

COMPANY NUMBER:
SC213988 (SCOTLAND) ON 20TH DECEMBER 2000

CORNERSTONE SCOTLAND LTD

DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE PERIOD FROM 1ST JANUARY 2003 TO 31ST DECEMBER 2003

JULIA WINSEY ACCOUNTANCY LIMITED
ACCOUNTANTS
9 CARMELITE ST
BANFF
AB45 1AF



CORNERSTONE SCOTLAND LTD

DIRECTORS' REPORT

FOR THE PERIOD ENDED 31ST DECEMBER 2003

The directors present their report and the financial statements for the period ended 31st December 2003.

Principal activities

The principal activity of the company continues to be that of general commercial company

Directors' interests

The directors of the company during the period and their interests in the share capital of the company as recorded in the register of directors' interests were as follows:

	2003	2002
	No. of shares	
Gary John Reid	1	1
Herbert Durno Reid	1	1

Responsibilities of the directors

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of the 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.

This report was approved by the board on 15th September 2004 and 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

...*Patricia M. Reid*.....
Patricia Margaret Reid

ACCOUNTANTS' REPORT

TO THE DIRECTORS OF CORNERSTONE SCOTLAND LTD

You are responsible for the preparation of the financial statements for the period ended 31st December 2003 set out on pages 3 to 4, and you consider that the company is exempt from an audit and a report under section 249A(2) of the Companies Act 1985. In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

.....*Julia Winsey*.....
Julia Winsey Accountancy Limited
Accountants
9 Carmelite St
Banff
AB45 1AF

Dated: 15th September 2004

CORNERSTONE SCOTLAND LTD

BALANCE SHEET AND PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31ST DECEMBER 2003

The company has not traded during the period receiving no income and incurring no expenditure therefore making neither profit nor loss.

BALANCE SHEET

AS AT 31ST DECEMBER 2003

Note	2003		2002	
	£	£	£	£
	-	-	-	-
		-		-
		=		=
Capital and reserves		-		-
		=		=

For the period ended 31st December 2003 the company was entitled to exemption under section 249AA (1) of the Companies Act.

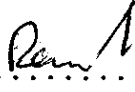
The members have not required the company to obtain an audit of its financial statements for the period in question in accordance with subsection (2) of 249B.

The directors acknowledge their responsibility for:

Ensuring the company keeps accounting records which comply with section 221; and

Preparing financial statements which give a true and fair view of the company as at the end of its financial period, and of its profit and loss for the financial period in accordance with section 226, and which otherwise comply with the requirements of the Companies Act relating to financial statements, so far as applicable to the company.

Approved by the directors on 15th September 2004.

.........
Gary Reid

The annexed notes form part of these financial statements.

CORNERSTONE SCOTLAND LTD

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31ST DECEMBER 2003

1. Accounting policies

The accounts have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (Effective June 2002).

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