REGISTERED NUMBER: 32630 (Scotland)

Unaudited Abbreviated Accounts for the Year Ended 31 October 2004

for

Graham McGrath Limited

SCT S9XUO398 0063 COMPANIES HOUSE 03/03/03

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Company Information for the Year Ended 31 October 2004

DIRECTORS:

J W McGrath M W McGrath D J McGrath

SECRETARY:

M W McGrath

REGISTERED OFFICE:

42a Northgate PEEBLES Borders EH45 8BZ

REGISTERED NUMBER:

32630 (Scotland)

ACCOUNTANTS:

The James Rosie Partnership Chartered Accountants

Riverside House Ladhope Vale Galashiels TD1 1BT

Abbreviated Balance Sheet 31 October 2004

31.10.03			_	31.10.04	
£	£		Notes	£	£
		FIXED ASSETS:			
	201,448	Tangible assets	2		196,076
		CURRENT ASSETS:			
231,816		Stocks		227,954	
7,391		Debtors		13,476	
2,284		Cash in hand		2,126	
241,491				243,556	
		CREDITORS: Amounts falling			
260,699		due within one year	3	302,347	
	(19,208)	NET CURRENT LIABILITIES:			(58,791)
		TOTAL ASSETS LESS CURRENT			
	182,240	LIABILITIES:			137,285
		CREDITORS: Amounts falling			
	96,541	due after more than one year	3		85,330
	£85,699				£51,955
	===				=
		CAPITAL AND RESERVES:			
	25,000	Called up Share Capital	4		25,000
	60,699	Profit & Loss Account			26,955
	£85,699	SHAREHOLDERS' FUNDS:			£51,955
					======

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 October 2004.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 October 2004 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.

Abbreviated Balance Sheet 31 October 2004

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

ON BEHALF OF THE BOARD:

M W McGrath - Director

W McGrath - Director

Approved by the Board on 18 February 2005

Notes to the Abbreviated Accounts for the Year Ended 31 October 2004

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Land & Buildings Office Equipment Fixtures & Fittings - 2% on reducing balance- 25% on reducing balance

- 15% on reducing balance - 25% on reducing balance

Motor Vehicles

Stocks

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

Notes to the Abbreviated Accounts for the Year Ended 31 October 2004

2. TANGIBLE FIXED ASSETS

	Total
	£
COST:	
At 1 November 2003	297,604
Additions	13,240
Disposals	(9,475)
At 31 October 2004	301,369
DEPRECIATION:	
At 1 November 2003	96,157
Charge for year	15,611
Eliminated on disposals	(6,475)
At 31 October 2004	105,293
NET BOOK VALUE:	
At 31 October 2004	196,076
	====
At 31 October 2003	201,448
	====

Land and Buildings are shown above at cost value, which has then been depreciated, leaving a net book value of £150,160. A professional valuation was carried out on the 18th January 2001 showing a valuation of £587,500. Additional property purchased in 2001 costing £82,722, which the directors believe to be market value, would indicate that the total fair open market value at 31 October 2003 would be £670,222.

3. CREDITORS

The following secured debts are included within creditors:

	31.10.04	31.10.03
	£	£
Bank overdrafts	107,349	97,832
Bank loans	71,249	77,727
		
	178,598	175,559
		
Creditors include the following debts falling due in more than five years:		
	31.10.04	31.10.03
	\$1.10.04 £	
	r	£
Repayable by instalments		
Bank loans	39,583	45,916
A PARTIE A VANCO	====	====

Notes to the Abbreviated Accounts for the Year Ended 31 October 2004

4. CALLED UP SHARE CAPITAL

Authorised, allotted, issued and fully paid:

 Number:
 Class:
 Nominal value:
 \$31.10.04
 \$31.10.03

 25,000
 Ordinary
 1
 \$25,000
 \$25,000

5. CONTROLLING PARTY

J W McGrath and M W McGrath, both directors, and members of their close family control the company as a result of directly controlling 100% of the issued ordinary share capital.

Report of the Accountants to the Directors of Graham McGrath Limited

The following reproduces the text of the report prepared for the directors in respect of the company's annual unaudited financial statements, from which the unaudited abbreviated accounts (set out on pages two to six) have been prepared.

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 31 October 2004 set out on pages one to twelve and you consider that the company is exempt from an audit.

In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

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The James Rosie Partnership

Chartered Accountants Riverside House

Ladhope Vale

Galashiels

TD1 1BT

Date: 18 February 2005