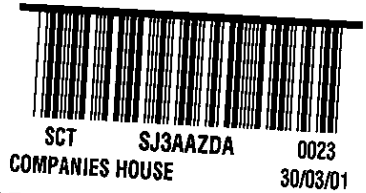


CRATLAGH LIMITED

DIRECTOR'S REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MAY 2000



**COMPANY NO: SC131784**

**CRATLAGH LIMITED**

**COMPANY INFORMATION**

**INCORPORATED:**

In Scotland

**DIRECTOR:**

M L McManus

**SECRETARY:**

J Lynch

**COMPANY NUMBER:**

SC131784

**REGISTERED OFFICE:**

Torridon Lane  
ROSYTH  
Fife KY11 2EU

**ACCOUNTANTS:**

John Lynch & Co  
Chartered Accountants  
Torridon Lane  
ROSYTH  
Fife KY11 2EU

**CRATLAGHLIMITED**

**DIRECTOR'S REPORT FOR THE YEAR ENDED 31ST MAY 2000**

The director presents her report and the financial statements for the year ended 31st May 2000.

**PRINCIPAL ACTIVITY**

The principal activity of the company is that of the provision of advertising and publishing consultancy services.

**DIRECTOR**

The director who served during the year had beneficial interests in the company's issued ordinary share capital at 31st May 2000 as follows:-

Number of Shares  
2000 and 1999

M L McManus

1  
=

**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 and signed on its behalf.

Director

*Maeve L. McManus*

Date:

*29/3/01*

**CRATLAGH LIMITED**

**ACCOUNTANTS' REPORT**  
**TO THE SHAREHOLDERS ON THE UNAUDITED ACCOUNTS OF CRATLAGH LIMITED**

We report on the accounts for the year ended 31st May 2000 set out on page 5 to 8.

**RESPECTIVE RESPONSIBILITIES OF THE DIRECTOR AND REPORTING ACCOUNTANTS**

As described on page 6 the company's director is responsible for the preparation of the accounts, and he considers that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

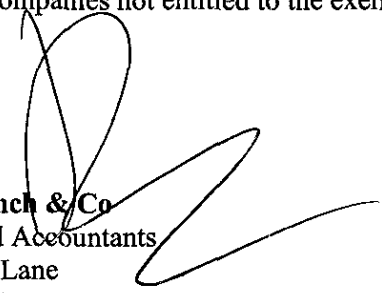
**BASIS OF OPINION**

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 of companies not entitled to the exemption specified in section 249B(1).



**John Lynch & Co**  
Chartered Accountants  
Torridon Lane  
ROSYTH  
Fife KY11 2EU

Date: 29/3/01

CRATLAGH LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MAY 2000

		<u>2000</u>	<u>1999</u>
	Notes	£	£
Turnover	2	555	1,203
Cost of Sales		(220)	(310)
		-----	-----
<b>GROSS PROFIT</b>		335	893
Administrative Expenses		(912)	(1,084)
		-----	-----
<b>OPERATING LOSS BEFORE TAXATION</b>	3	(577)	(191)
Taxation	4	-	-
		-----	-----
<b>LOSS ON ORDINARY ACTIVITIES AFTER TAXATION</b>		(577)	(191)
Dividends	5	-	-
		-----	-----
<b>RETAINED LOSS FOR THE YEAR</b>		(577)	(191)
<b>RETAINED (LOSS)/PROFIT BROUGHT FORWARD</b>		(144)	47
		-----	-----
<b>RETAINED LOSS CARRIED FORWARD</b>		<u>(721)</u>	<u>(144)</u>

The notes on pages 7 to 8 form part of these financial statements.

**CRATLAGH LIMITED**

**BALANCE SHEET AS AT 31ST MAY 2000**

			<u>2000</u>		<u>1999</u>
<b>FIXED ASSETS</b>	<b>Notes</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Tangible Assets	6		278		371
<b>CURRENT ASSETS</b>					
Work-in-Progress		-		200	
Cash at Bank and in Hand		285		200	
		-----		-----	
		285		400	
<b>CREDITORS:</b> Amounts falling due within one year	7	(1,282)		(913)	
		-----		-----	
<b>NET CURRENT LIABILITIES</b>			(997)		(513)
			-----		-----
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			(719)		(142)
			=====		=====
<b>CAPITAL AND RESERVES</b>					
Called Up Share Capital	8		2		2
Profit and Loss Account			(721)		(144)
			-----		-----
<b>TOTAL SHAREHOLDERS' FUNDS</b>			(719)		(142)
			=====		=====

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

The director considers that for the year ended 31st May 2000 the company was entitled to exemption from the requirement to have an audit under subsection 1 of section 249A of the Companies Act 1985. No notice requiring an audit for the year ended 31st May 2000 has been deposited under section 249(b)(2) of the Companies Act 1985.

The director acknowledges his responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and for 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 year in accordance with the requirements of the Act relating to the accounts, so far as applicable to the company.

Director

*Maryl W. Mannus*

Date:

29/3/01

The notes on pages 7 to 8 form part of these financial statements.

## CRATLAGH LIMITED

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MAY 2000

#### **1. ACCOUNTING POLICIES**

##### **1.1 Basis of Accounting**

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 is entitled to the exemptions available in sections 246 to 247 of the Companies Act 1985 for small companies.

##### **1.2 Turnover**

Turnover represents the amount derived from the provision of goods and services which fall within the company's ordinary activities stated net of value added tax.

##### **1.3 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:-

Equipment 25% reducing balance

#### **2. TURNOVER**

In the opinion of the director, none of the turnover of the company is attributable to geographical markets outside the United Kingdom.

#### **3. OPERATING (LOSS)/PROFIT**

	<b>2000</b>	<b>1999</b>
The operating (loss)/profit is stated after charging:-	£	£
Directors' Remuneration	-	-
Depreciation of Tangible Fixed Assets (note 1) - owned assets	93	124
	==	==

#### **4. TAXATION**

	<b>2000</b>	<b>1999</b>
	£	£
UK Corporation Tax at 20% (1999: 21%)	-	-
	=	=

#### **5. DIVIDENDS**

No dividends were proposed or paid during the year.

CRATLAGH LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MAY 2000

<b>6. TANGIBLE FIXED ASSETS</b>	<b>Equipment</b>	
<b>Cost</b>	£	
As at 01.06.99 and 31.05.00	645	
	-----	
<b>Depreciation</b>		
As at 01.06.99	274	
Charge for Year	93	
	-----	
As at 31.05.00	367	
	-----	
<b>Net Book Values</b>		
At 31.05.00	278	
	=====	
At 31.05.99	371	
	=====	
<b>7. CREDITORS:</b> Amounts falling due within one year	<b>2000</b>	<b>1999</b>
	£	£
Director's Loan Account	459	91
Accruals	823	822
Corporation Tax	-	-
	-----	-----
	1,282	913
	=====	=====
<b>8. CALLED UP SHARE CAPITAL</b>	<b>2000</b>	<b>1999</b>
<b>Authorised</b>	£	£
100,000 Ordinary Shares of £1 each	100,000	100,000
	=====	=====
<b>Allotted, Called Up and Fully Paid</b>		
2 Ordinary Shares of £1 each	2	2
	=====	=====
<b>9. RELATED PARTIES</b>		

The controlling parties are M L McManus and J McManus, Jnr by virtue of each having ownership of 50% of the issued share capital in the company.