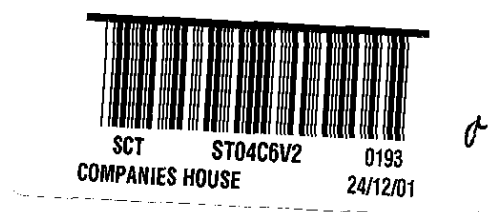


GRACO (SCOTLAND) LIMITED

ABBREVIATED STATUTORY ACCOUNTS

FOR THE YEAR ENDED 31 MARCH, 2001



Company No. 164196 (Scotland)

GRACO (SCOTLAND) LIMITED

**ACCOUNTANTS' REPORT TO GRACO (SCOTLAND) LIMITED UNDER
SECTION 247B OF THE COMPANIES ACT 1985.**

We have examined the abbreviated accounts set out on pages 2 to 5, together with the financial statements of Graco (Scotland) Limited for the year ended 31 March, 2001 prepared under section 226 of the Companies Act 1985.

**RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND REPORTING
ACCOUNTANTS**

The directors are responsible for preparing the abbreviated accounts 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 accounts in accordance with sections 246 (5) and (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 consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts 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 financial statements.

OPINION

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246 (5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 5 are properly prepared in accordance with those provisions.

R.H. Wrigley & Co.,
Chartered Accountants,
4 Eaglesham Road,
Clarkston,
Glasgow, G76 7BT.

RHWrigley & Co

14th November, 2001.

GRACO (SCOTLAND) LIMITED
ABBREVIATED BALANCE SHEET
AS AT 31 MARCH, 2001

	Notes	<u>2000</u> £	<u>2001</u> £
Fixed assets			
Tangible assets	2	<u>33.246</u>	<u>66.005</u>
Current assets			
Debtors	3	21.276	-
Creditors: amount falling due within one year	4	<u>(34.380)</u>	<u>(39.983)</u>
Net current (liabilities)		<u>(13.104)</u>	<u>(39.983)</u>
Total assets less current liabilities		20.412	26.022
Creditors: amounts falling due after more than one year	4	<u>(5.161)</u>	<u>(2.911)</u>
Net assets/(liabilities)		<u>14.981</u>	<u>23.111</u>
Capital and reserves			
Called up share capital	5	100	100
Profit and loss account		<u>14.881</u>	<u>23.011</u>
Shareholders' funds		<u>14.981</u>	<u>23.111</u>

GRACO (SCOTLAND) LIMITED

ABBREVIATED BALANCE SHEET (Cont.)

AS AT 31 MARCH, 2001

The directors have:-

- a) taken advantage of the Companies Act 1985 in not having these accounts audited under Section 249A(1) (total exemption).
- b) confirmed that no notice has been deposited under Section 249B(2) of the Companies Act 1985.
- c) acknowledged their responsibilities for ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985.
- d) acknowledged their responsibilities for preparing accounts which give a true and fair view of the company and of its profit for the year then ended in accordance with the requirements of Section 226 of the Companies Act 1985 and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to this company.

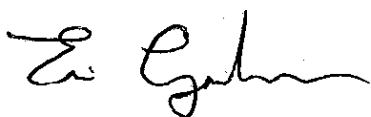
The directors have:-

- e) (i) taken advantage of the exemptions conferred by Part III of Schedule 8 of the Companies Act 1985.

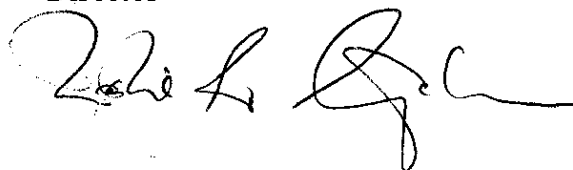
and

- (ii) in their opinion the company is entitled to those exemptions on the basis that it qualifies as a small company.

E. Graham
Director



L. Graham
Director



The notes on pages 4 to 5 form part of these abbreviated accounts.

GRACO (SCOTLAND) LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31
MARCH, 2001**

1. Accounting Policies

1.1 Basis of preparation of financial statements

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

1.2 Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, net of Value Added Tax and trade discounts.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation.

Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Equipment	25% reducing balance basis
Motor Vehicles	25% reducing balance basis

2. Tangible fixed assets

	<u>Total</u>
	£
Cost	
At 1.4.00	72.962
Purchases	54.761
Disposals	-
At 31.3.01	<u>127.723</u>

Depreciation

At 1.4.00	39.716
On disposals	-
Charge for year	<u>22.002</u>
At 31.3.01	<u>61.718</u>

Net book Values

At 31.3.00	<u>33.246</u>
At 31.3.01	<u>66.005</u>

GRACO (SCOTLAND) LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31
MARCH, 2001 (Cont.)**

3. Debtors

	<u>2000</u>	<u>2001</u>
	£	£
Due within one year		
Other debtors- Loans to former director	21.276	-

4. Creditors:

Creditors include the following amounts of secured liabilities

	<u>2000</u>	<u>2001</u>
	£	£
Due within one year	10.721	13.554
Due after more than one year	<u>5.161</u>	<u>2.911</u>
	<u>15.882</u>	<u>16.465</u>

5. Share capital

	<u>2000</u>	<u>2001</u>
	£	£
Authorised		
Ordinary shares of £1 each	100	100
Allotted, called up and fully paid		
Ordinary shares of £1 each	100	100