

TURNBULL KEMP

Company Registration No. SC229727 (Scotland)

SHORE RECYCLING LIMITED

ABBREVIATED ACCOUNTS

For the period ended 30 April 2003



TURNBULL KEMP & CO
CHARTERED ACCOUNTANTS
66 TAY STREET PERTH PH2 8RA

SHORE RECYCLING LIMITED

AUDITORS' REPORT TO SHORE RECYCLING LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 2 to 5, together with the financial statements of the company for the period ended 30 April 2003 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

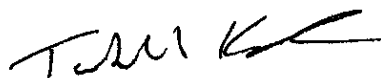
The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (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 financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered 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, and the abbreviated accounts on pages 2 to 5 are properly prepared in accordance with those provisions.



**Turnbull Kemp & Co
Chartered Accountants
Registered Auditors**

66 Tay Street
Perth
PH2 8RA

15 December 2003

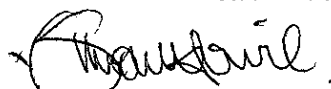
SHORE RECYCLING LIMITED

ABBREVIATED BALANCE SHEET AS AT 30 APRIL 2003

	Notes	2003 £	£
Fixed assets			
Tangible assets	2		1,605,944
Current assets			
Stocks		206,914	
Debtors		933,906	
Cash at bank and in hand		178,329	
		<u>1,319,149</u>	
Creditors: amounts falling due within one year		<u>(2,201,486)</u>	
Net current liabilities			<u>(882,337)</u>
Total assets less current liabilities			<u>723,607</u>
Provisions for liabilities and charges			<u>(137,275)</u>
			<u>586,332</u>
Capital and reserves			
Called up share capital	3		1
Profit and loss account			<u>586,331</u>
Shareholders' funds			<u>586,332</u>

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

The financial statements were approved by the board on 15 December 2003



S M Howie

Director

SHORE RECYCLING LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE PERIOD ENDED 30 APRIL 2003

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Land and buildings Leasehold	20% reducing balance
Plant and machinery	20% straight line
Fixtures fittings and equipment	20% reducing balance
Motor vehicles	25% reducing balance

1.4 Stock and work in progress

Work in progress is valued at the lower of cost and net realisable value.

1.5 Deferred taxation

Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

1.6 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

2 Fixed assets

	Tangible assets £
Cost	
At 28 March 2002	-
Additions	1,810,919
At 30 April 2003	1,810,919
Depreciation	
At 28 March 2002	-
Charge for the period	204,975
At 30 April 2003	204,975
Net book value	
At 30 April 2003	1,605,944

SHORE RECYCLING LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE PERIOD ENDED 30 APRIL 2003

3	Share capital	2003
		£
	Authorised	
	500,000 Ordinary shares of £ 1 each	500,000
		<u> </u>
	Allotted, called up and fully paid	
	1 Ordinary shares of £ 1 each	1
		<u> </u>

During the period the company issued 1 ordinary share at par value for a consideration of £1.

4 Transactions with directors

Mr Simon Howie has granted a personal life assurance policy as security for the company's bankers, dated 31 July 2002.

SHORE RECYCLING LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE PERIOD ENDED 30 APRIL 2003

5 Related party transactions

Shore Laminate Fabricators Limited and Simon Howie Butchers Limited are considered related parties on the basis of their common control. AM Howie Haulage Contractors is considered a related party on the basis of close family control.

During the period ended 30 April 2003, the company had the following transactions with these entities:

	Shore Laminate Fabricators Limited £	Simon Howie Butchers Limited £	AM Howie Haulage Contractors £
Sales	430	915	-
Purchases	-	-	490,758
Expenses recharged from related parties	31,328	13,329	-

At the period end, the following amounts are owing to and from related parties:

Debtors	505	915	-
Creditors	12,699	60	75,624

In addition to the above, the following net loans were advanced to related parties and outstanding at the balance sheet date:

255,000	100,000	-
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The company paid £85,000 in respect of professional fees, to M Todd Consulting, a business run by Mr Malcolm Todd who was appointed a director of the company on 2 September 2002. At the balance sheet date, £38,050 was due to M Todd Consulting.

Included in creditors due within one year, is an amount of £29,999 owed by the company to a director, Mr Simon Howie. The balance owed is interest-free, and is repayable on demand.