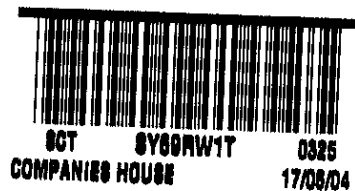


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WALLACE ELECTRICAL LIMITED
(Company Number: 188797)

ABBREVIATED ACCOUNTS

31 AUGUST 2003



Anderson Anderson & Brown
Chartered Accountants

WALLACE ELECTRICAL LIMITED
STATEMENT OF DIRECTOR'S RESPONSIBILITIES

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Company law requires the director to prepare accounts for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those accounts, the director is required to:

- (a) select suitable accounting policies and then apply them consistently;
- (b) make judgements and estimates that are reasonable and prudent;
- (c) state whether or not applicable United Kingdom Accounting Standards have been followed, subject to any material departures disclosed and explained in the accounts; and,
- (d) prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and which enable him to ensure that the accounts comply with the Companies Act 1985. He is also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

WALLACE ELECTRICAL LIMITED
ABBREVIATED BALANCE SHEET – 31 AUGUST 2003

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	Note	2003 £	2002 £
TANGIBLE FIXED ASSETS	2	6,413	2,355
CURRENT ASSETS			
Stocks		2,250	1,050
Debtors		43,294	64,288
Cash at bank and in hand		36	3,306
		45,580	68,644
CREDITORS: <i>amounts falling due within one year</i>	3	44,489	59,138
NET CURRENT ASSETS		1,091	9,506
TOTAL ASSETS LESS CURRENT LIABILITIES		7,504	11,861
CREDITORS: <i>amounts falling due after more than one year</i>		3,303	2,450
		£ 4,201	£ 9,411
CAPITAL AND RESERVES			
Called up share capital	4	2	2
Profit and loss account		4,199	9,409
SHAREHOLDERS' FUNDS		£ 4,201	£ 9,411

In the director's opinion the company is entitled under Section 249A(1) of the Companies Act 1985 to exemption from the audit of its accounts for the year ended 31 August 2003. No members who are entitled to have requested an audit in terms of Section 249B(2) of the Companies Act 1985.

The director is responsible for ensuring that the company keeps accounting records which comply with Section 221 of the Act and for preparing accounts 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 year in accordance with the requirements of Section 226 of the Act and which otherwise comply with its requirements, so far as applicable to the company.

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



Director – Mark J Wallace

14/06/2004.

Date

1. ACCOUNTING POLICIES

(a) *Basis of accounts preparation*

The accounts are prepared under the historical cost convention and in accordance with applicable accounting standards.

(b) *Depreciation*

The cost of fixed assets is written off by equal annual instalments over their expected useful lives as follows:

Plant and equipment	4 years
Computer equipment	4 years
Motor vehicles	4 years

(c) *Stocks*

Stocks are valued at the lower of cost and net realisable value with due allowance for any obsolete or slow-moving items.

(d) *Deferred taxation*

Provision is made for deferred taxation, using the liability method, on all timing differences to the extent that it is probable that the liability will crystallise.

(e) *Leasing and hire purchase commitments*

Assets obtained under finance leases and hire purchase contracts are capitalised in the balance sheet and are depreciated over their useful lives. The interest element of the rental obligations is charged to the profit and loss account over the period of the lease.

Rentals paid under operating leases are charged to income on a straight-line basis over the lease term.

WALLACE ELECTRICAL LIMITED
NOTES ON THE ABBREVIATED ACCOUNTS –31 AUGUST 2003

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2. TANGIBLE FIXED ASSETS

	£
COST	
At 1 September 2002	22,920
Additions	<u>7,651</u>
At 31 August 2003	<u>30,571</u>
 DEPRECIATION	
At 1 September 2002	20,565
Charge for year	<u>3,593</u>
At 31 August 2003	<u>24,158</u>
 Net book amounts at:	
31 August 2003	<u><u>£ 6,413</u></u>
31 August 2002	<u><u>£ 2,355</u></u>

3. BANK SECURITY

The company has issued a floating charge over the assets of the company for all sums due, in favour of the Bank of Scotland.

4. CALLED UP SHARE CAPITAL

	2003 & 2002
Authorised: Ordinary shares of £1 each	<u>£ 1,000</u>
Allotted, called up and fully paid: Ordinary shares of £1 each	<u><u>£ 2</u></u>

WALLACE ELECTRICAL LIMITED

NOTES ON THE ABBREVIATED ACCOUNTS – 31 AUGUST 2003

A²+B[®]**5. TRANSACTIONS WITH DIRECTOR**

During the year the company had the following transactions with the director:

Related party	Transaction	£	Balance at year end £
M J Wallace	Director's loan repaid	2,453	693
N E Wallace (mother of M J Wallace)	Loan repaid	3,850	-

Mark Wallace has also provided a guarantee for £10,000 to the Bank of Scotland.