss account			221,220		233,626
Shareholders' funds			311,220		323,626

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

These abbreviated accounts were approved by the board on 24th April 2001 and signed on its behalf.



Mr Mike Healey
Director

CLASS ONE TRAFFIC MANAGEMENT LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31ST JANUARY 2001

1 Accounting policies

Basis of accounting

The Accounts have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000) and include the results of the company's operations which are described in the directors' report and all of which are continuing.

Cash flow statement

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

Turnover

Turnover is the total amount receivable by the company for goods supplied and services provided, excluding VAT and trade discounts.

Depreciation

Depreciation is calculated to write down the cost or valuation less estimated residual value of all tangible fixed assets other than freehold land by reducing balance method or equal annual instalments over their expected useful lives. The rates and periods generally applicable are:

Freehold properties	2%	Straight line
Plant and machinery	25%	Reducing balance
Motor vehicles and boat	25%	Reducing balance
Furniture and equipment	25%	Reducing balance

Stocks

Stock and work in progress have been valued by the directors at the lower of cost or net realisable value.

Deferred taxation

Deferred tax is provided for under the liability method using the tax rates estimated to arise when the timing differences reverse and is accounted for to the extent that it is probable that a liability or asset will crystallise. Unprovided deferred tax is disclosed as a contingent liability.

Debit balances arising in respect of advanced corporation tax on dividends payable or proposed are carried forward to the extent that they are expected to be recoverable.

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FOR THE YEAR ENDED 31ST JANUARY 2001

Contribution to pension funds

The company operates a defined benefit pension scheme, which requires contributions to be made to a separately administered fund. Contributions to this fund are charged in the profit and loss account so as to spread the cost of pensions over the employees working lives within the company. The regular cost is attributed to individual years using the projected unit credit method. Variations in pension cost, which are identified as a result of actuarial valuation, are amortised over the average expected remaining working lives of employees in proportion to their expected payroll costs. Differences between the amounts funded and the amounts charged in the profit and loss account are treated as either provisions or prepayments in the balance sheet.

Hire purchase and leased assets

Assets held under finance leases and hire purchase contracts are capitalised in the balance sheet at their fair value and depreciated over their expected useful lives. The interest element of leasing payments represents a constant proportion of the capital balance outstanding and is charged to the profit and loss account over the period of the lease.

All other leases are regarded as operating leases and the payments made under them are charged to the profit and loss account on a straight line basis over the lease term.

2 Fixed assets

	Tangible fixed assets £	Total £
Cost		
At 1st February 2000	265,580	265,580
Additions	93,092	93,092
Disposals	(25,888)	(25,888)
At 31st January 2001	332,784	332,784
Depreciation and amortisation		
At 1st February 2000	71,478	71,478
Charge for the year	38,133	38,133
On disposals	(12,776)	(12,776)
At 31st January 2001	96,835	96,835
Net book value		
At 31st January 2001	235,949	235,949
<i>At 31st January 2000</i>	<i>194,102</i>	<i>194,102</i>

Assets held under hire purchase agreements originally cost £158,899 (2000: £103,344) and have a net book value of £110,826 (2000: £67,218).

CLASS ONE TRAFFIC MANAGEMENT LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31ST JANUARY 2001

3 Secured creditors

The bank loans and overdrafts are secured by a standard security over the property at Murmin Road Bonnybridge and a floating charge over all of the company's assets. The hire purchase creditors are secured on the assets concerned.

Total secured creditors amounted to £197,197 for 2001 (£187,116 for 2000).

4 Share capital

	2001 £	2000 £
Authorised		
100,000 Ordinary shares of £1.00 each	100,000	100,000
	<u>100,000</u>	<u>100,000</u>
Allotted		
100,000 Allotted, called up and fully paid ordinary shares of £1.00 each	90,000	90,000
	<u>90,000</u>	<u>90,000</u>

5 Prior year adjustments

	2001 £	2000 £
Profit as previously reported	233,626	26,414
Prior year adjustment	-	50,719
Adjusted profit	<u>233,626</u>	<u>77,133</u>

The prior year adjustment arose as a result of an inland revenue investigation. These adjustments were for the following items and relate to the years ended 31 January 1997 to 1999 and adjusted in the year 31 January 2000:

- 1) Casual labour is grossed up for paye and nic rather than added back for corporation tax purposes.
- 2) Adjustments made to directors loan account for disallowed items and additional charges to benefits in kind.

6 Transactions with Director And Directors' Loans

During the year the company provided a loan to Mr Mike Healey, a director. The outstanding amounts were as follows: beginning of year: £104,323; end of year: £(105); maximum during the year: £109,895. The balance outstanding as at 31 January 2001 is included in creditors due within one year and the balance outstanding as at 31 January 2000 is included in debtors due within one year. There are no set repayment terms and no interest is charged on amounts outstanding. The loan was repaid by way of proposed dividend during the year.

7 Related parties and Ultimate Controlling Party

The ultimate controlling party is Mr Mike Healey, a director.

Details of transactions with director and directors' loans are disclosed in the above note.
