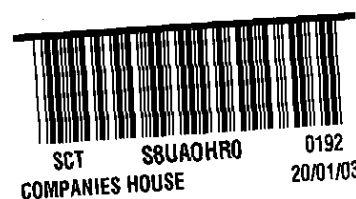


**ASSOCIATION OF INDEPENDENT
ACCOUNTANTS IN SCOTLAND
FINANCIAL STATEMENTS
FOR
30TH JUNE 2002**

Company Registration Number SC101466



**ASSOCIATION OF INDEPENDENT ACCOUNTANTS IN SCOTLAND
COMPANY LIMITED BY GUARANTEE**

FINANCIAL STATEMENTS

YEAR ENDED 30TH JUNE 2002

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**ASSOCIATION OF INDEPENDENT ACCOUNTANTS IN SCOTLAND
COMPANY LIMITED BY GUARANTEE**

OFFICERS AND PROFESSIONAL ADVISERS

The board of directors

J W Mathie
Mrs A H S Gray
J D Ritchie
J R Byers
J W Morren
D A Main
Ms H Oliver
D J Miller

Company secretary

D A Main

Registered office

9 Ainslie Place
Edinburgh
EH3 6AT

Bankers

Bank of Scotland
52 Shandwick Place
Edinburgh
EH2 4SB

ASSOCIATION OF INDEPENDENT ACCOUNTANTS IN SCOTLAND COMPANY LIMITED BY GUARANTEE

THE DIRECTORS' REPORT

YEAR ENDED 30TH JUNE 2002

The directors have pleasure in presenting their report and the unaudited financial statements of the company for the year ended 30th June 2002.

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was to provide any service or services to assist Chartered Accountants in their business.

DIRECTORS

The directors who served the company during the year were as follows:

J W Mathie
Mrs A H S Gray
J D Ritchie
J R Byers
J W Morren
D A Main
Ms H Oliver
D J Miller

The following directors are to retire from the board in accordance with the Articles of Association and, being eligible, offer themselves for re-appointment:

J W Mathie
D A Main

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

Registered office:
9 Ainslie Place
Edinburgh
EH3 6AT

Signed on behalf of the directors



D A Main
Director

Approved by the directors on 8th October 2002

**ASSOCIATION OF INDEPENDENT ACCOUNTANTS IN SCOTLAND
COMPANY LIMITED BY GUARANTEE**

PROFIT AND LOSS ACCOUNT

YEAR ENDED 30TH JUNE 2002

	Note	2002 £	2001 £
TURNOVER		8,120	11,825
Cost of sales		<u>6,353</u>	<u>8,229</u>
GROSS PROFIT		1,767	3,596
Administrative expenses		<u>2,327</u>	<u>1,852</u>
OPERATING (LOSS)/PROFIT	2	(560)	1,744
Interest receivable		46	73
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(514)	1,817
Tax on (loss)/profit on ordinary activities	3	(91)	182
(LOSS)/RETAINED PROFIT FOR THE FINANCIAL YEAR		(423)	1,635
Balance brought forward		<u>1,589</u>	<u>(46)</u>
Balance carried forward		<u>1,166</u>	<u>1,589</u>

The notes on pages 5 to 7 form part of these financial statements.

ASSOCIATION OF INDEPENDENT ACCOUNTANTS IN SCOTLAND COMPANY LIMITED BY GUARANTEE

BALANCE SHEET

30TH JUNE 2002

	Note	2002 £	£	2001 £	£
FIXED ASSETS					
Tangible assets	4		-		-
CURRENT ASSETS					
Debtors	5	1,114		30	
Cash at bank		1,596		2,357	
		<u>2,710</u>		<u>2,387</u>	
CREDITORS: Amounts falling due within one year	6	1,544		798	
NET CURRENT ASSETS			<u>1,166</u>		<u>1,589</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>1,166</u>		<u>1,589</u>
RESERVES	8				
Profit and Loss Account			1,166		1,589
MEMBERS' FUNDS			<u>1,166</u>		<u>1,589</u>

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the accounts for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.


The directors acknowledge their responsibilities for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective March 2000).

These financial statements were approved by the directors on the 8th October 2002 and are signed on their behalf by:

J W MATHIE



The notes on pages 5 to 7 form part of these financial statements.

ASSOCIATION OF INDEPENDENT ACCOUNTANTS IN SCOTLAND COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30TH JUNE 2002

1. ACCOUNTING POLICIES

Basis of accounting

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

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Equipment - 25% Straight Line

2. OPERATING (LOSS)/PROFIT

Operating (loss)/profit is stated after charging:

	2002 £	2001 £
Directors' emoluments	—	—

3. TAX ON LOSS OR PROFIT ON ORDINARY ACTIVITIES

	2002 £	2001 £
Current tax:		
UK Corporation tax based on the results for the year at 10% (2001 - 10%)	(56)	182
Over/under provision in prior year	(35)	—
Total current tax	(91)	182
Tax on loss or profit on ordinary activities	(91)	182

ASSOCIATION OF INDEPENDENT ACCOUNTANTS IN SCOTLAND COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30TH JUNE 2002

4. TANGIBLE FIXED ASSETS

	Equipment £
COST	
At 1st July 2001	1,074
Disposals	(1,074)
At 30th June 2002	<u>—</u>
DEPRECIATION	
At 1st July 2001	1,074
On disposals	(1,074)
At 30th June 2002	<u>—</u>
NET BOOK VALUE	
At 30th June 2002	<u>—</u>
At 30th June 2001	<u>—</u>

5. DEBTORS

	2002 £	2001 £
Corporation tax repayable	56	—
Prepayments and accrued income	1,058	30
	<u>1,114</u>	<u>30</u>

6. CREDITORS: Amounts falling due within one year

	2002 £	2001 £
Trade creditors	1,525	593
Other creditors including taxation:		
Corporation tax	—	182
VAT	<u>19</u>	<u>23</u>
	19	205
	<u>1,544</u>	<u>798</u>

7. RELATED PARTY TRANSACTIONS

No transactions with related parties were undertaken such as are required to be disclosed under Financial Reporting Standard 8

**ASSOCIATION OF INDEPENDENT ACCOUNTANTS IN SCOTLAND
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30TH JUNE 2002

8. COMPANY LIMITED BY GUARANTEE

The Association, which is registered in Scotland, is a company limited by guarantee and does not have a share capital.

**ASSOCIATION OF INDEPENDENT ACCOUNTANTS IN SCOTLAND
COMPANY LIMITED BY GUARANTEE**

MANAGEMENT INFORMATION

YEAR ENDED 30TH JUNE 2002

The following pages do not form part of the statutory financial statements.

**ASSOCIATION OF INDEPENDENT ACCOUNTANTS IN SCOTLAND
COMPANY LIMITED BY GUARANTEE**

ACCOUNTANTS' REPORT TO THE DIRECTORS

YEAR ENDED 30TH JUNE 2002

As described on the balance sheet, the directors of the company are responsible for the preparation of the accounts for the year ended 30th June 2002, set out on pages 3 to 7.

You consider that the company is exempt from an audit under the Companies Act 1985.

In accordance with your instructions we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

Chartered Accountants

8th October 2002

**ASSOCIATION OF INDEPENDENT ACCOUNTANTS IN SCOTLAND
COMPANY LIMITED BY GUARANTEE**

DETAILED PROFIT AND LOSS ACCOUNT

YEAR ENDED 30TH JUNE 2002

	2002		2001
	£	£	£
TURNOVER		8,120	11,825
COST OF SALES			
AGM and meeting expenses	—		1,497
Speakers fees	3,876		2,242
Accommodation charges	329		472
Training administration	2,148		4,018
		<u>6,353</u>	<u>8,229</u>
GROSS PROFIT		<u>1,767</u>	<u>3,596</u>
OVERHEADS			
Administrative expenses		<u>2,327</u>	<u>1,852</u>
OPERATING (LOSS)/PROFIT		<u>(560)</u>	<u>1,744</u>
Interest receivable		<u>46</u>	<u>73</u>
(LOSS)/PROFIT ON ORDINARY ACTIVITIES		<u><u>(514)</u></u>	<u><u>1,817</u></u>

ASSOCIATION OF INDEPENDENT ACCOUNTANTS IN SCOTLAND COMPANY LIMITED BY GUARANTEE

NOTES TO THE DETAILED PROFIT AND LOSS ACCOUNT

YEAR ENDED 30TH JUNE 2002

	2002		2001
	£	£	£
ADMINISTRATIVE EXPENSES			
General expenses			
Administration expenses	2,278		1,780
Sundry expenses	—		15
	<u>2,278</u>		<u>1,795</u>
Financial costs			
Bank charges		49	57
		<u>2,327</u>	<u>1,852</u>
INTEREST RECEIVABLE			
Bank interest receivable		46	71
Building society interest receivable		—	2
		<u>46</u>	<u>73</u>