

ABBREVIATED BALANCE SHEET

at March 31, 2001

	<u>notes</u>	<u>2001</u>	<u>2000</u>
Fixed assets :	2	8,352	11,139
Current assets :			
Stocks		21,000	22,250
Debtors		16,846	19,316
Cash at bank and in hand		236	23
		<u>38,082</u>	<u>41,589</u>
Creditors : amounts falling due within one year		<u>(43,962)</u>	<u>(57,882)</u>
Net current liabilities		(5,880)	(16,293)
		<u>2,472</u>	<u>(5,154)</u>
Creditors : amounts falling due after more than one year	3	(981)	(4,632)
		<u>£1,491</u>	<u>£(9,786)</u>
Capital and reserves :			
Called up share capital	4	1,000	1,000
Profit and loss account		491	(10,786)
		<u>£1,491</u>	<u>£(9,786)</u>

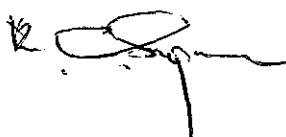
The annexed notes are to be read as part of these accounts.

These accounts are prepared in accordance with the provisions of Part VII of the Companies Act 1985, as amended, relating to small companies.

Statement by the directors : for the year ended March 31, 2001 the company was entitled to the exemption from audit conferred by sub-section (1) of section 249A, CA 1985. No notice has been deposited under subsection (2) of section 249B, CA 1985, in relation to the accounts. The directors acknowledge their responsibilities for:

- i) ensuring that the company keeps accounting records which comply with section 221, CA 1985, 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 result for the financial year in accordance with the requirements of section 226, CA 1985 and which otherwise comply with the requirements of the Act relating to accounts, so far as applicable to the company.

K C Simpson



Director

June 19, 2001



SIMPSON MCHUGH LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

at March 31, 2001

1. Accounting policies :

(a) *Accounting basis and standards*

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards.

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

(b) *Depreciation*

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

Motor vehicles :	20% p.a. on a straight line basis
Office equipment :	15% p.a. on a straight line basis

(c) *Hire purchase commitments*

Assets held under hire purchase contracts are recorded in the balance sheet as fixed assets. Depreciation is provided on these assets over their estimated useful lives. Future obligations under hire purchase contracts are included in creditors. Payments are apportioned between the finance element, which is charged to the profit and loss account as interest, and the capital element, which reduces the outstanding obligations. Rentals paid under operating leases are charged to income on a straight-line basis over the lease term.

(d) *Stocks*

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

(e) *Deferred taxation*

Deferred taxation is not provided unless there is a reasonable probability that a liability will arise or an asset will be realised in the foreseeable future.

2. Tangible fixed assets :

	<u>Office equipment</u>	<u>Motor vehicles</u>	<u>Total</u>
cost : at April 1, 2000 and March 31, 2001	1,989	9,950	11,939
	—	—	—
depreciation : at April 1, 2000	1,403	2,047	3,450
provided during the period	267	2,520	2,787
	—	—	—
March 31, 2001	1,670	4,567	6,237
	—	—	—
net book value at March 31, 2001	£319	£8,033	£8,352
	—	—	—

3. Creditors : amounts falling due after more than one year : comprise hire purchase accounts.

	<u>2001</u>	<u>2000</u>
4. Share capital : ordinary shares of £1 each :		
authorised, allotted, issued and fully paid	1,000	1,000
	—	—