

**FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
31<sup>ST</sup> AUGUST, 2002  
FOR  
RAE BROWN & COMPANY LIMITED**

SC 3A 44

**GORDON M. LEFEVRE & CO  
CHARTERED CERTIFIED ACCOUNTANTS  
14 GOLDEN SQUARE  
ABERDEEN  
AB10 1WJ**



**RAE BROWN & COMPANY LIMITED**  
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**RAE BROWN & COMPANY LIMITED**

**COMPANY INFORMATION**

**DIRECTORS:**

**Rae C. Brown  
Winifred Brown**

**SECRETARY:**

**Winifred Brown**

**REGISTERED OFFICE:**

**25a Farburn Terrace,  
Dyce,  
Aberdeen.  
AB21 7DR.**

**REGISTERED NUMBER:**

**SC081744**

**ACCOUNTANTS:**

**Gordon M. Lefevre & Co.,  
Chartered Certified Accountants,  
14 Golden Square,  
Aberdeen.  
AB10 1WJ**

**RAE BROWN & COMPANY LIMITED**

**REPORT OF THE DIRECTORS**

The Directors present their Report with the financial statements of the Company for the year ended 31<sup>st</sup> August, 2002.

**PRINCIPAL ACTIVITIES AND BUSINESS REVIEW**

The company's principal activity for the year under review was building contracting. The results for the period and the financial position at the period end were considered satisfactory and continued growth is expected in the foreseeable future.

**RESULTS AND DIVIDEND**

The results of the company and dividends paid for the period are set out on page three. The directors recommend that no further dividend be paid in respect of the period under review.

**DIRECTORS**

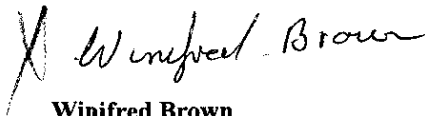
The Directors of the company in office during the year and their beneficial interests in the issued share capital were as follows:-

Name	Class of Capital	2002	2001
Rae C. Brown	Ordinary £1 Shares	220	220
Winifred Brown	Ordinary £1 Shares	100	100

**AUDITORS**

The directors have decided to take advantage of the provisions of section 249A of the Companies Act 1985 and therefore an audit has not been carried out for the year under review.

**ON BEHALF OF THE BOARD**



**Winifred Brown**  
**SECRETARY**

**Approved by the Board on 14<sup>th</sup> February, 2003**

## RAE BROWN &amp; COMPANY LIMITED

**PROFIT AND LOSS ACCOUNT**  
 for the year ended 31<sup>st</sup> August, 2002

	Notes	2002 £	2001 £
<b>TURNOVER</b>	2	837,032	900,815
Cost of Sales		<u>598,876</u>	<u>643,922</u>
<b>GROSS PROFIT</b>		238,156	256,893
Administrative Expenses		<u>148,019</u>	<u>150,867</u>
<b>OPERATING PROFIT</b>	3	90,137	106,026
Interest Receivable and Similar Income	4	<u>5,740</u>	<u>7,205</u>
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		95,877	113,231
Tax on Profit on Ordinary Activities		<u>16,522</u>	<u>23,702</u>
<b>PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION</b>		79,355	89,529
Dividends	5	<u>138,400</u>	<u>201,600</u>
		(59,045)	(112,071)
Retained Profit brought forward		<u>316,169</u>	<u>428,240</u>
<b>RETAINED PROFIT CARRIED FORWARD</b>		<u>257,124</u>	<u>316,169</u>

**CONTINUING OPERATIONS**

None of the company's activities were acquired or discontinued during the current or previous years.

**TOTAL RECOGNISED GAINS AND LOSSES**

The company has no recognised gains or losses other than the profits for the current and previous years.

The notes form part of these financial statements

## RAE BROWN &amp; COMPANY LIMITED

BALANCE SHEET  
as at 31<sup>st</sup> August, 2002

	Notes	£	2002 £	£	2001 £
<b>FIXED ASSETS:</b>					
Tangible Assets	6		94,908		115,058
<b>CURRENT ASSETS:</b>					
Stock	7	7,553		10,362	
Debtors	8	108,528		168,990	
Investments	9	32,326		39,697	
Cash at bank		<u>167,225</u>		<u>163,581</u>	
			315,632	382,630	
<b>CREDITORS:</b> Amounts falling due within one year	10	<u>153,096</u>		<u>181,199</u>	
<b>NET CURRENT ASSETS:</b>			<u>162,536</u>		<u>201,431</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES:</b>			<u>257,444</u>		<u>316,489</u>
<b>CAPITAL AND RESERVES:</b>					
Called up share capital	12		320		320
Profit and loss account			<u>257,124</u>		<u>316,169</u>
Shareholders' funds	13		<u>257,444</u>		<u>316,489</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the period ending 31<sup>st</sup> August, 2002.

The members have not required the company to obtain an audit of its financial statements for the year ended 31<sup>st</sup> August, 2002, in accordance with Section 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- 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.

ON BEHALF OF THE BOARD

  
Rae C. Brown  
DIRECTOR

Approved by the Board on 14<sup>th</sup> February, 2003

The notes form part of these financial statements

**RAE BROWN & COMPANY LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**for the year ended 31<sup>st</sup> August, 2002**

**1. ACCOUNTING POLICIES****Accounting convention**

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

**Financial Reporting Standard Number 1**

Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

**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 and Buildings	-	Not provided
Plant and Machinery	-	25% on reducing balance
Office Equipment	-	25% on reducing balance
Motor Vehicles	-	25% on reducing balance

No depreciation is provided on freehold buildings. The company follows a programme of regular refurbishment and maintenance of its property which includes the re-instatement of the fabric of the buildings, where necessary, in order to maintain them to a high standard. Accordingly, in the opinion of the directors, any element of depreciation would be immaterial and no provision has been made.

**Stocks**

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

Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

**Pensions**

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

**2. TURNOVER**

The turnover and profit before taxation are attributable to the one principal activity of the company, and derive wholly from the United Kingdom.

**3. OPERATING PROFIT**

The operating profit is stated after charging:-

	2002	2001
Depreciation – owned assets	8,786	15,504
Loss on disposal of fixed assets	3,213	-
	<u>      </u>	<u>      </u>
Directors emoluments – salaries	49,140	49,140
	<u>      </u>	<u>      </u>

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## RAE BROWN &amp; COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS  
for the year ended 31<sup>st</sup> August, 2002

## 4. INTEREST RECEIVABLE AND SIMILAR INCOME

	2002	2001
Deposit account interest	4,900	6,305
Dividends	<u>840</u>	<u>900</u>
	<u>5,740</u>	<u>7,205</u>

## 5. DIVIDENDS

	2002	2001
Final	<u>138,400</u>	<u>201,600</u>

## 6. TANGIBLE FIXED ASSETS

	Land & Buildings	Plant and Machinery	Office Equipment	Motor Vehicles	Total
<b>COST OR VALUATION</b>					
At 1 <sup>st</sup> September, 2001	68,550	11,012	7,050	105,851	192,463
Additions	-	-	-	20,949	20,949
Disposals	<u>-</u>	<u>-</u>	<u>-</u>	<u>(72,784)</u>	<u>(72,784)</u>
At 31 <sup>st</sup> August, 2002	<u>68,550</u>	<u>11,012</u>	<u>7,050</u>	<u>54,016</u>	<u>140,628</u>
<b>DEPRECIATION</b>					
At 1 <sup>st</sup> September, 2001	-	10,588	5,885	60,932	77,405
Charge for year	-	106	291	8,389	8,786
Eliminated on disposal	<u>-</u>	<u>-</u>	<u>-</u>	<u>(40,471)</u>	<u>(40,471)</u>
At 31 <sup>st</sup> August, 2002	<u>-</u>	<u>10,694</u>	<u>6,176</u>	<u>28,850</u>	<u>45,720</u>
<b>NET BOOK VALUE</b>					
At 31 <sup>st</sup> August, 2002	<u>68,550</u>	<u>318</u>	<u>874</u>	<u>25,166</u>	<u>94,908</u>
At 31 <sup>st</sup> August, 2001	<u>68,550</u>	<u>424</u>	<u>1,165</u>	<u>44,919</u>	<u>115,058</u>

## 7. STOCKS

	2002	2001
Stock	500	8,724
Work in Progress	<u>7,053</u>	<u>1,638</u>
	<u>7,553</u>	<u>10,362</u>

## 8. DEBTORS

	2002	2001
Amounts falling due within one year:		
Trade debtors	63,158	103,537
Other debtors	36,359	54,693
Prepayments	<u>9,011</u>	<u>10,760</u>
	<u>108,528</u>	<u>168,990</u>



**RAE BROWN & COMPANY LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**for the year ended 31<sup>st</sup> August, 2002**

**9. INVESTMENTS**

	<b>2002</b>	<b>2001</b>
Other investments	32,326	39,697
	<u>=====</u>	<u>=====</u>

The company holds listed investments with a value of £34,100 (2001:£27,050), of which £34,100 (2001:£27,050), are listed on a recognized stock exchange. The total listed investments have a market value of £34,100 (2001:27,050).

**10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>2002</b>	<b>2001</b>
Trade creditors	77,202	102,590
Other loans ( See Note 11)	558	-
Other Taxes and P.A.Y.E.	24,421	19,328
Taxation	16,527	23,705
Accrued expenses	34,388	35,576
	<u>=====</u>	<u>=====</u>
	153,096	181,199

**11. LOANS AND OVERDRAFTS**

An analysis of the maturity of loans and overdrafts is given below:

	<b>2002</b>	<b>2001</b>
Amounts falling due within one year or on demand:		
Other loans	558	-
	<u>=====</u>	<u>=====</u>

**12. CALLED UP SHARE CAPITAL**

	<b>2002</b>	<b>2001</b>
<b>Authorised:</b>		
Number:      Class:      Nominal Value:		
10,000      Ordinary      £1	10,000	10,000
	<u>=====</u>	<u>=====</u>
<b>Allotted, issued and fully paid:</b>		
Number:      Class:      Nominal Value:		
320      Ordinary      £1	320	320
	<u>=====</u>	<u>=====</u>

**13. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

	<b>2002</b>	<b>2001</b>
Profit for the financial year	79,355	89,529
Dividends	138,400	201,600
	<u>=====</u>	<u>=====</u>
<b>NET REDUCTION IN SHAREHOLDERS' FUNDS</b>	(59,045)	(112,071)
Opening shareholders' funds	316,489	428,560
	<u>=====</u>	<u>=====</u>
<b>CLOSING SHAREHOLDERS' FUNDS</b>	257,444	316,489
	<u>=====</u>	<u>=====</u>