

Buchanan Property Company Limited

FINANCIAL STATEMENTS

for the year ended

31 December 2002



Buchanan Property Company Limited

OFFICERS AND PROFESSIONAL ADVISERS

DIRECTOR

Mr J. M. Currie

SECRETARY

Mrs D. Currie

REGISTERED OFFICE

Suite 4/2
The Clydeway Centre
45 Finnieston Street
Glasgow
G3 8JU

ACCOUNTANTS

Baker Tilly
Chartered Accountants
Breckenridge House
274 Sauchiehall Street
Glasgow
G2 3EH

Buchanan Property Company Limited

DIRECTOR'S REPORT

The director submits his report and unaudited financial statements of Buchanan Property Company Limited for the year ended 31 December 2002.

PRINCIPAL ACTIVITIES

The principal activity of the company is that of renting and managing property.

THE DIRECTOR AND HIS INTERESTS IN SHARES OF THE COMPANY

The director who served the company during the year together with his beneficial interests in the shares of the company was as follows:

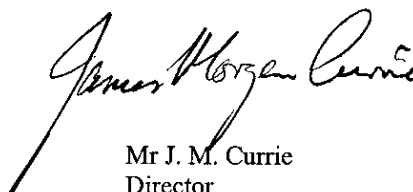
	Ordinary Shares of £1 each	
	At 31 December 2002	At 1 January 2002
Mr J. M. Currie	<u>52</u>	<u>52</u>

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

Registered office:
Suite 4/2
The Clydeway Centre
45 Finnieston Street
Glasgow
G3 8JU

Signed by



Mr J. M. Currie
Director

30/10/03

Buchanan Property Company Limited

PROFIT AND LOSS ACCOUNT

for the year ended 31 December 2002

	<i>Notes</i>	2002 £	2001 £
TURNOVER		12,053	9,675
Administrative expenses		<u>23,059</u>	<u>18,369</u>
OPERATING LOSS	1	(11,006)	(8,694)
Interest receivable		1,160	505
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>(9,846)</u>	<u>(8,189)</u>
LOSS FOR THE FINANCIAL YEAR		<u>(9,846)</u>	<u>(8,189)</u>

Buchanan Property Company Limited

BALANCE SHEET

31 December 2002

	Notes	£	2002 £	2001 £
FIXED ASSETS				
Tangible assets	2		286,064	283,629
CURRENT ASSETS				
Debtors	3	6,271		16,122
Cash at bank		38,403		41,386
		44,674		57,508
CREDITORS				
Amounts falling due within one year	4	349,225		349,778
NET CURRENT LIABILITIES			(304,551)	(292,270)
TOTAL ASSETS LESS CURRENT LIABILITIES			(18,487)	(8,641)
CAPITAL AND RESERVES				
Called up equity share capital	6		100	100
Profit and loss account	7		(18,587)	(8,741)
DEFICIENCY			(18,487)	(8,641)

The director is 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.

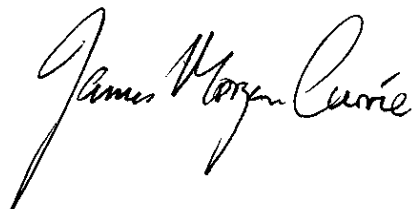
The director acknowledges his responsibility for:

- (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 financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

These financial statements were approved and signed by the director on 30/10/03

Mr J. M. Currie
Director



Buchanan Property Company Limited

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 June 2002).

TURNOVER

The turnover shown in the profit and loss account represents amounts invoiced during the year.

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:

Fixtures & Fittings - 20% straight line

FOREIGN CURRENCIES

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

GOING CONCERN

The financial statements have been prepared on a going concern basis. This assumes the continued support of the company's director and related company.

FREEHOLD PROPERTY

Freehold property is dealt with as investment property and in compliance with Statement of Standard Accounting Practice No. 19 no depreciation is charged. In the opinion of the directors the cost of the property in the accounts is stated at open market value.

Buchanan Property Company Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2002

1 OPERATING LOSS

Operating loss is stated after charging/(crediting):

	2002	2001
	£	£
Director's emoluments	—	—
Depreciation	1,738	904
Net loss/(profit) on foreign currency translation	<u>4,119</u>	<u>(61)</u>

2 TANGIBLE FIXED ASSETS

	Freehold Property £	Fixtures & Fittings £	Total £
Cost			
At 1 January 2002	280,013	4,520	284,533
Additions	—	4,173	4,173
At 31 December 2002	<u>280,013</u>	<u>8,693</u>	<u>288,706</u>
Depreciation			
At 1 January 2002	—	904	904
Charge for the year	—	1,738	1,738
At 31 December 2002	<u>—</u>	<u>2,642</u>	<u>2,642</u>
Net book value			
At 31 December 2002	<u>280,013</u>	<u>6,051</u>	<u>286,064</u>
At 31 December 2001	<u>280,013</u>	<u>3,616</u>	<u>283,629</u>

3 DEBTORS

	2002	2001
	£	£
Other debtors	<u>6,271</u>	<u>16,122</u>

4 CREDITORS: Amounts falling due within one year

	2002	2001
	£	£
Other creditors	<u>349,225</u>	<u>349,778</u>

Buchanan Property Company Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2002

5 RELATED PARTY TRANSACTIONS

The company's related party transactions in the year were as follows:-

Related Party	Relationship	Transaction	Amount £	Amount due (to)/from at 31/12/02 £
Buchanan Orthotics Limited	Common Directorship	No transactions during the year	nil	(335,000)

No other transactions with related parties were undertaken such as are required to be disclosed under Financial Reporting Standard for Smaller Entities.

6 SHARE CAPITAL

	2002 £	2001 £
Authorised: 100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>
	2002 £	2001 £
Allotted, called up and fully paid: 100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

7 PROFIT AND LOSS ACCOUNT

	2002 £	2001 £
At 1 January 2002	(8,741)	(552)
Accumulated loss for the financial year	<u>(9,846)</u>	<u>(8,189)</u>
At 31 December 2002	<u>(18,587)</u>	<u>(8,741)</u>