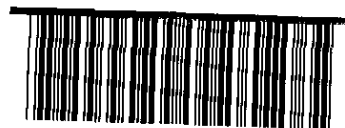


C & J KNIGHT LIMITED
ABBREVIATED ACCOUNTS
for the year ended 31 October 1999

Registered in Scotland
No. 167464

1



SCT SA4Y2T43 0381
COMPANIES HOUSE 17/08/00

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 1999 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

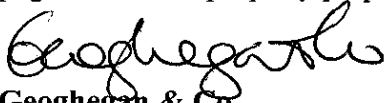
The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (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

14 August 2000

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

C & J KNIGHT LIMITED

ABBREVIATED BALANCE SHEET as at 31 October 1999

	Notes	1999	1998
FIXED ASSETS			
Tangible assets	2	<u>1,984,159</u>	<u>115,742</u>
CURRENT ASSETS			
Stocks		8,641	-
Debtors		16,299	65,195
Cash at bank		<u>120,280</u>	<u>1,812,937</u>
		145,220	1,878,132
CREDITORS: Amounts falling due within one year		<u>29,862</u>	<u>25,315</u>
NET CURRENT ASSETS		<u>115,358</u>	<u>1,852,817</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		2,099,517	1,968,559
CREDITORS: Amounts falling due after more than one year		<u>264,680</u>	<u>85,912</u>
		<u>£1,834,837</u>	<u>£1,882,647</u>
CAPITAL AND RESERVES			
Called up share capital	3	1,800,000	1,800,000
Profit and loss account		<u>34,837</u>	<u>82,647</u>
EQUITY SHAREHOLDERS' FUNDS		<u>£1,834,837</u>	<u>£1,882,647</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

14 August 2000

NOTES TO THE ABBREVIATED ACCOUNTS
at 31 October 1999

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, other than heritable property, at rates calculated to write off the cost, less estimated residual value, of each asset over its expected useful life, as follows :

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 1998	135,373
Additions in year	<u>1,891,043</u>
At 31 October 1999	<u>2,026,416</u>

Depreciation :

At 1 November 1998	19,631
Charge for year	<u>22,626</u>
At 31 October 1999	<u>42,257</u>

Net book value

At 31 October 1999	<u>£ 1,984,159</u>
At 31 October 1998	<u>£ 115,742</u>

C & J KNIGHT LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (Cont'd) at 31 October 1999

3 SHARE CAPITAL

	Authorised 1999	Allotted, called up and fully paid 1999	Authorised 1998	Allotted, called up and fully paid 1998
Ordinary shares of £1	<u>1,800,000</u>	<u>£1,800,000</u>	<u>1,800,000</u>	<u>£1,800,000</u>