



**BDO Stoy Hayward**  
Chartered Accountants

**Ayrshire Aluminium Co. Limited**

Report and Financial Statements

Year Ended

30 June 2001



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# **Ayrshire Aluminium Co. Limited**

## **Annual report and financial statements for the year ended 30 June 2001**

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### **Contents**

#### **Page:**

2	Report of the directors
4	Report of the independent auditors
6	Profit and loss account
7	Balance sheet
8	Cash flow statement
9	Notes forming part of the financial statements

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### **Directors**

A J Crabb  
M S Yarlett  
P Vaughan  
R McKnight

### **Secretary and registered office**

R McKnight, Block 2, Bonnyton Industrial Estate, Munro Place, Kilmarnock, KA1 2NP

### **Company number**

75647

### **Auditors**

BDO Stoy Hayward, 12 Hamilton Street, Saltcoats, Ayrshire, KA21 5DS

### **Bankers**

Bank of Scotland, 46 Bank Street, Kilmarnock, Ayrshire, KA1 1EX

### **Solicitors**

Mackintosh and Wylie, 23 The Foregate, Kilmarnock, Ayrshire, KA1 1LE

## **Ayrshire Aluminium Co. Limited**

### **Report of the directors for the year ended 30 June 2001**

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The directors present their report together with the audited financial statements for the year ended 30 June 2001.

#### **Results and dividends**

The profit and loss account is set out on page 6 and shows the profit for the year.

The directors do not recommend the payment of a dividend.

#### **Principal activities, review of business and future developments**

The company's principal activity is as management company.

The directors are satisfied with the profit for the year and anticipate similar results in the coming year.

#### **Directors**

The directors of the company during the year and their interests in the ordinary share capital of the company were:

	<b>Ordinary shares of £1 each</b>	
	<b>30 June 2001</b>	<b>1 July 2000</b>
A J Crabb	8,000	8,000
M S Yarlett	16,501	16,501
P Vaughan	8,499	8,499
R McKnight	-	-

#### **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 year. 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; and
- *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.

**Ayrshire Aluminium Co. Limited**


**Report of the directors for the year ended 30 June 2001 (*Continued*)**

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**Auditors**

BDO Stoy Hayward have expressed their willingness to continue in office and a resolution to re-appoint them will be proposed at the annual general meeting.

**By order of the board**

  
R McKnight

*79TH APRIL 2002*

**Secretary**

## Report of the independent auditors

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### To the shareholders of Ayrshire Aluminium Co. Limited

We have audited the financial statements of Ayrshire Aluminium Co. Limited for the year ended 30 June 2001 on pages 6 to 15 which have been prepared under the accounting policies set out on page 9.

#### *Respective responsibilities of directors and auditors*

The directors' responsibilities for preparing the annual report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the Statement of Directors' Responsibilities.

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 Directors' Report 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 Directors' Report 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.


**Ayrshire Aluminium Co. Limited**

**Report of the independent auditors (*Continued*)**

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*Opinion*

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 30 June 2001 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



**BDO STOY HAYWARD**

*Chartered Accountants  
and Registered Auditors*  
Saltcoats

29 April 2002

**Ayrshire Aluminium Co. Limited**

**Profit and loss account for the year ended 30 June 2001**

	<b>Note</b>	<b>2001 £</b>	<b>2000 £</b>
<b>Turnover</b>	<b>2</b>	<b>170,000</b>	170,000
Administrative expenses		<b>157,206</b>	167,218
		<hr/>	<hr/>
<b>Profit on ordinary activities before taxation</b>	<b>3</b>	<b>12,794</b>	2,782
Taxation on profit on ordinary activities		<b>3,378</b>	487
		<hr/>	<hr/>
<b>Profit on ordinary activities after taxation for the year</b>		<b>9,416</b>	2,295
		<hr/>	<hr/>

All amounts relate to continuing activities.

All recognised gains and losses in the current and prior year are included in the profit and loss account.

The notes on pages 9 to 15 form part of these financial statements.

**Ayrshire Aluminium Co. Limited**

**Balance sheet at 30 June 2001**

	Note	2001 £	2001 £	2000 £	2000 £
<b>Fixed assets</b>					
Tangible assets	7		1		1
Fixed asset investments	8		313,115		313,115
			<u>313,116</u>		<u>313,116</u>
<b>Current assets</b>					
Debtors	9	152,393		134,440	
Cash at bank and in hand		-		2,840	
		<u>152,393</u>		<u>137,280</u>	
<b>Creditors: amounts falling due within one year</b>	10	61,395		55,698	
<b>Net current assets</b>			<u>90,998</u>		<u>81,582</u>
<b>Total assets less current liabilities</b>			<u>404,114</u>		<u>394,698</u>
<b>Capital and reserves</b>					
Called up share capital	11		33,000		33,000
Capital redemption reserve	12		17,000		17,000
Profit and loss account	12		354,114		344,698
<b>Equity shareholders' funds</b>			<u>404,114</u>		<u>394,698</u>

The financial statements were approved by the Board on

*75th April 2002.*

**Director**



**Director**



The notes on pages 9 to 15 form part of these financial statements.



**Ayrshire Aluminium Co. Limited**

**Cash flow statement for the year ended 30 June 2001**

	<b>Note</b>	<b>2001 £</b>	<b>2001 £</b>	<b>2000 £</b>	<b>2000 £</b>
<b>Net cash (outflow)/inflow from operating activities</b>	16		(2,660)		2,614
<b>Taxation</b>					
Corporation tax paid		(487)		(539)	
		<u>          </u>	(487)	<u>          </u>	(539)
<b>(Decrease)/increase in cash</b>	17		<u><u>(3,147)</u></u>		<u><u>2,075</u></u>

The notes on pages 9 to 15 form part of these financial statements.

## 1 Accounting policies

The financial statements have been prepared under the historical cost convention and are in accordance with applicable accounting standards. The following principal accounting policies have been applied:

### *Turnover*

Turnover represents the invoiced amount of goods sold and services provided stated net of value added tax and is attributable to one activity, that of management company providing services within the united kingdom.

### *Depreciation*

Depreciation is provided to write off the cost or valuation, less estimated residual values, of all tangible fixed assets, except for investment properties, freehold land and certain buildings, evenly over their expected useful lives. It is calculated at the following rates:

Office Equipment - 10% reducing balance

### *Valuation of investments*

Fixed assets investments are stated at cost.

### *Deferred taxation*

Provision is made for timing differences between the treatment of certain items for taxation and accounting purposes to the extent that it is probable that a liability or asset will crystallise.

### *Pensions*

Contributions to the company's defined contribution pension scheme are charged to the profit and loss account in the period in which they become payable.

The assets of the scheme are held separately from those of the company.

### *Subsidiary company undertakings*

Consolidated accounts in respect of the company together with its subsidiary undertakings have not been prepared as the group qualifies for exemption under Section 248 of the Companies Act 1985.

## 2 Turnover

Turnover is wholly attributable to the principal activity of the company and arises solely within the United Kingdom.

**Ayrshire Aluminium Co. Limited**

**Notes forming part of the financial statements for the year ended 30 June 2001 (Continued)**

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**3 Operating**

This is arrived at after charging:

	<b>2001</b>	<b>2000</b>
	<b>£</b>	<b>£</b>
Auditors' remuneration - audit services	<b>700</b>	<b>600</b>
	<b>=====</b>	<b>=====</b>

**4 Employees**

Staff costs (including directors) consist of:

	<b>2001</b>	<b>2000</b>
	<b>£</b>	<b>£</b>
Wages and salaries	<b>119,422</b>	<b>126,188</b>
Social security costs	<b>13,051</b>	<b>13,843</b>
Pension costs	<b>23,540</b>	<b>26,000</b>
	<b>=====</b>	<b>=====</b>
	<b>156,013</b>	<b>166,031</b>
	<b>=====</b>	<b>=====</b>

The average number of employees (including directors) during the year was 4 (2000 - 4).

**5 Directors' remuneration**

	<b>2001</b>	<b>2000</b>
	<b>£</b>	<b>£</b>
Directors' emoluments	<b>143,469</b>	<b>146,634</b>
Company contributions to money purchase pension schemes	<b>23,540</b>	<b>26,000</b>
	<b>=====</b>	<b>=====</b>

There were 3 directors in the company's defined contribution pension scheme during the Year (2000 - 3).

**Ayrshire Aluminium Co. Limited**

**Notes forming part of the financial statements for the year ended 30 June 2001 (*Continued*)**

**6 Taxation on profit on ordinary activities**

	2001 £	2000 £
<i>UK Corporation tax</i>		
<i>Current year</i>		
Current tax on income for the year	3,378	487
	<u>          </u>	<u>          </u>

**7 Tangible fixed assets**

	Office equipment £
<i>Cost</i>	
At 1 July 2000 and 30 June 2001	182
	<u>          </u>
<i>Depreciation</i>	
At 1 July 2000 and 30 June 2001	181
	<u>          </u>
<i>Net book value</i>	
At 30 June 2000 and 30 June 2001	1
	<u>          </u>

**8 Fixed asset investments**

	Shares	Other investments	Total
	£	£	£
<i>Cost or valuation</i>			
At 1 July 2000 and 30 June 2001	306,115	7,000	313,115
	<u>          </u>	<u>          </u>	<u>          </u>
<i>Net book value</i>			
At 30 June 2000 and 30 June 2001	306,115	7,000	313,115
	<u>          </u>	<u>          </u>	<u>          </u>

# Ayrshire Aluminium Co. Limited

## Notes forming part of the financial statements for the year ended 30 June 2001 (*Continued*)

### *Subsidiary undertakings, associated undertakings and other investments*

The principal undertakings in which the company's interest at the year end is 20% or more are as follows:

	Country of incorporation or principal place of business	Class of share capital held	%	Nature of business
<i>Subsidiary undertakings</i>				
Scotia Double Glazing Limited	Scotland	Ordinary	100%	Manufacture and installation of double glazing

Unless otherwise stated, the following figures have been extracted from audited financial statements for the year ended 30 June 2001:

	Aggregate share capital and reserves £	Profit/(loss) for the year £
Scotia Double Glazing Limited	<u>240,925</u>	<u>(27,643)</u>

### 9 Debtors

	2001 £	2000 £
<i>Amounts receivable within one year</i>		
Amounts owed by group undertakings	<u>152,393</u>	<u>134,440</u>

### 10 Creditors: amounts falling due within one year

	2001 £	2000 £
Bank overdraft	307	-
Corporation tax	3,378	487
Accruals and deferred income	<u>57,710</u>	<u>55,211</u>
	<u>61,395</u>	<u>55,698</u>

# Ayrshire Aluminium Co. Limited

Notes forming part of the financial statements for the year ended 30 June 2001 (*Continued*)

## 11 Share capital

	2001	Authorised	Allotted, called up and fully	paid
	2000		2001	2000
	£	£	£	£
<i>Equity share capital</i>				
Ordinary shares of £1 each	50,000	50,000	33,000	33,000

## 12 Reserves

	Capital redemption reserve	Profit and loss account
	£	£
At 1 July 2000	17,000	344,698
Profit for the year	-	9,416
<b>At 30 June 2001</b>	<b>17,000</b>	<b>354,114</b>

## 13 Reconciliation of movements in shareholders' funds

	2001	2000
	£	£
Profit for the year	9,416	2,295
Opening shareholders' funds	394,698	392,403
Closing shareholders' funds	404,114	394,698

## 14 Contingent liabilities

The bank borrowings are secured by means of a bond and floating charge, over all assets of the company. Ayrshire Aluminium Co. Limited has given a guarantee and letter of offset in respect of the bank borrowings of Scotia Double Glazing Limited. As at 30 June 2001, these amounted to £276,268 (2000: £246,287).

## 15 Pensions

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension charge represents contributions payable by the company to the fund and amounted to £23,540 (2000: £26,000).

**Ayrshire Aluminium Co. Limited**

**Notes forming part of the financial statements for the year ended 30 June 2001 (*Continued*)**

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**16 Reconciliation of operating profit before exceptional items to net cash (outflow)/inflow from operating activities**

	2001 £	2000 £
Operating profit	12,794	2,782
(Increase)/decrease in debtors	(17,953)	1,261
(Increase)/decrease in creditors	2,499	(1,429)
	<hr/>	<hr/>
Net cash (outflow)/inflow from operating activities	(2,660)	2,614
	<hr/>	<hr/>

**17 Reconciliation of net cash flow to movement in net funds**

	2001 £	2000 £
(Decrease)/increase in cash	(3,147)	2,075
	<hr/>	<hr/>
Movement in net funds	(3,147)	2,075
Opening net funds	2,840	765
	<hr/>	<hr/>
Closing net (debt)/funds	(307)	2,840
	<hr/>	<hr/>

## Ayrshire Aluminium Co. Limited

Notes forming part of the financial statements for the year ended 30 June 2001 (*Continued*)

### 18 Analysis of net funds

	At 30 June 2000	Cash flow	At 30 June 2001
	£	£	£
Cash at bank and in hand	2,840	(2,840)	-
Bank overdrafts	-	(307)	(307)
		<u>(3,147)</u>	
Total	<u>2,840</u>	<u>(3,147)</u>	<u>(307)</u>

### 19 Related party disclosures

#### *Related party transactions and balances*

All of the company's turnover in the years to 30 June 2001 and 30 June 2000 relates to management services supplied to its subsidiary Scotia Double Glazing Limited. At 30 June 2001, £152,393 (2000 - £134,440) was owed to the company by Scotia Double Glazing Limited.

### 20 Ultimate controlling party

The directors consider M S Yarlett, whose shareholding is disclosed in the directors report, to be in ultimate control of the company.