

SC0213917

Report of the Directors and
Financial Statements
for the Year Ended 31 December 2001
for
Border Construction (Holdings) Limited



Border Construction (Holdings) Limited

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for the Year Ended 31 December 2001

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Border Construction (Holdings) Limited

Company Information
for the Year Ended 31 December 2001

DIRECTORS: Mr C H McGhie
Miss C A K Rafferty

SECRETARY: Miss C A K Rafferty

REGISTERED OFFICE: 10 Princes Street
Lochmaben
Lockerbie
Dumfries-shire
DG11 1QS

REGISTERED NUMBER: SCO 213977

AUDITORS: Gillespie & Anderson
Registered Auditors
Chartered Accountants
147 Bath Street
Glasgow
G2 4SN

Border Construction (Holdings) Limited

Report of the Directors
for the Year Ended 31 December 2001

The directors present their report with the financial statements of the company for the year ended 31 December 2001.

PRINCIPAL ACTIVITY

The company did not trade during the course of the year, having changed its name from "Lothian Fifty (739) Limited" on 3 January 2001.

DIRECTORS

The directors during the year under review were:

Mr C H McGhie	(appointed 12 January 2001)
Miss C A K Rafferty	(appointed 12 January 2001)

The beneficial interests of the directors holding office on 31 December 2001 in the issued share capital of the company were as follows:

	31.12.01	1.1.01
Ordinary shares £1 shares		
Mr C H McGhie	120,000	1
Miss C A K Rafferty	80,000	-

STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to

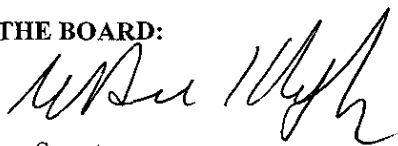
- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

AUDITORS

The auditors, Gillespie & Anderson, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

ON BEHALF OF THE BOARD:



Miss C A K Rafferty - Secretary

Dated: 12 August 2002

Border Construction (Holdings) Limited

Report of the Independent Auditors to the Shareholders of
Border Construction (Holdings) Limited

We have audited the financial statements of Border Construction (Holdings) Limited for the year ended 31 December 2001 on pages four to six. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

Respective responsibilities of directors and auditors

As described on page two the company's directors are responsible for the preparation of financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Report of the Directors is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the Report of the Directors and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion

We conducted our audit in accordance with United Kingdom 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 of 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.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 December 2001 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Gillespie & Anderson
Registered Auditors
Chartered Accountants
147 Bath Street
Glasgow
G2 4SN

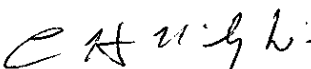
Dated: 12 August 2002

Border Construction (Holdings) Limited

Balance Sheet
31 December 2001

		<u>2001</u>		<u>2000</u>	
	Notes	£	£	£	£
FIXED ASSETS:					
Investments	2		1,560,007		-
CURRENT ASSETS:					
Cash at bank and in hand		-		1	
CREDITORS: Amounts falling due within one year					
Loan - Crombie Construction Limited	3	<u>1,360,007</u>		-	
NET CURRENT LIABILITIES:			<u>1,360,007</u>		<u>1</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			<u>£200,000</u>		<u>£1</u>
CAPITAL AND RESERVES:					
Called up share capital	4		<u>200,000</u>		<u>1</u>
SHAREHOLDERS' FUNDS:	6		<u>£200,000</u>		<u>£1</u>

ON BEHALF OF THE BOARD:


Mr C H McGhie - Director

Approved by the Board on 12 August 2002

Border Construction (Holdings) Limited

Notes to the Financial Statements
for the Year Ended 31 December 2001

1. **ACCOUNTING POLICIES**

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards.

FRS1

No cash flow statement has prepared in light of the company's dormant status. The cash flow movements are reflected in note 4 to the financial statements, "Reconciliation of movements in shareholders funds".

Profit & loss account

As the company has remained dormant since incorporation, no profit and loss account has been prepared, whilst disclosures required under FRS3 have not been made.

2. **FIXED ASSET INVESTMENTS**

	£
COST:	
At 1 January 2001	-
Additions	<u>1,560,007</u>
At 31 December 2001	<u>1,560,007</u>
NET BOOK VALUE:	
At 31 December 2001	<u><u>1,560,007</u></u>
At 31 December 2000	<u><u>-</u></u>

	2001 £	2000 £
Unlisted investments	<u>1,560,007</u>	<u>-</u>

The company's investments at the balance sheet date in the share capital of unlisted companies include the following:

Border Construction Limited

Nature of business: Building & civil engineering contractors, property developers.

	% holding	2001 £	2000 £
Class of shares:			
Ordinary	100.00		
Aggregate capital and reserves		6,232,293	5,332,303
Profit for the year		<u>899,990</u>	<u>728,022</u>

Border Construction (Holdings) Limited

Notes to the Financial Statements
for the Year Ended 31 December 2001

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

	2001 £	2000 £
Loan account - Crombie Construction Limited	<u>1,360,007</u>	<u>-</u>
	<u>1,360,007</u>	<u>-</u>

4. **CALLED UP SHARE CAPITAL**

Authorised:				
Number:	Class:	Nominal value:	2001 £	2000 £
200,000	Ordinary shares	£1	<u>200,000</u>	<u>100</u>
			<u>200,000</u>	<u>100</u>
Alotted, issued and fully paid:				
Number:	Class:	Nominal value:	2001 £	2000 £
200,000	Ordinary shares	£1	<u>200,000</u>	<u>1</u>
			<u>200,000</u>	<u>1</u>

199,999 ordinary shares were issued during the course of the year at £1 each, par value.

5. **RELATED PARTY TRANSACTIONS**

The company does not trade with its subsidiary. The loan account owed to Crombie Construction Limited and the investment in Border Construction Limited are shown in the notes to the financial statements, reflecting share transfers in the year on the de-merger from the Border Travel Group.

6. **RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS FUNDS**

	2001 £	2000 £
Allotment of Ordinary share capital	<u>199,999</u>	<u>1</u>
Net addition to shareholders funds	199,999	1
Opening shareholders funds	<u>1</u>	<u>-</u>
Closing shareholders funds	<u>200,000</u>	<u>1</u>
Equity interests	<u>200,000</u>	<u>1</u>