

Abbreviated Financial Statements for the Year Ended 31 October 1997

for

William Johnston & Co (Engineers) Ltd



IAM

William Johnston & Co (Engineers) Ltd

Company Information
for the Year Ended 31 October 1997

DIRECTORS:	I J McKnight T R McKnight Mrs M I McKnight Mrs J M H McKnight
SECRETARY:	Mrs M I McKnight
REGISTERED OFFICE:	39 Mauchline Street Glasgow G5 8HQ
REGISTERED NUMBER:	45228 (Scotland)
AUDITORS:	Smith, Hemming & Dean Chartered Accountants and Registered Auditors 18 Alva Street Edinburgh EH2 4QN
BANKERS:	Bank of Scotland Laurieston Branch 1 Bridge Street Glasgow G5 9JX
SOLICITORS:	Grant & Wylie 90 Mitchell Street Glasgow G1 3LY

William Johnston & Co (Engineers) Ltd

Report of the Auditors to
William Johnston & Co (Engineers) Ltd
Under Section 247B of the Companies Act 1985

We have examined the abbreviated financial statements on pages three to six, together with the full financial statements of the company for the year ended 31 October 1997 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

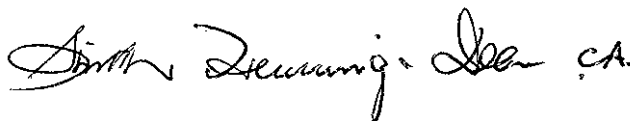
The directors are responsible for preparing the abbreviated financial statements in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the financial statements to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of opinion

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated financial statements prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements on pages three to six are properly prepared in accordance with those provisions.



Smith, Hemming & Dean
Chartered Accountants
and Registered Auditors
18 Alva Street
Edinburgh
EH2 4QN

Dated:

17 July 1998

William Johnston & Co (Engineers) Ltd

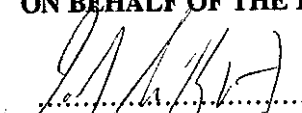
Abbreviated Balance Sheet

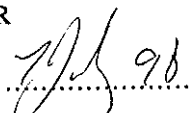
31 October 1997

		<u>31.10.97</u>		<u>31.10.96</u>	
	Notes	£	£	£	£
FIXED ASSETS:					
Intangible assets	2		-		286
Tangible assets	3		223,822		199,514
Investments	4		3,800		13,300
			<u>227,622</u>		<u>213,100</u>
CURRENT ASSETS:					
Stocks		157,070		177,739	
Debtors		456,440		454,332	
Cash at bank and in hand		117,207		112,821	
		<u>730,717</u>		<u>744,892</u>	
CREDITORS: Amounts falling due within one year	5	<u>515,195</u>		<u>567,086</u>	
NET CURRENT ASSETS:			<u>215,522</u>		<u>177,806</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			<u>443,144</u>		<u>390,906</u>
CREDITORS: Amounts falling due after more than one year	5		42,005		37,845
			<u>£401,139</u>		<u>£353,061</u>
CAPITAL AND RESERVES:					
Called up share capital	6		2,500		2,500
Profit and loss account			398,639		350,561
			<u>£401,139</u>		<u>£353,061</u>
Shareholders' funds					

These abbreviated financial statements 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:


IJ McKnight - DIRECTOR

Approved by the Board on  98

The notes form part of these financial statements

Notes to the Abbreviated Financial Statements
for the Year Ended 31 October 1997

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.

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax and discounts allowed, and are attributable to the one principal activity of the company.

Intangible fixed assets

Intangible fixed assets are written off evenly over five years.

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	- not provided as not considered material
Plant & machinery	- 15 % on cost
Fixtures & fittings	- 15 % on cost
Motor vehicles	- 25 % on cost

Heritable property is not depreciated in accordance with statement of standard accounting practice number 12, as the directors consider that the amount involved would be immaterial.

Stocks

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items. To reflect the current strength of sterling against foreign currencies, certain imported stock items have been valued at their replacement cost where this is lower than the original cost.

Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

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.

Rentals paid under operating leases are charged to the profit and loss account as incurred.

Pension costs

The company operates defined contribution schemes and a small self administered scheme for executives. The assets of the schemes are held separately from those of the company, with the defined contribution schemes independently administered.

Pension contributions payable for the year are charged to the profit and loss account.

Foreign currencies

Transactions in foreign currencies are recorded at the date of the transaction.

Notes to the Abbreviated Financial Statements
for the Year Ended 31 October 1997

2. INTANGIBLE FIXED ASSETS

	Total
	<hr/> £
COST:	
At 1 November 1996	2,540
and 31 October 1997	<hr/>
AMORTISATION:	
At 1 November 1996	2,254
Charge for year	286
	<hr/>
At 31 October 1997	2,540
	<hr/>
NET BOOK VALUE:	
At 31 October 1997	-
	<hr/>
At 31 October 1996	286
	<hr/>

3. TANGIBLE FIXED ASSETS

	Total
	<hr/> £
COST:	
At 1 November 1996	427,268
Additions	105,564
Disposals	(64,682)
	<hr/>
At 31 October 1997	468,150
	<hr/>
DEPRECIATION:	
At 1 November 1996	227,754
Charge for year	43,112
Eliminated on disposals	(26,538)
	<hr/>
At 31 October 1997	244,328
	<hr/>
NET BOOK VALUE:	
At 31 October 1997	223,822
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At 31 October 1996	199,514
	<hr/>

4. FIXED ASSET INVESTMENTS

Investments (neither listed nor unlisted) were as follows:

	31.10.97	31.10.96
	£	£
Vintage cars - at cost	3,800	13,300
	<hr/>	<hr/>

William Johnston & Co (Engineers) Ltd

Notes to the Abbreviated Financial Statements
for the Year Ended 31 October 1997

5. CREDITORS

The following secured debts are included within creditors:

	31.10.97	31.10.96
	£	£
Hire purchase contracts	77,233	62,299
Property loan	-	39,000
	<u>77,233</u>	<u>101,299</u>

6. CALLED UP SHARE CAPITAL

Authorised:

Number:	Class:	Nominal value:	31.10.97	31.10.96
			£	£
6,500	Ordinary	£1	<u>6,500</u>	<u>6,500</u>

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	31.10.97	31.10.96
			£	£
2,500	Ordinary	£1	<u>2,500</u>	<u>2,500</u>

7. TRANSACTIONS WITH DIRECTORS

Included within creditors is an amount of £31,631 (1996 - £29,196) in respect of loans from the directors. The balances are interest free and repayable on demand.