


C & J KNIGHT LIMITED

ABBREVIATED ACCOUNTS

for the year ended 31 October 2001

Registered in Scotland

 No. 167464



SCT S0426BZE 0186
COMPANIES HOUSE 26/06/02

SPECIAL REPORT OF THE AUDITORS

TO C & J KNIGHT LIMITED

UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 4 together with the annual accounts of C & J Knight Limited for the year ended 31 October 2001 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with section 246 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 sections 246(5) and (6) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of Opinion

We have carried out the procedures we considered necessary to confirm by reference to the audited accounts, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered have been 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 accounts.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and 246(6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 4 are properly prepared in accordance with those provisions.



Geoghegan & Co

Chartered Accountants and
Registered Auditors

18 June 2002

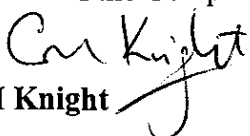
Geoghegan & Co
Chartered Accountants
6 St Colme Street
EDINBURGH EH3 6AD

C & J KNIGHT LIMITED

ABBREVIATED BALANCE SHEET as at 31 October 2001

	Notes	2001	2000
FIXED ASSETS			
Tangible assets	2	<u>2,007,701</u>	<u>2,074,072</u>
CURRENT ASSETS			
Stocks		9,628	9,628
Debtors		31,154	37,049
Cash at bank		<u>80,571</u>	<u>300</u>
		121,353	46,977
CREDITORS: Amounts falling due within one year		<u>156,473</u>	<u>34,833</u>
NET CURRENT (LIABILITIES)/ASSETS		<u>(35,120)</u>	<u>12,144</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		1,972,581	2,086,216
CREDITORS: Amounts falling due after more than one year		<u>332,916</u>	<u>453,058</u>
		<u>£1,639,665</u>	<u>£1,633,158</u>
CAPITAL AND RESERVES			
Called up share capital	3	1,800,000	1,800,000
Profit and loss account		<u>(160,335)</u>	<u>(166,842)</u>
EQUITY SHAREHOLDERS' FUNDS		<u>£1,639,665</u>	<u>£1,633,158</u>

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


CM Knight Director

18 June 2002

C & J KNIGHT LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS at 31 October 2001

1 ACCOUNTING POLICIES

Accounting convention

The accounts are prepared under the historical cost convention.

Fixed assets

All fixed assets are recorded at cost.

Depreciation

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost, less estimated residual value, of each asset over its expected useful life, as follows :

Heritable property	-	2% straight line
Fixtures and fittings	-	20% straight line
Office furniture and equipment	-	25% reducing balance
Motor vehicles	-	25% reducing balance

Stocks

Stocks are stated at the lower of cost and net realisable value.

Deferred taxation

Deferred taxation is provided using the liability method on all timing differences which are expected to reverse in the future without being replaced, calculated at the rate at which it is anticipated the timing differences will reverse.

Deferred tax assets are only recognised if they are expected to be recoverable without replacement by equivalent debit balances.

Leasing and hire purchase commitments

Assets held under finance leases and hire purchase contracts are capitalised in the balance sheet and are depreciated over their useful lives. The corresponding lease or hire purchase obligation is capitalised in the balance sheet as a liability. The interest element of the rental obligations is charged to the profit and loss account over the period of the lease.

2 TANGIBLE FIXED ASSETS

Cost :

At 1 November 2000	2,194,817
Additions in year	43,643
Disposals in year	(8,573)
At 31 October 2001	<u>2,229,887</u>

Depreciation :

At 1 November 2000	120,745
On disposals	(2,213)
Charge for year	<u>103,654</u>
At 31 October 2001	<u>222,186</u>

Net book value

At 31 October 2001	<u>£ 2,007,701</u>
At 31 October 2000	<u>£ 2,074,072</u>

C & J KNIGHT LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (Cont'd) at 31 October 2001

3 SHARE CAPITAL	Authorised 2001	Allotted, called up and fully paid 2001	Authorised 2000	Allotted, called up and fully paid 2000
Ordinary shares of £1	<u>1,800,000</u>	<u>£1,800,000</u>	<u>1,800,000</u>	<u>£1,800,000</u>