

COMPANY NUMBER 189021

REGISTERED OFFICE MACKEANSTON FARM
DOUNE
PERTSHIRE
FK16 6AX

AUDITORS BLUEPRINT AUDIT LIMITED
UNIT 3, GATEWAY BUSINESS PARK
BEANCROSS ROAD
GRANGEMOUTH
FK3 8WX

**ACCOUNTANTS AND
BUSINESS ADVISERS** TENON LIMITED
UNIT 3, GATEWAY BUSINESS PARK
BEANCROSS ROAD
GRANGEMOUTH
FK3 8WX

ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2002

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**INDEPENDENT AUDITORS' REPORT TO H & R GRAY HAULAGE LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts set out on pages 4 to 6, together with the financial statements of H & R Gray Haulage Limited for the year ended 31st March 2002 prepared under Section 226 of the Companies Act 1985.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The directors are responsible for preparing 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 the procedures we considered necessary to confirm, by reference to the accounts, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts 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 financial statements.

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 in respect of the year ended 31st March 2002, and the abbreviated accounts on pages 4 to 6 are properly prepared in accordance with those provisions.

OTHER INFORMATION

On 24th June 2002 we reported as auditors of H & R Gray Haulage Limited to the members on the financial statements prepared under Section 226 of the Companies Act 1985 for the year ended 31st March 2002 and our audit report was as follows:

"We have audited the financial statements on pages 4 to 9 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 2, the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

BASIS OF OPINION

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error.

In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

FUNDAMENTAL UNCERTAINTY

In forming our opinion, we have considered the adequacy of disclosures made in note 1 of the financial statements concerning uncertainty over the going concern basis. In view of the significance of this uncertainty we consider that it should be drawn to your attention, but our opinion is not qualified in this respect.

OPINION

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31st March 2002 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.'

Blueprint Audit

**BLUEPRINT AUDIT LIMITED
REGISTERED AUDITOR
GRANGEMOUTH**

Dated: 24th June 2002

BALANCE SHEET
AS AT 31ST MARCH 2002

	Note	2002		2001	
		£	£	£	£
FIXED ASSETS					
Tangible assets	2		292,520		104,948
CURRENT ASSETS					
Stocks		4,505		-	
Debtors		302,361		160,454	
Cash at bank and in hand		200		200	
		<u>307,066</u>		<u>160,654</u>	
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	3	<u>(658,808)</u>		<u>(484,375)</u>	
NET CURRENT LIABILITIES			<u>(351,742)</u>		<u>(323,721)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>(59,222)</u>		<u>(218,773)</u>
CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	3		<u>(143,602)</u>		<u>(25,079)</u>
DEFICIENCY OF ASSETS			<u><u>(202,824)</u></u>		<u><u>(243,852)</u></u>
CAPITAL AND RESERVES					
Called up share capital	4		100		100
Profit and loss account			<u>(202,924)</u>		<u>(243,952)</u>
SHAREHOLDERS' FUNDS			<u><u>(202,824)</u></u>		<u><u>(243,852)</u></u>

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

The abbreviated accounts were approved by the Board on 24th June 2002 and signed on its behalf by

ROBERT ANDREW GRAY
DIRECTOR



**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2002**

1. ACCOUNTING POLICIES

1.1. Accounting convention

The accounts are prepared under the historical cost convention.

The company has taken advantage of the exemption in FRS1 from the requirement to produce a cashflow statement because it is a small company.

1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

1.3. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Leasehold Improvements	-	20% Straight Line
Plant & Machinery	-	20% Straight Line
Motor Vehicles	-	25% Reducing Balance / 25% Straight Line

1.4. Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce constant periodic rates of charge on the net obligations outstanding in each period.

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.5. Stock

Stock is valued at the lower of cost and net realisable value.

1.6. Going Concern

The financial statements have been prepared on the going concern basis which assumes that the company will continue in existence for the foreseeable future. The company meets its day to day working capital requirements through an overdraft facility which is repayable on demand. The company is dependent on the bank for support, this continued support is dependent upon personal guarantees given by the directors.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2002**

2. FIXED ASSETS	Tangible fixed assets £
Cost or revaluation	
At 1st April 2001	130,333
Additions	218,614
At 31st March 2002	<u>348,947</u>
Depreciation	
At 1st April 2001	25,385
Charge for year	31,042
At 31st March 2002	<u>56,427</u>
Net book values	
At 31st March 2002	<u>292,520</u>
At 31st March 2001	<u>104,948</u>

3. CREDITORS	2002 £	2001 £
Creditors include the following Bank overdraft which is secured.		
Falling due within one year	<u>75,034</u>	<u>131,117</u>

4. SHARE CAPITAL	2002 £	2001 £
Authorised equity		
100,000 Ordinary shares of £1 each	<u>100,000</u>	<u>100,000</u>
Allotted, called up and fully paid equity		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

5. TRANSACTIONS WITH DIRECTORS

The following directors had interest free loans during the year. The movements on these loans are as follows:

	Amounts owed 2002 £	2001 £	Maximum in year £
Robert Andrew Gray	-	50	-
John Chalmers Gray	<u>50</u>	<u>50</u>	-

The above are unsecured, interest free and have no fixed terms of repayment.