Registrar

ISBC (INVERURIE) LIMITED

DIRECTOR'S REPORT AND FINANCIAL STATEMENTS

FOR THE PERIOD

20 MARCH 2003
(DATE OF INCORPORATION)
TO
31 MARCH 2004

COMPANY REGISTRATION NUMBER: 246113

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COMPANIES HOUSE 23/12/04

ISBC (Inverurie) Limited
Company Information

Directors	Ian Strachan	(Appointed 20/3/03)
	Mrs Sandra Strachan	(Appointed 20/3/03)
Secretary	Ian Strachan	(Appointed 20/3/03)
Company Number	246113	
Registered Office	Burndale Keithhall Inverurie Aberdeenshire AB51 0JY	
Reporting Accountants	Cassie & Co. 5 High Street Inverurie AB51 3QA	

ISBC (Inverurie) Limited
Director's Report for the period ended 31 March 2004

The directors present their report and the financial statements for the period ended 31March 2004.
The company was incorporated on 20 March 2003 but did not commence trade until 1 May 2003.

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 and 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.

Principal activity
The company's principal activity is that of building contractors.

Directors
The directors at 31 March 2004 and their interests in the share capital of the company were as follows:

	Number of shares of £1 each	
	Ordinary 'A'	Ordinary 'B'
	2003	2003
Ian Strachan	500	0
Mrs Sandra Strachan	0	500

Reporting Accountants'
The company is exempt from audit in the current year. Cassie & Co were appointed as reporting accountants during the period.

Small company rules
These accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities.

This report was approved by the board on 14 December 2004 and signed on its behalf.

Mrs Sandra Strachan
Secretary

Sandra Strachan

Accountant's Report on the Unaudited Accounts to the Shareholders' of ISBC (Inverurie) Limited

We report on the accounts for the period ended 31 March 2004 set out on pages 6 - 10.

Respective responsibilities of directors and reporting accountants

As described on page 4 the company's directors are responsible for the preparation of the financial statements, and they consider that the company is exempt from an audit. It is our responsibility to carry out procedures designed to report our opinion.

Basis of opinion

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the accounts with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

Opinion

In our opinion:

(a) the accounts are in agreement with the accounting records kept by the company under section 221 of the Companies Act 1985;

(b) having regard only to, and on the basis of, the information contained in those accounting records:

(i) the accounts have been drawn up in a manner consistent with the accounting requirements specified in section 249C(6) of the Act; and

(ii) the company satisfied the conditions for exemption from an audit of the accounts for the year specified in section 249A(4) of the Act and did not, at any time within that year, fall within any of the categories not entitled to the exemption specified in section 249B(1).

Cassie & Co.
5 High Street
Inverurie
AB51 3QA

14 December 2004

ISBC (Inverurie) Limited
Profit and Loss Account
for the period ended 31 March 2004

	Notes	2004 £
Turnover	1	265,151
Cost of Sales		151,538
Gross Profit		113,613
Administrative Expenses		35,576
		78,038
Interest Payable less Receivable		1,844
Operating Profit	2	76,194
Taxation on profit on ordinary activities	3	14,667
Profit on Ordinary Activities after Taxation		61,527
Dividends	4	20,000
Retained profit for the year		41,527

The notes on pages 8 to 10 form part of these financial statements.

ISBC (Inverurie) Limited
Balance Sheet as at 31 March 2004

	Notes	2004 £
Fixed Assets		
Tangible assets	5	49,889
Intangible Assets	6	19,000
		68,889
Current assets		
Stock & Work in Progress		27,500
Debtors	7	31,730
Cash at Bank		14,229
		73,459
Creditors: amounts falling due within one year	8	79,849
Net current assets (liabilities)		(6,390)
Creditors: Amounts falling due after more than one year	9	18,366
Provision for Liabilities & Charges		
Deferred Taxation	10	1,606
Net assets		42,527
Capital and reserves		
Called up share capital	11	1,000
Profit and loss account		41,527
Shareholders' funds	12	42,527

The directors consider that the company is entitled to exemption from audit under subsection 1 of S.249A of the Companies Act 1985 for the period ending 31 March 2004.

Members have not deposited a notice under S.249B(2) of the Companies Act 1985 requiring an audit for the period ended 31 March 2004.

The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and for preparing financial statements which give a true and fair view of the state of affairs of the company as at 31 March 2004 and of its profit for the year then ended in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Act 1985 relating to the financial statements, so far as applicable to the company.

The financial statements which have been prepared in accordance with the special provisions of part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities were approved by the board on 14 December 2004 and signed on its behalf.

Ian Strachan
Director Ian Strachan

The notes on pages 8 to 10 form part of these financial statements.

1. Accounting policies

1.1 Basis of preparation of financial statements

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

1.2 *Turnover*

Turnover comprises the invoiced value of goods and services supplied by the company, net of Value Added Tax.

1.3 Tangible Fixed Assets & Depreciation

The cost of tangible fixed assets is written off as follows:

Equipmemt	20% Reducing Balance Method
Motor Vehicles	25% Reducing Balance Method

1.4 Intangible Assets

Goodwill is the difference between amounts paid on the acquisition of a business and the fair value of the separable net assets. It is amortised to the profit and loss account over its estimated economic life of 20 years.

1.5 Hire Purchase Commitments

Assets acquired under hire purchase agreements are capitalised in the financial statements and written off over their useful lives.

1.6 Company Pension Scheme

The company has a defined contribution pension scheme. The expected cost to the company of pensions in respect of its defined contribution pension scheme is charged to the profit and loss account so as to spread the cost of pensions over the service lives of employees in the scheme.

1.7 Deferred Taxation

The charge for deferred taxation takes into account taxation deferred as a result of timing differences between the treatment of certain items for taxation and accounting purposes In general, deferred taxation is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date. However, deferred tax assets are recognised only to the extent that the director considers that it is more likely than not that they will be recovered against the reversal of deferred tax liabilities of other future taxable profits. Deferred taxation is measured on a non-discounted basis at the average tax rates that would apply when the timing differences are expected to reverse, based on tax rates and laws that have been enacted by the balance sheet.

2 Operating Profit

	2004 £
The Operating Profit is stated after charging:	
Depreciation - owned	1,517
Depreciation - assets held on hire purchase	9,733
Amortisation of Goodwill	1,000
Directors' Remuneration	11,528

3. Taxation

UK Corporation tax at 19%	13,061
Increase in Deferred Tax Provision	1,606
	14,667

4. Dividends	2004 £
Interim Dividend of £20 per Ordinary 'A' £1 share paid	10,000
Interim Dividend of £20 per Ordinary 'B' £1 share paid	10,000
	20,000

5 Tangible Fixed Assets	Equipment	Vehicles	Total
Additions	40,389	20,750	61,139
Disposals	0	0	0
As at 31 March 2004	40,389	20,750	61,139
Depreciation			
Disposals	0	0	0
Charge for period	6,062	5,188	11,250
As at 31 March 2004	6,062	5,188	11,250
Net Book Value			
As at 31 March 2004	34,327	15,562	49,889

The net book value of motor vehicles held under hire purchase agreements is £41,317.

6. Intangible Assets	Goodwill	Total
Cost	20,000	20,000
Amortisation		
Amortisation charge for period	1,000	1,000
At 31 March 2004	1,000	1,000
Net Book Value 31/03/04	19,000	19,000

7 Debtors	2004 £
Trade Debtors	28,740
Other Debtors	2,989
	31,730

	2004 £
8 Creditors: amounts falling due within one year	
Trade Creditors	6,819
Other Creditors	27,101
Taxes & Social Security	2,808
Director's Loan	17,178
Corporation Tax	13,061
Hire Purchase	12,882
	79,849
9 Creditors: amounts falling due after one year	
Hire Purchase	18,366
10 Deferred Taxation	
Provision for Year - due to accelerated capital allowances	1,606
At 31 March 2004	1,606
11 Share capital	
Authorised	
50,000 Ordinary 'A' Shares of £1 each	50,000
50,000 Ordinary 'B' Shares of £1 each	50,000
	100,000
Allotted, called up and fully paid	
500 Ordinary 'A' Shares of £1 each	500
500 Ordinary 'B' Shares of £1 each	500
	1,000

The company issued 500 ordinary 'A' shares and 500 ordinary 'B' shares at par during the period.

12 MOVEMENT IN SHAREHOLDERS' FUNDS	
Profit on Ordinary Activities after Tax	61,527
Share Capital Issued	1,000
Dividends Paid	(20,000)
	42,527
Shareholders' Funds Brought Forward	0
Shareholders' Funds Carried Forward	42,527

13 Company Pension Scheme

The company operates a defined contribution scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge representing contributions paid by the company to the fund amounted to £3,000.

14. Related Parties

The company is under the control of Ian and Sandra Strachan, who are the directors, together they own all the shares in the company

The company purchased the opening assets and liabilities from Ian & Sandra Strachan. The total paid was £44,932.