

GLASGOW COLD STORAGE LIMITED
FINANCIAL STATEMENTS
31ST OCTOBER 1999

Company Registration Number 169052

FRENCH DUNCAN
Chartered Accountants
375 West George Street
Glasgow
G2 4LH





GLASGOW COLD STORAGE LIMITED

THE DIRECTORS' REPORT

YEAR ENDED 31ST OCTOBER 1999

The directors present their report and the unaudited financial statements of the company for the year ended 31st October 1999.

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was to provide cold storage and other storage facilities.

THE DIRECTORS AND THEIR INTERESTS IN SHARES OF THE COMPANY

The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows:

	Ordinary Shares of £1 each	
	At 31 October 1999	At 1 November 1998
Gordon M Dougall	4,697	40
M Jennifer Dougall	4,712	20
Elisanne M Oswald	20	20
J Stewart Oswald	<u>11,652</u>	<u>20</u>

During the year 20,981 ordinary £1 shares were issued to the directors at par.

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

Registered office:
375 West George Street
Glasgow
G24LH

Signed by order of the directors

Elisanne M. Oswald

ELISANNE OSWALD
Company Secretary

Approved by the directors on 22nd May 2000

GLASGOW COLD STORAGE LIMITED**PROFIT AND LOSS ACCOUNT****YEAR ENDED 31ST OCTOBER 1999**

	Note	1999 £	1998 £
TURNOVER		219,001	131,730
Cost of sales		118,678	94,248
GROSS PROFIT		100,323	37,482
Distribution costs		1,047	2,680
Administrative expenses		139,363	74,558
Other operating income		(14,025)	(10,777)
OPERATING LOSS	2	(26,062)	(28,979)
Interest payable		2,956	3,306
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		(29,018)	(32,285)
Tax on loss on ordinary activities	3	-	(3,663)
LOSS FOR THE FINANCIAL YEAR		(29,018)	(28,622)
Balance brought forward		(26,541)	2,081
Balance carried forward		(55,559)	(26,541)

The notes on pages 5 to 9 form part of these financial statements.

GLASGOW COLD STORAGE LIMITED**BALANCE SHEET****31ST OCTOBER 1999**

	Note	1999	1998
		£	£
FIXED ASSETS			
Tangible assets	4	23,067	25,230
CURRENT ASSETS			
Debtors	5	62,144	28,121
CREDITORS: Amounts falling due within one year	6	<u>(118,592)</u>	<u>(77,987)</u>
NET CURRENT LIABILITIES		<u>(56,448)</u>	<u>(49,866)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>(33,381)</u>	<u>(24,636)</u>
CREDITORS: Amounts falling due after more than one year	7	<u>-</u>	<u>(708)</u>
		<u>(33,381)</u>	<u>(25,344)</u>
PROVISIONS FOR LIABILITIES AND CHARGES			
Deferred taxation	8	<u>(1,097)</u>	<u>(1,097)</u>
		<u>(34,478)</u>	<u>(26,441)</u>

The balance sheet continues on the following page.
The notes on pages 5 to 9 form part of these financial statements.

GLASGOW COLD STORAGE LIMITED**BALANCE SHEET** *(continued)***31ST OCTOBER 1999**

		Note	1999 £	1998 £
CAPITAL AND RESERVES				
Called-up equity share capital	12		21,081	100
Profit and loss account	13		(55,559)	(26,541)
DEFICIENCY			<u>(34,478)</u>	<u>(26,441)</u>

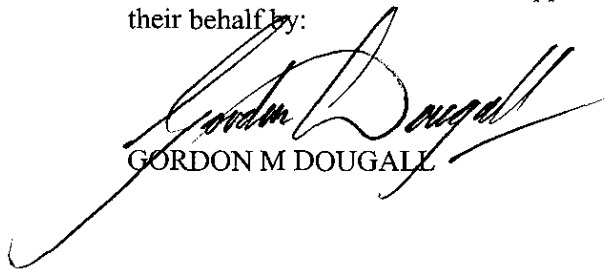
The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the accounts for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) 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 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 accounts have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities.

These financial statements were approved by the directors on the 22nd May 2000 and are signed on their behalf by:



GORDON M DOUGALL

GLASGOW COLD STORAGE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31ST OCTOBER 1999

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities.

Going concern

The accounts have been prepared on the going concern basis following a substantial review of the company's financial position during the year. This review details the company's future plans to eliminate the company's high risk financial position.

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Plant & Machinery	- 20% Reducing Balance
Fixtures & Fittings	- 15% Reducing Balance

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account.

Deferred taxation

Provision is made, under the liability method, to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred or accelerated is accounted for in respect of all material timing differences to the extent that it is considered that a net liability may arise.

Government grants

Grants received for revenue purposes are credited to the profit and loss Account in the period to which they relate.

2. OPERATING LOSS

Operating loss is stated after charging:

	1999 £	1998 £
Directors' emoluments	-	-
Depreciation	5,687	6,214
Compressor Failure	9,658	-
	<u>15,345</u>	<u>6,214</u>

GLASGOW COLD STORAGE LIMITED**NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 31ST OCTOBER 1999****3. TAX ON LOSS ON ORDINARY ACTIVITIES**

	1999 £	1998 £
In respect of the year:		
Decrease in deferred tax provision (Note 8):		
Capital allowances	-	(3,650)
Adjustment in respect of previous years:		
Corporation tax	-	(13)
	<u>-</u>	<u>(3,663)</u>

4. TANGIBLE FIXED ASSETS

	Plant & Machinery £	Fixtures & Fittings £	Total £
COST			
At 1st November 1998	37,370	1,624	38,994
Additions	10,933	-	10,933
Disposals	(11,576)	-	(11,576)
At 31st October 1999	<u>36,727</u>	<u>1,624</u>	<u>38,351</u>
DEPRECIATION			
At 1st November 1998	13,408	356	13,764
Charge for the year	5,497	190	5,687
On disposals	(4,167)	-	(4,167)
At 31st October 1999	<u>14,738</u>	<u>546</u>	<u>15,284</u>
NET BOOK VALUE			
At 31st October 1999	<u>21,989</u>	<u>1,078</u>	<u>23,067</u>
At 31st October 1998	<u>23,962</u>	<u>1,268</u>	<u>25,230</u>

Hire purchase agreements

Included within the net book value of £23,067 is £4,352 (1998 - £9,920) relating to assets held under hire purchase agreements. The depreciation charged to the accounts in the year in respect of such assets amounted to £1,088 (1998 - £2,480).

GLASGOW COLD STORAGE LIMITED**NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 31ST OCTOBER 1999****5. DEBTORS**

	1999 £	1998 £
Trade debtors	46,785	26,166
Other debtors	13,540	-
Prepayments and accrued income	1,819	1,955
	<u>62,144</u>	<u>28,121</u>

6. CREDITORS: Amounts falling due within one year

	1999 £	1998 £
Bank loans and overdrafts	23,319	19,333
Trade creditors	54,680	28,930
Other creditors including:		
PAYE and social security	2,521	1,429
VAT	6,547	3,887
Hire purchase agreements	708	4,195
Other creditors	13,026	2,628
Directors current accounts	15,001	15,000
	<u>37,803</u>	<u>27,139</u>
Accruals and deferred income	2,790	2,585
	<u>118,592</u>	<u>77,987</u>

The following liabilities disclosed under creditors falling due within one year are secured by the company:

	1999 £	1998 £
Bank loans and overdrafts	<u>23,319</u>	<u>19,333</u>

7. CREDITORS: Amounts falling due after more than one year

	1999 £	1998 £
Hire purchase agreements	<u>-</u>	<u>708</u>

GLASGOW COLD STORAGE LIMITED**NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 31ST OCTOBER 1999****8. DEFERRED TAXATION**

The movement in the deferred taxation provision during the year was:

	1999 £	1998 £
Provision brought forward	1,097	4,747
Decrease in provision	-	(3,650)
Provision carried forward	<u>1,097</u>	<u>1,097</u>

The provision for deferred taxation consists of the tax effect of timing differences in respect of:

	1999 £	1998 £
Excess of taxation allowances over depreciation on fixed assets	<u>1,097</u>	<u>1,097</u>

9. GOING CONCERN

The accounts have been prepared on the going concern basis following a substantial review of the company's financial position during the year. This review details the company's future plans to eliminate the company's high risk financial position.

10. TRANSACTIONS WITH THE DIRECTORS

Balances due to directors, shown in Creditors as 'Directors current accounts' are interest free and have no fixed date for repayment.

11. RELATED PARTY TRANSACTIONS

The company during the year paid £12,973 in consultancy fees to GMD Consultancy which is controlled by Mr Gordon Dougall.

12. SHARE CAPITAL**Authorised share capital:**

	1999 £	1998 £
50,000 Ordinary shares of £1 each	<u>50,000</u>	<u>50,000</u>

GLASGOW COLD STORAGE LIMITED**NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 31ST OCTOBER 1999****12. SHARE CAPITAL** *(continued)***Allotted, called up and fully paid:**

	1999 £	1998 £
Ordinary share capital brought forward	100	100
Issue of ordinary shares	20,981	-
	<u>21,081</u>	<u>100</u>

The ordinary shares issued in the year were issued at par.

13. PROFIT AND LOSS ACCOUNT

	1999 £	1998 £
Balance brought forward	(26,541)	2,081
Retained loss for the financial year	(29,018)	(28,622)
Balance carried forward	<u>(55,559)</u>	<u>(26,541)</u>