

JOHN CADZOW (AULDCATHIE) LIMITED

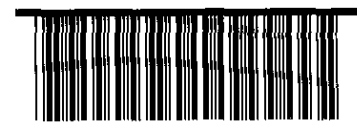
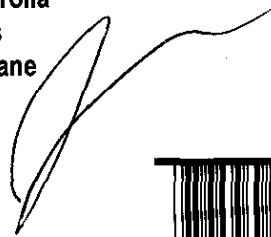
REPORT AND FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2000

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128917

Lyon Windram Crolla
Accountants
18 Greenside Lane
Edinburgh
EH1 3AH



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COMPANIES HOUSE 17/02/01

JOHN CADZOW (AULDCATHIE) LIMITED
REPORT AND FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2000

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JOHN CADZOW (AULDCATHIE) LIMITED
OFFICERS AND PROFESSIONAL ADVISORS

DIRECTORS: Mr J G I Cadzow

SECRETARY: Mrs E M Cadzow

**REGISTERED
OFFICE:** Glendevon Farm
Glendevon
Winchburgh
West Lothian
EH52 6PX

AUDITORS: Lyon Windram Crolla
18 Greenside Lane
Edinburgh
EH1 3AH

BANKERS: Bank of Scotland
47 High Street
Dalkeith
EH22 1JA

SOLICITORS: Turcan Connell WS
Saltire Court
20 Castle Terrace
Edinburgh
EH1 2EF

**COMPANY
NUMBER:** 128917

JOHN CADZOW (AULDCATHIE) LIMITED

DIRECTOR'S REPORT

The director presents his report and the audited financial statements for the year ended 31 March 2000. The comparative figures are for the ten month period ended 31 March 1999.

1 ACTIVITIES

The principal activity of the company is the management of a waste disposal site.

2 DIRECTOR

Mr J G I Cadzow served as the company's sole director throughout the period.

The director did not have any interest in the ordinary shares of the company at 1 April 1999 or at 31 March 2000. The interests of the director, who is also the director of the parent undertaking are disclosed in that company's financial statements.

3 AUDITORS

On 19 June 2000 Grant Thornton resigned as auditors and Lyon Windram Crolla were appointed. A resolution to re-appoint Lyon Windram Crolla will be proposed at the Annual General Meeting.

4 SMALL COMPANY EXEMPTION

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

By Order of the Board



12 December 2000

Mrs E M Cadzow
Secretary

JOHN CADZOW (AULDCATHIE) LIMITED
STATEMENT OF DIRECTOR'S RESPONSIBILITIES

Company law requires the director 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 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 director is 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. He is 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.



lyon windram crolla accountants
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AUDITORS' REPORT TO THE SHAREHOLDERS
OF
JOHN CADZOW (AULDCATHIE) LIMITED

We have audited the financial statements set out on pages 5 to 11, which have been prepared under the accounting policies set out on page 7.

Respective responsibilities of directors and auditors

As described on page 3 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with 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.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 March 2000 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

12 December 2000


Lyon Windram Crolla
Registered Auditors

JOHN CADZOW (AULDCATHIE) LIMITED

PROFIT AND LOSS ACCOUNT

YEAR ENDED 31 MARCH 2000

	Note	£	10 months to 31.03.99 £
TURNOVER	2	1,130,409	816,318
Cost of sales		720,496	376,030
GROSS PROFIT		409,913	440,288
Administrative expenses		334,970	333,515
Other operating income		-	188
OPERATING PROFIT	3	74,943	106,961
Interest receivable		-	617
Interest payable		6,596	1,955
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		68,347	105,623
Tax on profit on ordinary activities	5	7,265	25,847
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		61,082	79,776
Dividends paid or proposed	6	60,000	79,776
RETAINED PROFIT	13	1,082	-
		=====	=====

The company has no recognised gains or losses in the year or prior period, other than those included in the profit and loss account.

JOHN CADZOW (AULDCATHIE) LIMITED

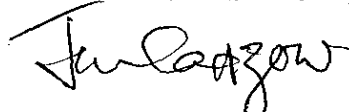
BALANCE SHEET

AT 31 MARCH 2000

	Note	£	£	1999 £
FIXED ASSETS				
Tangible assets	7		482,477	139,605
CURRENT ASSETS				
Debtors	8	472,160		222,549
		<u>472,160</u>		<u>222,549</u>
CREDITORS: Amounts falling due within one year	9	847,616		361,473
NET CURRENT ASSETS / (LIABILITIES)			(375,456)	(138,924)
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>107,021</u>	<u>681</u>
CREDITORS : Amounts falling due after more than one year	10		105,258	-
			<u>1,763</u>	<u>681</u>
			=====	=====
CAPITAL AND RESERVES				
Called up share capital	11		2	2
Profit and loss account	12		1,761	679
EQUITY SHAREHOLDERS' FUNDS	13		<u>1,763</u>	<u>681</u>
			=====	=====

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements on pages 5 to 11 were approved by the Director on 12 December 2000.



Mr J G I Cadzow
Director

JOHN CADZOW (AULDCATHIE) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2000

1 ACCOUNTING POLICIES

a) Accounting Convention

The financial statements have been prepared under the historical cost convention.

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard No. 1 on the grounds that it qualifies as a small company under the Companies Act 1985.

b) Depreciation

Depreciation of fixed assets is calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows:

Land	Nil
Plant and machinery	20% straight line

c) Lease and Hire Purchase

Tangible fixed assets acquired under finance leases or hire purchase contracts are capitalised and depreciated in the same manner as other tangible fixed assets. The related obligations, net of future finance charges, are included in creditors.

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

d) Turnover

Turnover represents the amount derived from the provision of goods and services falling within the company's activities after deduction of trade discounts and value added tax.

e) Deferred Taxation

Deferred taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

2 TURNOVER

Turnover arises wholly from the principal activities of the company from within the United Kingdom.

JOHN CADZOW (AULDCATHIE) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2000

3	OPERATING PROFIT		1999
		£	£
	Operating profit is stated after charging		
	Auditors' remuneration	3,750	4,100
	Depreciation of owned tangible fixed assets	1,607	1,508
	Depreciation of tangible fixed assets on hire purchase	-	-
		=====	=====

4 DIRECTORS

The director received no remuneration during the year (1999: NIL), included within the results for the year is a charge in respect of management charges from the parent company which includes £29,248 (1999: £236,271) which relates to directors remuneration.

5 TAX ON PROFIT ON ORDINARY ACTIVITIES

	£	£
Corporation tax at 20%, (1999 : 21 %)	6,115	6,094
Group relief	3,784	19,753
Overprovision in previous years	(2,634)	-
	=====	=====
	7,265	25,847
	=====	=====

6 DIVIDENDS

	£	£
Dividends paid	60,000	79,776
	=====	=====

JOHN CADZOW (AULDCATHIE) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2000

7 TANGIBLE FIXED ASSETS

	Land £	Plant & Machinery £	Total £
Cost			
At 1 April 1999	135,000	20,076	155,076
Additions	-	373,185	373,185
Disposals	-	28,706	28,706
	<hr/>	<hr/>	<hr/>
At 31 March 2000	135,000	364,555	499,555
	<hr/>	<hr/>	<hr/>
Depreciation			
At 1 April 1999	-	15,471	15,471
Charge for the year	-	1,607	1,607
On disposals	-	-	-
	<hr/>	<hr/>	<hr/>
At 31 March 2000	-	17,078	17,078
	<hr/>	<hr/>	<hr/>
Net book value			
At 31 March 2000	135,000	347,477	482,477
	<hr/>	<hr/>	<hr/>
At 31 March 1999	135,000	4,605	139,605
	<hr/>	<hr/>	<hr/>

Included in plant and machinery are assets with a net book value of £344,477 which were transferred post year end at cost. These assets were not depreciated in the year ended 31 March 2000. Included in plant and machinery are assets with a net book value £256,735 which are held under finance leases and hire purchase contracts.

8 DEBTORS

	£	1999 £
Trade debtors	189,197	148,313
Other debtors	282,963	74,236
	<hr/>	<hr/>
	472,160	222,549
	<hr/>	<hr/>

Included in other debtors is a directors loan of £1,078 (1999 : £1,029) which is interest free and repayable on demand.

JOHN CADZOW (AULDCATHIE) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2000

9 CREDITORS : Amounts falling due within one year

	£	1999 £
Bank overdraft	12,055	2,223
Trade creditors	28,830	20,442
Other taxes and social security	6,115	17,217
Other creditors and accruals	94,773	5,660
Amounts owed to parent undertaking	624,812	315,931
Hire purchase liabilities	81,031	-
	<u>847,616</u>	<u>361,473</u>

The bank overdraft is secured by a letter of guarantee from John Cadzow (Glendevon) Limited.

Hire purchase liabilities are secured on the assets to which they relate.

10 CREDITORS : Amounts falling due after more than one year

	£	£
Hire purchase liabilities	105,258	-
	<u>105,258</u>	<u>-</u>

No amounts are repayable after five years.

11 CALLED UP SHARE CAPITAL

	£	£
Authorised		
Ordinary shares of £1 each	100	100
	<u>100</u>	<u>100</u>
Allotted, called up and fully paid		
Ordinary shares of £1 each	2	2
	<u>2</u>	<u>2</u>

JOHN CADZOW (AULDCATHIE) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2000

12 PROFIT AND LOSS ACCOUNT

	£
At 1 April 1999	679
Retained profit for the year	1,082
	<hr/>
At 31 March 2000	1,761
	<hr/>

13 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	£	1999 £
Profit for the financial year	61,082	79,776
Dividend's paid	60,000	(79,776)
	<hr/>	<hr/>
Net movement in shareholders funds.	1,082	-
Opening shareholders' funds	681	681
	<hr/>	<hr/>
Closing shareholders' funds	1,763	681
	<hr/>	<hr/>

14 CONTINGENT LIABILITIES

The company has guaranteed the overdraft of John Cadzow (Glendevon) Limited. At 31 March 2000, the overdraft amounted to £375,030 (1999 : £221,913).

15 TRANSACTIONS WITH RELATED PARTIES

The company was charged a fee of £ 307,658 (1999 : £285,250) by John Cadzow (Glendevon) Limited during the year for management services of John Cadzow.

The amount due to John Cadzow (Glendevon) Limited at 31 March 2000 was £624,812 (1999 : £315,931).

During the year, John Cadzow (Glendevon) Limited used land owned by the company free of charge.

During the year, the company advanced Nil (1999 : £12,388) to Glendevon Recycling Limited, a company which is 50% owned by John Cadzow who is also a director of the company. The company also purchased assets from Glendevon Recycling Limited at net book value of £116,450.

16 ULTIMATE PARENT UNDERTAKING

John Cadzow (Glendevon) Limited is the company's controlling related party by virtue of its 100% shareholding. The ultimate controlling parties are J G I Cadzow and E M Cadzow as a result of their jointly held 100% shareholding in John Cadzow (Glendevon) Limited