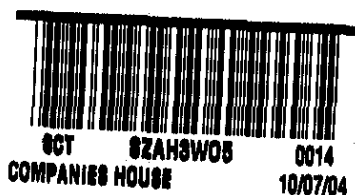


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**REPORT OF THE DIRECTORS AND**  
**FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2003**  
**FOR**  
**D.G. HEUCHAN CONSTRUCTION LIMITED**



A member of the Millfield Group

[www.rstgroup.co.uk](http://www.rstgroup.co.uk)

A company registered in England and Wales  
Company number 4140723

Offices in Aske, Richmond, Northallerton, Middlesbrough, Carlisle, Thornton Cleveleys, Sheffield, Castle Douglas, Dumfries, Newton Stewart, Penrith, Workington, Darlington, Preston, Longridge, Northern Ireland and Rishton  
Director: M.J. Ormston FPC.

Registered to carry out audit work by the Institute of Chartered Accountants in England and Wales  
VAT No. 772 4685 96



**D.G. HEUCHAN CONSTRUCTION LIMITED**

**CONTENTS OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 AUGUST 2003**

|                                            | <b>Page</b> |
|--------------------------------------------|-------------|
| <b>Company Information</b>                 | <b>1</b>    |
| <b>Report of the Directors</b>             | <b>2</b>    |
| <b>Profit and Loss Account</b>             | <b>3</b>    |
| <b>Balance Sheet</b>                       | <b>4</b>    |
| <b>Notes to the Financial Statements</b>   | <b>5</b>    |
| <b>Report of the Accountants</b>           | <b>8</b>    |
| <b>Trading and Profit and Loss Account</b> | <b>9</b>    |

**D.G. HEUCHAN CONSTRUCTION LIMITED**

**COMPANY INFORMATION**  
**FOR THE YEAR ENDED 31 AUGUST 2003**

**DIRECTORS:** D G HEUCHAN  
MRS T HEUCHAN

**SECRETARY:** MRS T HEUCHAN

**REGISTERED OFFICE:** 226 KING STREET  
CASTLE DOUGLAS  
DG7 1DS

**REGISTERED NUMBER:** 188621 (Scotland)

**ACCOUNTANTS:** RST FENWICK KYLE  
CHARTERED ACCOUNTANTS  
226 KING STREET  
CASTLE DOUGLAS  
DG7 1DS

**D.G. HEUCHAN CONSTRUCTION LIMITED**

**REPORT OF THE DIRECTORS**  
**FOR THE YEAR ENDED 31 AUGUST 2003**

The directors present their report with the financial statements of the company for the year ended 31 August 2003.

**PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was that of general construction and civil engineering

**DIRECTORS**

The directors during the year under review were:

D G HEUCHAN  
MRS T HEUCHAN

The beneficial interests of the directors holding office on 31 August 2003 in the issued share capital of the company were as follows:

|                           | 31.8.03 | 1.9.02 |
|---------------------------|---------|--------|
| <b>ORDINARY £1 shares</b> |         |        |
| D G HEUCHAN               | 1       | 1      |
| MRS T HEUCHAN             | 1       | 1      |

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

**ON BEHALF OF THE BOARD:**

.....*Terry Heuchan*.....  
MRS T HEUCHAN - Secretary

Date: *25/6/04*.....

**D.G. HEUCHAN CONSTRUCTION LIMITED****PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 31 AUGUST 2003**

|                                                      |          | <b>31.8.03</b>  | <b>31.8.02</b>  |
|------------------------------------------------------|----------|-----------------|-----------------|
|                                                      | Notes    | <b>£</b>        | <b>£</b>        |
| <b>TURNOVER</b>                                      |          | <b>239,821</b>  | <b>142,278</b>  |
| Cost of sales                                        |          | <b>174,411</b>  | <b>-</b>        |
| <b>GROSS PROFIT</b>                                  |          | <b>65,410</b>   | <b>142,278</b>  |
| Administrative expenses                              |          | <b>19,149</b>   | <b>1,819</b>    |
| <b>OPERATING PROFIT</b>                              | <b>2</b> | <b>46,261</b>   | <b>140,459</b>  |
| Interest payable and similar charges                 |          | <b>847</b>      | <b>(469)</b>    |
| <b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b> |          | <b>45,414</b>   | <b>140,928</b>  |
| Tax on profit on ordinary activities                 | <b>3</b> | <b>6,509</b>    | <b>26,357</b>   |
| <b>PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION</b>  |          | <b>38,905</b>   | <b>114,571</b>  |
| Retained profit/(deficit) brought forward            |          | <b>108,251</b>  | <b>(6,320)</b>  |
| <b>RETAINED PROFIT CARRIED FORWARD</b>               |          | <b>£147,156</b> | <b>£108,251</b> |

The notes form part of these financial statements

**D.G. HEUCHAN CONSTRUCTION LIMITED**

**BALANCE SHEET**  
**31 AUGUST 2003**

|                                                       |       | <u>31.8.03</u> |                 | <u>31.8.02</u> |                 |
|-------------------------------------------------------|-------|----------------|-----------------|----------------|-----------------|
|                                                       | Notes | £              | £               | £              | £               |
| <b>FIXED ASSETS:</b>                                  |       |                |                 |                |                 |
| Tangible assets                                       | 4     |                | 528,306         |                | -               |
| <b>CURRENT ASSETS:</b>                                |       |                |                 |                |                 |
| Debtors                                               | 5     | 423,166        |                 | 48,000         |                 |
| Cash at bank and in hand                              |       | 216,875        |                 | 103,033        |                 |
|                                                       |       | 640,041        |                 | 151,033        |                 |
| <b>CREDITORS:</b> Amounts falling due within one year | 6     | 1,021,189      |                 | 42,780         |                 |
| <b>NET CURRENT (LIABILITIES)/ASSETS:</b>              |       |                | (381,148)       |                | 108,253         |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES:</b>         |       |                | <u>£147,158</u> |                | <u>£108,253</u> |
| <b>CAPITAL AND RESERVES:</b>                          |       |                |                 |                |                 |
| Called up share capital                               | 7     |                | 2               |                | 2               |
| Profit and loss account                               |       |                | 147,156         |                | 108,251         |
| <b>SHAREHOLDERS' FUNDS:</b>                           |       |                | <u>£147,158</u> |                | <u>£108,253</u> |

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 August 2003.

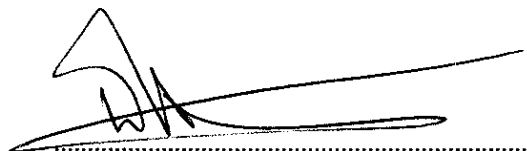
The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2003 in accordance with Section 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

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

**ON BEHALF OF THE BOARD:**



D G HEUCHAN - Director

Approved by the Board on 25/6/04

The notes form part of these financial statements

**D.G. HEUCHAN CONSTRUCTION LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 AUGUST 2003**

**1. ACCOUNTING POLICIES**

**Accounting convention**

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**

Turnover represents net invoiced sales of goods, excluding value added tax.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Equipment - 20% on reducing balance  
Office Equipment - 25% on reducing balance

**2. OPERATING PROFIT**

The operating profit is stated after charging/(crediting):

|                                              | <b>31.8.03</b> | <b>31.8.02</b> |
|----------------------------------------------|----------------|----------------|
|                                              | <b>£</b>       | <b>£</b>       |
| Depreciation - owned assets                  | <b>8,008</b>   | <b>3,000</b>   |
| Profit on disposal of fixed assets           | <b>-</b>       | <b>(1,910)</b> |
|                                              | <b>=====</b>   | <b>=====</b>   |
| Directors' emoluments and other benefits etc | <b>-</b>       | <b>-</b>       |
|                                              | <b>=====</b>   | <b>=====</b>   |

**3. TAXATION**

**Analysis of the tax charge**

The tax charge on the profit on ordinary activities for the year was as follows:

|                                      | <b>31.8.03</b> | <b>31.8.02</b> |
|--------------------------------------|----------------|----------------|
|                                      | <b>£</b>       | <b>£</b>       |
| Current tax:                         |                |                |
| UK corporation tax                   | <b>6,509</b>   | <b>26,357</b>  |
|                                      | <b>=====</b>   | <b>=====</b>   |
| Tax on profit on ordinary activities | <b>6,509</b>   | <b>26,357</b>  |
|                                      | <b>=====</b>   | <b>=====</b>   |

**D.G. HEUCHAN CONSTRUCTION LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 AUGUST 2003**

4. **TANGIBLE FIXED ASSETS**

|                        | <b>Equipment</b> | <b>Office<br/>Equipment</b> | <b>Totals</b> |
|------------------------|------------------|-----------------------------|---------------|
|                        | <b>£</b>         | <b>£</b>                    | <b>£</b>      |
| <b>COST:</b>           |                  |                             |               |
| At 1 September 2002    | 18,545           | -                           | 18,545        |
| Additions              | 534,190          | 2,124                       | 536,314       |
| At 31 August 2003      | 552,735          | 2,124                       | 554,859       |
| <b>DEPRECIATION:</b>   |                  |                             |               |
| At 1 September 2002    | 18,545           | -                           | 18,545        |
| Charge for year        | 8,008            | -                           | 8,008         |
| At 31 August 2003      | 26,553           | -                           | 26,553        |
| <b>NET BOOK VALUE:</b> |                  |                             |               |
| At 31 August 2003      | 526,182          | 2,124                       | 528,306       |
| At 31 August 2002      | -                | -                           | -             |

5. **DEBTORS: AMOUNTS FALLING  
DUE WITHIN ONE YEAR**

|                              |         |         |
|------------------------------|---------|---------|
|                              | 31.8.03 | 31.8.02 |
|                              | £       | £       |
| Trade debtors                | 417,523 | 48,000  |
| Prepayments & accrued income | 5,643   | -       |
|                              | 423,166 | 48,000  |

6. **CREDITORS: AMOUNTS FALLING  
DUE WITHIN ONE YEAR**

|                             |           |         |
|-----------------------------|-----------|---------|
|                             | 31.8.03   | 31.8.02 |
|                             | £         | £       |
| Trade creditors             | 226,098   | 588     |
| Hire purchase               | 105,518   | -       |
| Accruals                    | 8,000     | -       |
| Directors' current accounts | 654,806   | 2,360   |
| V.A.T.                      | 20,258    | 13,475  |
| Taxation                    | 6,509     | 26,357  |
|                             | 1,021,189 | 42,780  |

**D.G. HEUCHAN CONSTRUCTION LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 AUGUST 2003**

**7. CALLED UP SHARE CAPITAL**

Authorised:

| Number: | Class:   | Nominal<br>value: | 31.8.03<br>£ | 31.8.02<br>£ |
|---------|----------|-------------------|--------------|--------------|
| 1,000   | ORDINARY | £1                | <u>1,000</u> | <u>1,000</u> |

Allotted, issued and fully paid:

| Number: | Class:   | Nominal<br>value: | 31.8.03<br>£ | 31.8.02<br>£ |
|---------|----------|-------------------|--------------|--------------|
| 2       | ORDINARY | £1                | <u>2</u>     | <u>2</u>     |