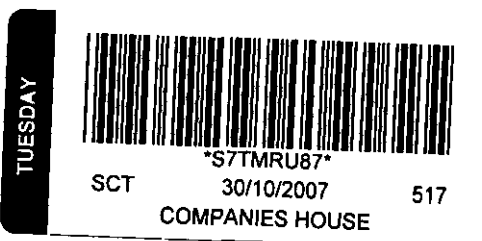


ABBREVIATED UNAUDITED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2006
FOR
JOHN AIRD & COMPANY LIMITED



JOHN AIRD & COMPANY LIMITED

**CONTENTS OF THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2006**

	Page
Company Information	1
Abbreviated Balance Sheet	2
Notes to the Abbreviated Accounts	3

JOHN AIRD & COMPANY LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2006**

DIRECTORS:

J A G Winter
G C Winter
Mrs J M Winter
Mrs V Lawrence
Mrs A J Winter
M Winter

SECRETARY:

Mrs A J Winter

REGISTERED OFFICE:

Greenbank Mills
East Main Street
Darvel
Ayrshire
KA17 OJE

REGISTERED NUMBER:

17813 (Scotland)

ACCOUNTANTS.

Henderson Loggie Sinclair Wood
Chartered Accountants
Gordon Chambers
90 Mitchell Street
Glasgow
G1 3NQ

BANKERS:

Bank of Scotland
2 Brewland Street
Galston
Ayrshire
KA4 8AQ

SOLICITORS:

Mair Matheson
124 Main Street
Newmilns
Ayrshire
KA16 9DL

JOHN AIRD & COMPANY LIMITED

**ABBREVIATED BALANCE SHEET
31 DECEMBER 2006**

	Notes	2006 £	2005 £
FIXED ASSETS			
Tangible assets	2	417,819	437,097
CURRENT ASSETS			
Stocks		985,767	1,231,680
Debtors		391,104	498,213
Cash at bank and in hand		<u>358,062</u>	<u>123,527</u>
		1,734,933	1,853,420
CREDITORS			
Amounts falling due within one year	3	<u>348,542</u>	<u>450,131</u>
NET CURRENT ASSETS		<u>1,386,391</u>	<u>1,403,289</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		1,804,210	1,840,386
CREDITORS			
Amounts falling due after more than one year			(343)
ACCRUALS AND DEFERRED INCOME		<u>(23,900)</u>	<u>(24,700)</u>
NET ASSETS		<u>1,780,310</u>	<u>1,815,343</u>
CAPITAL AND RESERVES			
Called up share capital	4	143,000	143,000
Capital redemption reserve		10,000	10,000
Profit and loss account		<u>1,627,310</u>	<u>1,662,343</u>
SHAREHOLDERS' FUNDS		<u>1,780,310</u>	<u>1,815,343</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 December 2006

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2006 in accordance with Section 249B(2) of the Companies Act 1985

The directors acknowledge their responsibilities for

- (a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company

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

The financial statements were approved by the Board of Directors on 26th October 2007 and were signed on its behalf by



Director

The notes form part of these abbreviated accounts

JOHN AIRD & COMPANY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2006

1 ACCOUNTING POLICIES

Going Concern

The financial statements have been prepared on the going concern basis which assumes that the company will continue in operational existence for the foreseeable future. The company incurred a loss before tax of £35,033 (2005 £239,846) during the year ended 31 December 2006 however at that date its current assets exceeded its current liabilities by £1,386,391 (2005 £1,403,289). The directors are confident of the company's long term trading prospects and on this basis consider it appropriate to prepare the financial statements on the going concern basis. The financial statements do not include any adjustments that would result from withdrawal of financial support.

Accounting convention

The financial statements have been prepared under the historical cost convention.

Turnover

Turnover represents the invoiced amount of goods sold and services provided and is stated net of Value Added Tax.

The turnover and pre tax profit, which arises principally within the United Kingdom, is attributable to one continuing activity, the manufacture of net curtains.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	Reducing balance over 40 years
Plant and machinery	over 5 to 20 years
Motor vehicles	over 5 years

Stocks

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

Cost incurred in bringing each product to its present location and condition.

Work in progress and finished goods	cost of direct materials, labour and attributable overheads based on a normal level of activity
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Net realisable value is based on estimated selling price less any further costs expected to be incurred to completion and disposal.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Government grants

Government grants in respect of capital expenditure are credited to a deferral account and are released to revenue over the expected useful lives of the relevant asset.

Leasing and hire purchase commitments

Assets held under finance leases, which are leases where substantially all the risk and rewards of ownership of the asset have passed to the company, and hire purchase contracts are capitalised as tangible fixed assets in the balance sheet and are depreciated over their useful economic lives. The capital elements of future obligations under the leases and hire purchase contracts are included as liabilities in the balance sheet.

The interest element of the rental obligations are charged in the profit and loss account over the periods of the leases and hire purchase contracts and represent a constant proportion of the balance of capital repayments outstanding.

Rentals payable under operating leases are charged in the profit and loss account on a straight line basis over the lease term.

JOHN AIRD & COMPANY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS continued FOR THE YEAR ENDED 31 DECEMBER 2006

2 TANGIBLE FIXED ASSETS

	Total £
COST	
At 1 January 2006	2,570,364
Additions	37,690
Disposals	(20,600)
At 31 December 2006	<u>2,587,454</u>
DEPRECIATION	
At 1 January 2006	2,133,268
Charge for year	50,764
Eliminated on disposal	(14,397)
At 31 December 2006	<u>2,169,635</u>
NET BOOK VALUE	
At 31 December 2006	<u>417,819</u>
At 31 December 2005	<u>437,096</u>

3 CREDITORS

The following secured debts are included within creditors

	2006 £	2005 £
Bank overdraft	<u> </u>	<u>30</u>

4 CALLED UP SHARE CAPITAL

Authorised Number	Class	Nominal value	2006 £	2005 £
5,000	3 5% Cumulative preference	£1	5,000	5,000
150,000	Ordinary	£1	<u>150,000</u>	<u>150,000</u>
			<u>155,000</u>	<u>155,000</u>
Allotted, issued and fully paid Number	Class	Nominal value	2006 £	2005 £
3,000	3 5% Cumulative preference	£1	3,000	3,000
140,000	Ordinary	£1	<u>140,000</u>	<u>140,000</u>
			<u>143,000</u>	<u>143,000</u>

5 ULTIMATE PARENT COMPANY

The ultimate parent company of John Aird & Company Limited is John Aird (Holdings) Limited, a company registered in Scotland. Copies of that company's accounts are available from the registered office.

JOHN AIRD & COMPANY LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS continued
FOR THE YEAR ENDED 31 DECEMBER 2006**

6 RELATED PARTY DISCLOSURES

During the year ended 31 December 2005 the company received a loan of £50,000 from Eildon Fabrics Ltd, a company in which director John Winter has a shareholding Eildon Fabrics Limited is based on the Isle of Man

Also during the year to 31 December 2006 the company supplied Curtains Direct 2 U LTd with £19,692 worth of goods (2005 £7,850), a company in which the directors have an interest

7 CUMULATIVE PREFERENCE SHARES

The dividends on the 3.5% cumulative preference shares are thirty five years in arrears The amount of arrears as at 31 December 2006 was £3,675 (2005 £3,570) Contrary to the requirements of Financial Reporting Standard 4 "Capital Instruments", no accrual has been made for these dividend arrears This amount is not considered material