

Abbreviated Accounts for the Year Ended 31 March 2003

for

Kilwuddie Construction Limited



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for the Year Ended 31 March 2003

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**DIRECTORS:**

Mr J J Jordan  
Mr W W Boyd  
Mr F Lytle

**SECRETARY:**

M C Jordan

**REGISTERED OFFICE:**

Kilwuddie House  
8 Chapel Road  
Strathaven  
ML10 6NA

**REGISTERED NUMBER:**

149844

**AUDITORS:**

Whitelaw & Co  
Registered Auditors  
17c Townhead Street  
Strathaven  
ML10 6AB

**SOLICITORS:**

Frederick & Co  
1622 Paisley Road West  
Glasgow  
G52 3QN

Report of the Directors  
for the Year Ended 31 March 2003

The directors present their report with the financial statements of the company for the year ended 31 March 2003.

**PRINCIPAL ACTIVITIES**

The principal activities of the company in the year under review were those of building and civil engineering contracting.

**REVIEW OF BUSINESS**

The results for the year and financial position of the company are as shown in the annexed financial statements.

**DIVIDENDS**

No dividends will be distributed for the year ended 31 March 2003.

**FUTURE DEVELOPMENTS**

The company plans to continue expansion by increasing turnover and developing its fixed asset base.

**DIRECTORS**

The directors during the year under review were:

Mr J J Jordan  
Mr W W Boyd  
Mr F Lyttle

- appointed 1.4.02

The beneficial interests of the directors holding office on 31 March 2003 in the issued share capital of the company were as follows:

	31.3.03	1.4.02 or date of appointment if later
<b>Ordinary £1 shares</b>		
Mr J J Jordan	80	80
Mr W W Boyd	20	20
Mr F Lyttle	-	-

**CHARITABLE DONATIONS**

During the year the company made charitable donations amounting to £3270.

**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 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 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.

Report of the Directors  
for the Year Ended 31 March 2003

**AUDITORS**

The auditors, Whitelaw & Co, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

**ON BEHALF OF THE BOARD:**

*Mary Jordan*

M C Jordan - Secretary

18 December 2003

Report of the Independent Auditors to  
Kilwuddie Construction Limited  
Under Section 247B of the Companies Act 1985

We have examined the abbreviated accounts on pages five to ten, together with the full financial statements of the company for the year ended 31 March 2003 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the Company those matters we are required to state to it in a special auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company, for our work, for this report, or for the opinions we have formed.

**Respective responsibilities of directors and auditors**

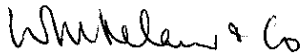
The directors are responsible for preparing the abbreviated accounts in accordance with Section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with that provision and to report our opinion to you.

**Basis of opinion**

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the full financial statements.

**Opinion**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Companies Act 1985, and the abbreviated accounts on pages five to ten are properly prepared in accordance with that provision.

  
Whitelaw & Co  
Registered Auditors  
17C Townhead Street  
Strathaven  
ML10 6AB

18 December 2003

Abbreviated Profit and Loss Account  
for the Year Ended 31 March 2003

		31.3.03	31.3.02
	Notes	£	£
<b>GROSS PROFIT</b>		2,537,095	1,696,355
<i>Administrative expenses</i>		<u>(2,352,460)</u>	<u>(1,591,425)</u>
<b>OPERATING PROFIT</b>	3	184,635	104,930
Interest receivable and similar income		<u>14,692</u>	<u>8,694</u>
		199,327	113,624
Interest payable and similar charges	4	<u>(46,422)</u>	<u>(33,789)</u>
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		152,905	79,835
Tax on profit on ordinary activities	5	<u>1,135</u>	<u>(4,500)</u>
<b>PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION</b>		154,040	75,335
Retained profit brought forward		<u>369,076</u>	<u>293,741</u>
<b>RETAINED PROFIT CARRIED FORWARD</b>		<u>£523,116</u>	<u>£369,076</u>

**CONTINUING OPERATIONS**

None of the company's activities were acquired or discontinued during the current and previous years.

**TOTAL RECOGNISED GAINS AND LOSSES**

The company has no recognised gains or losses other than the profits for the current and previous years.

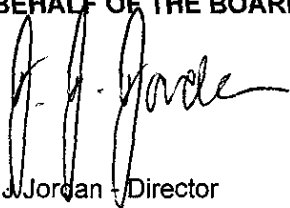
The notes form part of these financial statements

Abbreviated Balance Sheet31 March 2003

		31.3.03	31.3.02
	Notes	£	£
<b>FIXED ASSETS:</b>			
Tangible assets	7	1,618,804	1,018,972
<b>CURRENT ASSETS:</b>			
Stocks	8	270,071	304,889
Debtors	9	2,816,992	2,404,861
Cash at bank and in hand		243,691	115,876
		3,330,754	2,825,626
<b>CREDITORS:</b> Amounts falling due within one year	10	(3,872,785)	(3,102,660)
<b>NET CURRENT LIABILITIES:</b>		(542,031)	(277,034)
<b>TOTAL ASSETS LESS CURRENT LIABILITIES:</b>		1,076,773	741,938
<b>CREDITORS:</b> Amounts falling due after more than one year	11	(553,557)	(372,762)
		£523,216	£369,176
<b>CAPITAL AND RESERVES:</b>			
Called up share capital	12	100	100
Profit and loss account		523,116	369,076
<b>SHAREHOLDERS' FUNDS:</b>	14	£523,216	£369,176

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies.

ON BEHALF OF THE BOARD:



Mr J J Jordan - Director

Approved by the Board on 18 December 2003

The notes form part of these financial statements



Notes to the Abbreviated Accounts  
for the Year Ended 31 March 2003

1. **ACCOUNTING POLICIES**

**Accounting convention**

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

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Plant and machinery	- 15% on cost
Motor vehicles	- 25% on reducing balance

**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

**Hire purchase and leasing commitments**

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

**Turnover**

Turnover comprises the invoice value of goods and services supplied by the company exclusive of VAT, except in respect of long term contracts where turnover represents the sales value of work done in year. All turnover derives from a single activity within the United Kingdom.

**Stocks**

Stock is valued at the lower of cost and net realisable value.

Work in

progress is valued as the excess of actual costs to date on contracts over the expected costs to date.

Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

**Pensions**

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

2. **STAFF COSTS**

	31.3.03 £	31.3.02 £
Wages and salaries	5,284,611	2,714,588

The average monthly number of employees during the year was as follows:

	31.3.03	31.3.02
Office and administration	31	6
Site workers	184	170
	<u>215</u>	<u>176</u>

Included in wages and salaries are social security costs of £418,571 (2002-£261,680).

Notes to the Abbreviated Accounts  
for the Year Ended 31 March 2003

3. **OPERATING PROFIT**

The operating profit is stated after charging:

	31.3.03	31.3.02
	£	£
Depreciation - owned assets	70,211	59,089
Depreciation - assets on hire purchase contracts or finance leases	343,475	204,979
Loss on disposal of fixed assets	12,772	17,826
Auditors' remuneration	12,200	8,800
	<u>          </u>	<u>          </u>
Directors' emoluments	<u>365,499</u>	<u>161,069</u>

Information regarding the highest paid director for the year ended 31 March 2003 is as follows:

	31.3.03
	£
Emoluments etc	<u>216,664</u>

4. **INTEREST PAYABLE AND SIMILAR CHARGES**

	31.3.03	31.3.02
	£	£
Hire purchase	<u>46,422</u>	<u>33,789</u>

5. **TAXATION**

**Analysis of the tax (credit)/charge**

The tax (credit)/charge on the profit on ordinary activities for the year was as follows:

	31.3.03	31.3.02
	£	£
Current tax:		
UK corporation tax	<u>(1,135)</u>	<u>4,500</u>
Tax on profit on ordinary activities	<u>(1,135)</u>	<u>4,500</u>

Kilwuddie Construction Limited

Notes to the Abbreviated Accounts

For the year ended 31 March 2003

**6 PENSIONS**

During the year the company contributed £13,585 to the employee pension scheme.

**7 TANGIBLE FIXED ASSETS**

	Plant and Machinery	Motor vehicles	Totals
	£	£	£
<b>COST</b>			
At 1 April 2002	1,335,873	483,600	1,819,473
Additions	775,799	290,340	1,066,139
Disposals	(48,500)	(65,572)	(114,072)
At 31 March 2003	<u>2,063,172</u>	<u>708,368</u>	<u>2,771,540</u>
<b>DEPRECIATION</b>			
At 1 April 2002	540,805	259,695	800,500
Charge for year	294,056	119,630	413,686
Eliminated on disposals	(21,825)	(39,625)	(61,450)
At 31 March 2003	<u>813,036</u>	<u>339,700</u>	<u>1,152,736</u>
<b>NET BOOK VALUE</b>			
At 31 March 2003	<u>1,250,136</u>	<u>368,668</u>	<u>1,618,804</u>
At 31 March 2002	<u>795,068</u>	<u>223,904</u>	<u>1,018,972</u>
<b>8 STOCKS</b>		31.3.03	31.03.02
		£	£
Stock		21,105	23,225
Work in progress		<u>248,966</u>	<u>281,664</u>
		<u>270,071</u>	<u>304,889</u>
<b>9 DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</b>		31.03.03	31.03.02
		£	£
V.A.T.		227,986	175,599
Trade debtors		786,307	661,380
Amts recoverable on contracts		1,786,712	1,562,682
Prepayments & accrued income		10,787	-
Other debtors		5,200	5,200
		<u>2,816,992</u>	<u>2,404,861</u>

Included within trade debtors is £388,741 of retentions due after more than one year.

*Kilwuddie Construction Limited*

Notes to the Abbreviated Accounts

For the Year Ended 31 March 2003

**10 CREDITORS: AMOUNTS FALLING  
DUE WITHIN ONE YEAR**

	31.03.03	31.03.02
	£	£
Trade creditors	2,262,255	2,078,003
Directors current accounts	1,086	34,410
Hire purchase	674,924	363,932
Other creditors	374,530	160,218
Social security & other taxes	354,760	221,947
Taxation	-	4,500
Accrued expenses	205,230	239,650
	<u>3,872,785</u>	<u>3,102,660</u>

Total finance charges in respect of hire purchase contracts amounted to £46,422 for the year.

**11 CREDITORS: AMOUNTS FALLING  
DUE AFTER MORE THAN ONE YEAR**

	31.03.03	31.03.02
	£	£
Hire purchase	<u>553,557</u>	<u>372,762</u>

**12 CALLED UP SHARE CAPITAL**

Authorised, allotted, issued and fully paid:

Number	Class	Nominal Value	31.03.03	31.03.02
			£	£
100	Ordinary	£1	<u>100</u>	<u>100</u>

**13 TRANSACTIONS WITH DIRECTORS**

During the year management fees paid to JJ Jordan Quantity Surveyors, a business in which John Jordan director is a partner amounted to £616,800 of which £75,435 was included in creditors at the year end. Also during the year the company paid John Jordan rental in respect of the company offices of £12,000. The director's current account of £1,086 relates to JJ Jordan and represents the maximum liability of the company during the year. The opening balance on this account was £34,410 and there is no interest attached to the loan.

**14 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

	31.3.03	31.3.02
	£	£
Profit for the financial year	<u>154,040</u>	<u>75,335</u>
Net addition to shareholders' funds	154,040	75,335
Opening shareholders' funds	<u>369,176</u>	<u>293,841</u>
Closing shareholders' funds	<u>523,216</u>	<u>369,176</u>
Equity interests	<u>523,216</u>	<u>369,176</u>