KELVIN STEELS LIMITED
Registered number: SC 205181

Abbreviated Financial Statements

For the year ended 30 November 2001



KELVIN STEELS LIMITED

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For the year ended 30 November 2001

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KELVIN STEELS LIMITED

Company Information

As at 30 November 2001

Directors

B F A Nugent
C R P Nugent
H B Nugent

Secretary

W T Nugent

Registered office

Caledonia House
Thornliebank Industrial Estate
Glasgow
G46 8JT

Registered number

SC 205181

Auditors

Scott-Moncrieff
Chartered Accountants
Registered Auditor
25 Bothwell Street
Glasgow
G2 6NL

KELVIN STEELS LIMITED

Independent Auditors' Report to the Company

Pursuant to section 247B of the Companies Act 1985

We have examined the abbreviated accounts on pages 3 to 5 together with the full financial statements of the company prepared under section 226 of the Companies Act 1985 for the year ended 30 November 2001.

Respective responsibilities of the Directors and Auditors

The directors are 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 the company's entitlement to deliver abbreviated accounts prepared in accordance with section 246(5) and (6) of the Companies Act 1985 and whether the abbreviated accounts have been 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 audited financial statements; that the company is entitled to deliver abbreviated accounts prepared in accordance with section 246(5) and (6) of the Companies Act 1985 and that the abbreviated accounts have been properly prepared from those financial statements. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion, the company is entitled to deliver abbreviated accounts prepared in accordance with section 246(5) and (6) of the Companies Act 1985 and the abbreviated accounts on pages 3 to 5 have been properly prepared in accordance with those provisions.

Scott-Moncrieff

Scott-Moncrieff
Chartered Accountants
Registered Auditor

25 Bothwell Street
Glasgow
G2 6NL

Date: 14/9/02

KELVIN STEELS LIMITED

Abbreviated balance sheet

At 30 November 2001

	Notes	2001 £	2001 £	2000 £	2000 £
Fixed assets	2				
Intangible assets			43,689		58,252
Tangible assets			206,355		103,051
			250,044		161,303
Current assets					
Stocks		247,866		205,240	
Debtors		736,044		762,234	
Cash at bank and in hand		300,197		398,963	
		1,284,107		1,366,437	
Creditors: amounts falling due within one year		(1,437,398)		(1,500,997)	
Net current liabilities			(153,291)		(134,560)
Total assets less current liabilities			96,753		26,743
Provisions for liabilities and charges			(20,544)		(9,748)
Net assets			76,209		16,995
Capital and reserves					
Called up share capital	3		100		100
Profit and loss account			76,109		16,895
Total shareholders' funds			76,209		16,995

The abbreviated financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and were approved by the board of directors on 14/9/02 and signed on its behalf by:

H B Nugent, Director

The notes on pages 4 to 5 form part of these financial statements.

Notes to the Abbreviated Financial Statements

For the year ended 30 November 2001

1. Statement of accounting policies

The financial statements have been prepared under the historical cost convention.

Cash flow

The financial statements do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1: "Cash flow statements".

Turnover

Turnover represents the total invoice value, excluding value added tax, of goods sold during the year.

Goodwill

Goodwill is the difference between the amount paid on the acquisition of a business and the aggregate fair value of its separate net assets. Goodwill is capitalised on acquisition and amortised through the profit and loss account over the directors' estimate of its economic life of 4 years.

Depreciation of tangible fixed assets

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

Plant and machinery etc	10% to 33.33% on cost

Stocks

Stocks are stated at the lower of cost and net realisable value.

Net realisable value is based on estimated selling price less further costs to completion and disposal.

Deferred taxation

Deferred taxation is provided using the liability method on all timing differences to the extent that they are expected to reverse in the future without being replaced, calculated at the rate at which it is anticipated the timing differences will reverse.

Leasing and hire purchase commitments

Assets held under finance leases and hire purchase contracts are capitalised in the balance sheet and are depreciated over their estimated useful lives. The interest element of the rental obligations is charged to the profit and loss account over the period of the lease.

Lease payments under operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

1. **Statement of accounting policies - (continued)**

Pension costs

The company operates a money purchase (defined contribution) pension scheme. Contributions payable to this scheme are charged to the profit and loss account in the period to which they relate. These contributions are invested separately from the company's assets.

2. **Fixed assets**

	Intangible assets	Tangible assets	Total
	£	£	£
Cost:			
At 1 December 2000	58,252	125,069	183,321
Additions	-	158,694	158,694
Disposals	-	(7,589)	(7,589)
At 30 November 2001	58,252	276,174	334,426
Depreciation:			
At 1 December 2000	-	22,018	22,018
Charge for year	14,563	49,180	63,743
On disposals	-	(1,379)	(1,379)
At 30 November 2001	14,563	69,819	84,382
Net book value:			
At 30 November 2001	43,689	206,355	250,044
At 30 November 2000	58,252	103,051	161,303

3. **Share capital**

	2001	2000
	£	£
Authorised:		
Equity interests:		
100 Ordinary Shares of £1 each	100	100
Allotted, called up and fully paid:		
Equity interests:		
100 Ordinary shares of £1 each	100	100

4. **Ultimate parent company and controlling party**

The ultimate parent company is Arran Holdings Limited, a company registered in Scotland. This company is controlled by B F A Nugent and C R P Nugent.