

MCCORMICK AND COMPANY LIMITED
107754

STATEMENT OF ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30TH JUNE 1997

HALL MORRICE
PARTNERS
C H A R T E R E D
A C C O U N T A N T S



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PARTNERS
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2 Rubislaw Terrace Aberdeen AB10 1XE Telephone (01224) 647394 Fax (01224) 639541

MCCORMICK AND COMPANY LIMITED

AUDITORS REPORT
PURSUANT TO SECTION 247b OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on the following pages together with the financial statements of McCormick and Company Limited prepared under s226 of the Companies Act 1985 for the year ended 30th June 1997.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

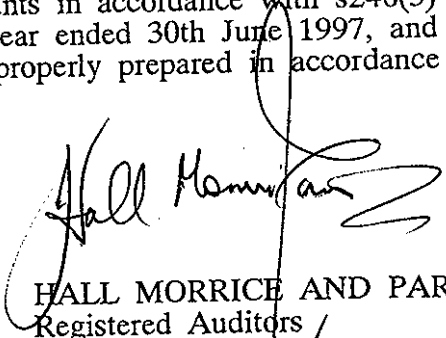
The directors are responsible for preparing the abbreviated accounts in accordance with s246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with s246(5) and s246(6) of the Act to the registrar of companies and whether the accounts 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 considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to the exemptions and that the abbreviated accounts have been properly prepared from those financial statements. The scope of our work for the purpose of this report does 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 prepare accounts in accordance with s246(5) and (6) of the Companies Act 1985, in respect of the year ended 30th June 1997, and the abbreviated accounts on the following pages have been properly prepared in accordance with those provisions.

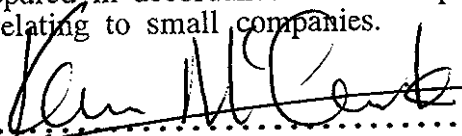

HALL MORRICE AND PARTNERS
Registered Auditors
ABERDEEN
20th February 1998

MCCORMICK AND COMPANY LIMITED

ABBREVIATED BALANCE SHEET
AS AT 30TH JUNE 1997

	Notes	1997 £	1996 £
FIXED ASSETS			
Tangible Assets	2	68,565	87,385
Investments	3	1,000	1,000
CURRENT ASSETS			
Stocks		26,030	37,418
Debtors		350,821	275,703
Cash at Bank and in Hand		19,197	57,221
		<u>396,048</u>	<u>370,342</u>
CREDITORS: amounts falling due within one year	4	<u>472,611</u>	<u>322,763</u>
NET CURRENT ASSETS/(LIABILITIES)		<u>(76,563)</u>	<u>47,579</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>(6,998)</u>	<u>135,964</u>
CREDITORS: Amounts falling due after more than one year	4	(11,023)	(27,436)
PROVISIONS FOR LIABILITIES AND CHARGES		(713)	(1,754)
NET LIABILITIES		<u>(18,734)</u>	<u>106,774</u>
CAPITAL AND RESERVES			
Called Up Share Capital	5	20,000	20,000
Profit and Loss Account		(38,734)	86,774
		<u>(18,734)</u>	<u>106,774</u>

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

.....  KEVIN MCCORMICK
Director

20th February 1998

..... Date

MCCORMICK AND COMPANY LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
FOR YEAR ENDED 30TH JUNE 1997

1. ACCOUNTING POLICIES

Accounting Convention

The Accounts have been prepared under the historical cost convention.

Depreciation

Depreciation has been provided at rates which are calculated to write off the gross costs of the assets, less their estimated residual value, over their expected useful lives. The rates of depreciation are as follows:

Fixtures, Fittings & Equipment	20% Reducing Balance
Leased Equipment	20% Reducing Balance
Motor Vehicles	25% Reducing Balance

Investments

Investments held as fixed assets are stated at cost less provision for permanent diminution in value. Those held as current assets are stated at the lower of cost and net realisable value.

Stocks and Work and Progress

Stocks are stated at the lower of cost and net realisable value. Cost represents materials, direct labour and appropriate production overheads.

Deferred Taxation

Deferred Taxation is provided for in full, on all timing differences which are expected to reverse in the future at the tax rate of 21% (1996: 24%).

Pension Costs

The company operates a money purchase externally funded Pension Scheme covering the directors. Contributions are charged against Profits as the contributions are made.

Leased Assets

Fixed Assets leased under finance leases are capitalised and depreciated over their expected useful lives. The finance charges are allocated over the primary period of the lease in proportion to the capital element outstanding

The cost of operating leases are charged to the Profit and Loss Account as they accrue.

Basis of Accounting

The financial statements have been prepared on a going concern basis which assumes that the company will continue to trade. This assumption is based upon assurances received from the directors that it is their intention to provide such assistance as is required to enable the company to meet its financial commitments.

If the company were unable to continue to trade, adjustments would have to be made to reduce the value of the assets to their recoverable amount, to provide for any further liabilities that might arise, and to reclassify long term liabilities as current liabilities.

MCCORMICK AND COMPANY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (continued)
FOR YEAR ENDED 30TH JUNE 1997

2. TANGIBLE FIXED ASSETS

	Total £
Cost:	
At 1st July 1996	160,789
Additions	19,018
Disposals	(31,785)
	<hr/>
At 30th June 1997	148,022
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Aggregate Depreciation:	
At 1st July 1996	73,404
Charge for year	20,943
Disposals	(14,890)
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At 30th June 1997	79,457
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Net Book Value:	
At 30th June 1997	68,565
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At 30th June 1996	87,385
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3. FIXED ASSET INVESTMENTS

The company owns 50% of the Ordinary Share Capital of PR Partnership (Aberdeen) Limited, a company registered in Scotland whose principal activity is that of Public Relations Consultancy.

4. SECURITIES

Adam and Company PLC hold a floating charge over all the assets of the company, dated 31st July 1992.

5. CALLED UP SHARE CAPITAL

	1997 £	1996 £
Authorised		
20,000 Ordinary Shares of £1 each	20,000	20,000
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Allotted, called up and fully paid		
20,000 Ordinary Shares of £1 each	20,000	20,000
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