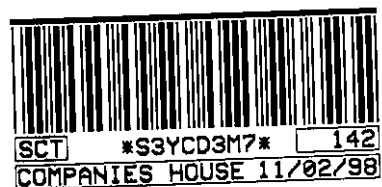


TAYFORTH CONSTRUCTION LIMITED  
ABBREVIATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
31 JULY 1997

Registered number: SC151546



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**PATERSON BOYD & Co.**  
Chartered Accountants and  
Registered Auditors

TAYFORTH CONSTRUCTION LIMITED  
ABBREVIATED FINANCIAL STATEMENTS  
for the year ended 31 July 1997

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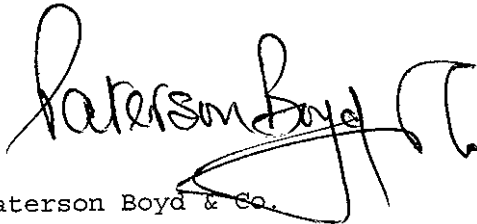
## TAYFORTH CONSTRUCTION LIMITED

## ACCOUNTANTS' REPORT ON ABBREVIATED FINANCIAL STATEMENTS

Accountants' report  
on the unaudited financial statements to the directors of  
Tayforth Construction Limited

The following reproduces the text of the report prepared for the purposes of section 249A(1) of the Companies Act 1985 in respect of the company's annual financial statements, from which the abbreviated financial statements (set out on pages 2 to 5) have been prepared.

'As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 31 July 1997, set out on pages 4 to 11, and you consider that the company is exempt both from an audit and a report under section 249A(2) of the Companies Act 1985. In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.'



Paterson Boyd & Co.  
Chartered Accountants  
18 North Street  
Glenrothes  
Fife  
KY7 5NA

5 January 1998

## TAYFORTH CONSTRUCTION LIMITED

## ABBREVIATED BALANCE SHEET

at 31 July 1997

	Note	1997 £	1996 £
<b>Fixed assets</b>			
Tangible assets	2	56,980	38,135
<b>Current assets</b>			
Stocks		10,563	6,860
Debtors		11,160	5,023
Cash at bank and in hand		2,855	50
		<u>24,578</u>	<u>11,933</u>
<b>Creditors: amounts falling due within one year</b>		<u>(27,192)</u>	<u>(17,332)</u>
<b>Net current liabilities</b>		<u>(2,614)</u>	<u>(5,399)</u>
<b>Total assets less current liabilities</b>		54,366	32,736
<b>Creditors: amounts falling due after more than one year</b>	3	<u>(16,512)</u>	<u>-</u>
		<u>37,854</u>	<u>32,736</u>
<b>Capital and reserves</b>			
Called up share capital	4	10,000	10,000
Revaluation reserve		20,963	20,963
Profit and loss account		6,891	1,773
<b>Total shareholders' funds</b>		<u>37,854</u>	<u>32,736</u>

continued .....

## TAYFORTH CONSTRUCTION LIMITED

ABBREVIATED BALANCE SHEET  
(continued)

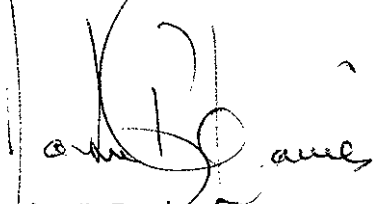
at 31 July 1997

The directors consider that for the year ended 31 July 1997 the company was entitled to exemption under subsection 1 of section 249A of the Companies Act 1985. No member or members have deposited a notice requesting an audit for the current financial year under subsection 2 of section 249B of the Act.

The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985 and preparing financial statements 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 are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The abbreviated financial statements on pages 2 to 5 were approved by the board of directors on 5 January 1998.



John B Davies Snr  
Chairman

## TAYFORTH CONSTRUCTION LIMITED

## NOTES ON ABBREVIATED FINANCIAL STATEMENTS

for the year ended 31 July 1997

**1 Accounting policies****Basis of accounting**

The financial statements have been prepared in accordance with applicable accounting standards and under the historical cost accounting rules except for freehold property which is stated at valuation. Profits or losses arising on the disposal of items stated at valuation are determined by reference to the difference between the valuation and the sales proceeds. 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.

**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.

**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:

Motor vehicles	25% reducing balance
Fixtures and fittings	20% reducing balance

An amount equal to the excess of the annual depreciation charge on revalued assets over the notional historical cost depreciation charge on those assets is transferred annually from the revaluation reserve to the profit and loss reserve.

**Leases and hire purchase contracts**

Tangible fixed assets acquired under finance leases and hire purchase contracts are capitalised at the estimated fair value at the date of inception of each lease or contract. The total finance charges are allocated over the period of the lease in such a way as to give a reasonably constant charge on the outstanding liability.

Rentals paid under operating leases are charged to income as incurred.

**Stocks and work in progress**

Stocks are valued at the lower of cost and net realisable value. The cost of work in progress and finished goods includes all production overheads and depreciation and the attributable proportion of indirect overheads based on the normal level of activity. Net realisable value is based on estimated selling price less the estimated cost of disposal.

**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.

## TAYFORTH CONSTRUCTION LIMITED

## NOTES ON ABBREVIATED FINANCIAL STATEMENTS

for the year ended 31 July 1997

## 2 Fixed assets

	Tangible fixed assets £
<b>Cost or valuation</b>	
1 August 1996	38,546
Additions	24,584
Disposals	(800)
	<hr/>
31 July 1997	62,330
	<hr/>
<b>Depreciation</b>	
1 August 1996	411
Charge for year	4,939
	<hr/>
31 July 1997	5,350
	<hr/>
<b>Net book amount</b>	
31 July 1997	56,980
	<hr/> <hr/>
1 August 1996	38,135
	<hr/> <hr/>

## 3 Creditors: amounts falling due after more than one year

	1997 £	1996 £
Creditors include the following amounts:		
Bank loans	6,000	-
	<hr/> <hr/>	<hr/> <hr/>
<b>Obligations under finance leases and hire purchase contracts:</b>		
In the next year	4,205	-
In the second to fifth year	10,512	-
	<hr/>	<hr/>
	14,717	-
	<hr/> <hr/>	<hr/> <hr/>

Bank loans and overdrafts for the sum of £8,000 (1996-£7,889) are secured by a floating charge registered on 2 August 1995.

TAYFORTH CONSTRUCTION LIMITED  
 NOTES ON ABBREVIATED FINANCIAL STATEMENTS

for the year ended 31 July 1997

4 Called up share capital

	1997		1996	
	Number of	£	Number of	£
	shares		shares	
Authorised				
Ordinary shares of £1	50,000	50,000	50,000	50,000
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Allotted called up and fully paid				
Ordinary shares of £1	10,000	10,000	10,000	10,000
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>