

BERWICK AUCTION MART CO. LIMITED

ABBREVIATED ACCOUNTS

For the year ended

31st May 1994

Registered No. ~~4~~060938



REPORT OF THE AUDITORS TO THE DIRECTORS OF

1.

BERWICK AUCTION MART CO. LIMITED

UNDER PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 2 to 4, together with the full statutory Accounts of the Company. The scope of our work for the purpose of this report was limited to confirming the opinion as set out in the following paragraph.

In our opinion the Company is entitled to the exemptions as set out in the Directors' statement on page 2 and the abbreviated Accounts have been properly prepared in accordance with Part III of Schedule 8 to the Companies Act 1985.

On 20th January 1995 we reported to the shareholders on the statutory Accounts of the Company for the year ended 31st May 1994, prepared under section 226 of the Companies Act 1985 as modified by the exemptions provided by Part I of Schedule 8. Our report under section 235 of the Companies Act 1985 was as follows:

"We have audited the Accounts on pages 4 to 10 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 2, the Company's Directors are responsible for the preparation of Accounts. It is our responsibility to form an independent opinion, based on our audit, on those Accounts and to report our opinion to you.

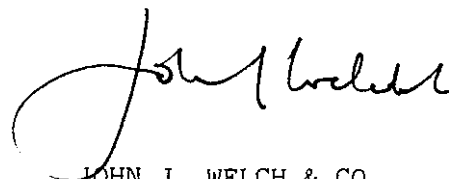
BASIS OF OPINION

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the Accounts. It also includes an assessment of the significant estimates and judgements made by the Directors in the preparation of the Accounts, and of whether the accounting policies are appropriate to the Company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the Accounts are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the Accounts.

OPINION

In our opinion the Accounts give a true and fair view of the state of the Company's affairs as at 31st May 1994 and of its Profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small Companies".



JOHN J. WELCH & CO.,
Chartered Accountants &
Registered Auditors.

19 Buccleuch Street,
HAWICK.

20th January 1995.

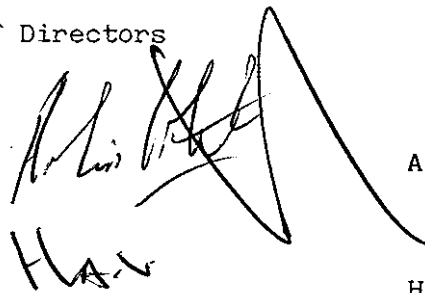
ABBREVIATED BALANCE SHEETAs at 31st May 19941993

£ 89,419	<u>TANGIBLE FIXED ASSETS</u>	(Note 2)	£ 78,589
	<u>CURRENT ASSETS</u>		
£ 59,395	Stock	£ 64,736	
14,380	Debtors	(Note 3) 35,230	
183	Investments	183	
100	Cash on Hand	100	
£ 74,058		£ 100,249	
	<u>CREDITORS - amounts falling due</u>		
	within one year		
£ 16,121	Creditors	£ 7,394	
100,840	Bank Overdraft	39,154	
£ 116,961		£ 46,548	
(42,903)	<u>NET CURRENT (LIABILITIES)</u>		53,701
£ 46,516	<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>		£ 132,290
=====			=====
	<u>CAPITAL AND RESERVES</u>		
£ 40,136	Called Up Share Capital (Note 4)	£ 40,136	
7,466	Share Premium Account	7,466	
(1,086)	Profit and Loss Account	84,688	
£ 46,516			£ 132,290
=====			=====

The Directors have taken advantage of the exemptions conferred by Part III of Schedule 8 to the Companies Act 1985 and have done so on the grounds that, in their opinion, the Company is entitled to those exemptions as a small Company.

In the preparation of the Company's annual Accounts, the Directors have taken advantage of special exemptions applicable to small Companies and have done so on the grounds that, in their opinion, the Company is entitled to those exemptions as a small Company.

Signed on behalf of the Board of Directors



A. VEITCH - Director

H.A. VEITCH - Director

Approved by the Board 20th January 1995.

NOTES TO THE ABBREVIATED ACCOUNTS31st May 19941. ACCOUNTING POLICIESa) Basis of Accounting

The Accounts have been prepared under the historical cost convention and in accordance with applicable Accounting Standards and the Companies Act 1985.

b) Tangible Fixed Assets

Depreciation is provided to write off the cost of each asset in equal annual instalments over its expected useful life as follows:-

Freehold Land	- no depreciation
Freehold Buildings	- 25 years
Mart Fixtures	- 10 years
Tractors & Implements	- 10 years
Motor Vehicles	- 4 years

c) Stocks

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

For livestock, cost is defined as actual cost of purchase plus estimated costs of feeding and keep to date. Mature livestock is valued on the herd basis.

d) Deferred Taxation

Provision is made, at current rates, for taxation deferred in respect of all material timing differences.

e) Pension Costs

The Company operated a defined benefit pension scheme which ceased on 31st August 1993. Pension costs, determined in accordance with actuarial advice, are charged to profit and loss account in the period in which they are payable.

2. TANGIBLE FIXED ASSETS

	<u>TOTAL</u>
<u>Cost</u>	
31st May 1993	£ 398,108
Disposals	(171,871)
31st May 1994	<u>£ 226,237</u>
<u>Aggregate Depreciation</u>	
31st May 1993	£ 308,689
Charge for year	8,290
Disposals	(169,331)
31st May 1994	<u>£ 147,648</u>
<u>Net Book Value</u>	
31st May 1994	<u>£ 78,589</u>

BERWICK AUCTION MART CO. LIMITED

4.

NOTES TO THE ABBREVIATED ACCOUNTS (CONTD)

31st May 1994

3. DEBTORS

Debtors includes Director (H.A. Veitch) £1,545, (1993, £927).

4. SHARE CAPITAL

Authorised

'A' Ordinary Shares of £1 each	£ 10,000
Ordinary Shares of £1 each	90,000
31st May 1993 and 31st May 1994	£ 100,000

=====

Allotted, Issued & Fully Paid

'A' Ordinary Shares of £1 each	£ 10,000
Ordinary Shares of £1 each	30,136
31st May 1993 and 31st May 1994	£ 40,136

=====

5. DIRECTORS INTEREST IN TRANSACTIONS

The property at Reston Mart has been let to Mr. B. Sweeney, a former Director of the Company.

Shawbraes Farmhouse is let to Mr. H.A. Veitch at a rent equal to its annual value for rating purposes. There is an exchange of services at commercial rates between farms operated by the Company and farms operated by Mr. H.A. Veitch.