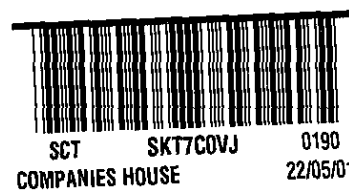


TURRIFF TRANSPORT CONSULTANTS LIMITED
SC151794

DIRECTOR'S REPORT
AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2000

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TURRIFF TRANSPORT CONSULTANTS LIMITED

COMPANY INFORMATION

Director	W S Walker
Secretary	K G Irons
Company number	SC151794
Registered office	7 Queens Terrace Aberdeen AB10 1XL
Business address	Shandonan The Belts Delgaty Turriff Aberdeenshire AB53 5PN
Auditors	Hall Morrice & Partners 7 Queens Terrace Aberdeen AB10 1XL
Bankers	Clydesdale Bank 1 Main Street Turriff AB53 4AA
Solicitors	Iain Smith & Company 18/20 Queens Road Aberdeen AB15 4ZT

TURRIFF TRANSPORT CONSULTANTS LIMITED

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TURRIFF TRANSPORT CONSULTANTS LIMITED

DIRECTOR'S REPORT FOR THE YEAR ENDED 31 DECEMBER 2000

The director presents his report and financial statements for the year ended 31 December 2000.

Principal activities

The principal activity of the company is the operation of a general transportation agency.

Director

The following director has held office since 1 January 2000:

W S Walker

Director's Interests

The director's beneficial interest in the shares of the company was as stated below:

	Ordinary shares of £ 1 each	
	31 December 2000	1 January 2000
W S Walker	100	100

Director's responsibilities

Company law requires the director to prepare financial statements 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 financial statements, the director is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements 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 to enable him to ensure that the financial statements 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.

Auditors

Hall Morrice & Partners have expressed their willingness to continue in office.

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

By order of the board



W S Walker

Director

14 May 2001

TURRIFF TRANSPORT CONSULTANTS LIMITED

AUDITOR'S REPORT

TO THE SHAREHOLDERS OF TURRIFF TRANSPORT CONSULTANTS LIMITED

We have audited the financial statements on pages 3 to 11 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000), under the historical cost convention and the accounting policies set out on page 6.

Respective responsibilities of the director and auditors

As described on page 1 the company's director is responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the director in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 December 2000 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Hall Morrice & Partners

Registered Auditors

14 May 2001

TURRIFF TRANSPORT CONSULTANTS LIMITED

TRADING AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2000

		2000	1999
	£	£	£
INCOME			
Haulage and Other Related Services		801,413	809,383
COST OF SALES			
Subcontractors	171,508		256,079
Vehicle and Equipment Hire	929		2,114
Contract Hire (including Full Maintenance)	59,263		38,691
Fuel and Oil	243,114		175,121
Vehicle Insurances	9,667		13,433
Other Vehicle Expenses	37,465		39,685
Drivers' Wages and National Insurance	112,424		97,852
Travel and Subsistence	27,812		21,622
		662,182	644,597
GROSS PROFIT		139,231	164,786
Sundry Income		5,000	-
Bank Deposit Interest		399	1,096
		144,630	165,882
EXPENSES			
Director's Remuneration and National Insurance	15,439		1,082
Transport Manager Salary and National Insurance	-		16,417
Business Insurance	6,195		7,616
Telephone and Fax	6,732		5,103
Heat, Light and Power	680		808
Postage, Stationery and Advertising	6,762		7,117
Entertaining	1,330		1,447
General Expenses	3,747		3,988
Legal and Professional Fees	11,578		9,777
Bank Charges	1,808		883
Bad Debts	2,388		-
Hire Purchase Interest	12,155		10,802
Bank Interest	495		-
Loss on Sale of Fixed Assets	1,056		938
Depreciation	44,743		47,636
		115,108	113,614
PROFIT FOR YEAR		29,522	52,268

TURRIFF TRANSPORT CONSULTANTS LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2000

	Notes	2000 £	1999 £
Turnover		801,413	809,383
Cost of sales		(662,182)	(644,597)
Gross profit		139,231	164,786
Administrative expenses		(101,402)	(101,874)
Other operating income		5,000	-
Operating profit	2	42,829	62,912
Loss on sale of fixed assets		(1,056)	(938)
Interest receivable		399	1,096
Interest payable		(12,650)	(10,802)
Profit on ordinary activities before taxation		29,522	52,268
Tax on profit on ordinary activities	3	(7,386)	(15,903)
Profit for the financial year		22,136	36,365
Dividends	4	(10,000)	(45,000)
Retained profit/(loss) for the year	11	12,136	(8,635)

TURRIFF TRANSPORT CONSULTANTS LIMITED

BALANCE SHEET AS AT 31 DECEMBER 2000

	Notes	£	2000 £	£	1999 £
Fixed assets					
Tangible assets	5		195,500		236,530
Current assets					
Stocks		-		2,500	
Debtors	6	211,138		212,039	
Cash at bank		16,441		50,796	
			227,579	265,335	
Creditors: amounts falling due within one year	7	(190,439)		(235,648)	
Net current assets			37,140		29,687
Total assets less current liabilities			232,640		266,217
Creditors: amounts falling due after more than one year	8		(26,622)		(69,973)
Provisions for liabilities and charges	9		(19,099)		(21,461)
Net assets			186,919		174,783
Capital and reserves					
Called up share capital	10		100		100
Profit and loss account	11		186,819		174,683
Equity shareholder's funds			186,919		174,783

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

The financial statements were approved by the director on 14 May 2001



W S Walker
Director

TURRIFF TRANSPORT CONSULTANTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2000

1 Accounting policies

1.1 Accounting convention

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 represents the total amount of work done during the year, net of Value Added Tax.

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 less estimated residual value of each asset over its expected useful life, as follows:

Lorries and trailers	20% reducing balance
Equipment	20% straight line
Motor vehicles	25% reducing balance

1.4 Stocks

Stocks are stated at the lower of cost and net realisable value.

1.5 Deferred Taxation

The company provides for deferred taxation at the current rates of tax on timing differences, except where it can be reasonably demonstrated that no corporation tax liabilities will arise in the foreseeable future.

1.6 Hire Purchase Contracts

Assets held under hire purchase contracts are capitalised in the balance sheet and depreciated over their expected useful lives. The capitalised elements of future obligations under the hire purchase contracts are included as liabilities in the balance sheet.

The Interest elements of the hire purchase obligations are charged in the profit and loss account over the periods of the contracts and represent a constant proportion of the balance of capital repayments outstanding.

1.7 Operating Leases

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

TURRIFF TRANSPORT CONSULTANTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2000

2	Operating profit	2000	1999
		£	£
	Operating profit is stated after charging:		
	Depreciation		
	- Owned Fixed Assets	4,052	7,681
	- Fixed Assets held under Hire Purchase/ Leasing Contracts	40,691	39,955
	<i>Total Depreciation</i>	<u>44,743</u>	<u>47,636</u>
	Director's emoluments	13,000	1,000
	Auditors' remuneration	<u>2,500</u>	<u>2,500</u>
3	Taxation	2000	1999
		£	£
	Tax on profits for the year	9,748	12,991
	Transfer to deferred taxation	(2,362)	2,912
		<u>7,386</u>	<u>15,903</u>
4	Dividends	2000	1999
		£	£
	Ordinary interim paid	-	15,000
	Ordinary final proposed	10,000	30,000
		<u>10,000</u>	<u>45,000</u>

TURRIFF TRANSPORT CONSULTANTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2000

5 Tangible fixed assets

	Lorries and trailers £	Equipment £	Motor vehicles £	Total £
Cost				
At 1 January 2000	284,335	7,464	37,750	329,549
Additions	40,769	-	-	40,769
Disposals	(62,000)	-	-	(62,000)
At 31 December 2000	263,104	7,464	37,750	308,318
Depreciation				
At 1 January 2000	85,565	5,764	1,690	93,019
Charge for the year	34,763	960	9,020	44,743
On disposals	(24,944)	-	-	(24,944)
At 31 December 2000	95,384	6,724	10,710	112,818
Net book value				
At 31 December 2000	167,720	740	27,040	195,500
At 31 December 1999	198,770	1,700	36,060	236,530

Included above are assets held under finance leases or hire purchase contracts as follows:

	Lorries and trailers £	Motor vehicles £	Total £
Net book values			
At 31 December 2000	155,480	26,950	182,430
At 31 December 1999	189,940	35,940	225,880
Depreciation charge for the year			
31 December 2000	31,701	8,990	40,691
31 December 1999	38,395	1,560	39,955

TURRIFF TRANSPORT CONSULTANTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2000

6 Debtors	2000 £	1999 £
Trade debtors	176,798	170,581
Other debtors	34,340	41,458
	<u>211,138</u>	<u>212,039</u>

Included in Other Debtors is a director's loan account balance due by sole director, Mr W S Walker of £6,111 (1999 - £24,393). The maximum amount outstanding during the year was £54,617. The loan is interest free and there are no set repayment terms. This is contrary to s330 of the Companies Act 1985.

7 Creditors: amounts falling due within one year	2000 £	1999 £
Bank overdraft	26,230	5,947
Trade creditors	77,072	85,503
Hire purchase accounts	43,351	78,064
Taxation and social security	24,090	24,476
Other creditors	19,696	41,658
	<u>190,439</u>	<u>235,648</u>

The bank overdraft is secured by a Floating Charge over the Assets and Undertakings of the company.

8 Creditors: amounts falling due after more than one year	2000 £	1999 £
Hire purchase accounts	<u>26,622</u>	<u>69,973</u>

TURRIFF TRANSPORT CONSULTANTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2000

9 Provisions for liabilities and charges

	Deferred taxation £
Balance at 1 January 2000	21,461
Profit and loss account	(2,362)
	<hr/>
Balance at 31 December 2000	19,099
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Deferred tax is provided at 20% (1999 - 20%) analysed over the following timing differences:

	2000 £	Fully provided 1999 £
Accelerated capital allowances	19,099	21,461
	<hr/>	<hr/>

10 Share capital

	2000 £	1999 £
Authorised		
1,000 Ordinary shares of £ 1 each	1,000	1,000
	<hr/>	<hr/>
Allotted, called up and fully paid		
100 Ordinary shares of £ 1 each	100	100
	<hr/>	<hr/>

11 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 January 2000	174,683
Retained profit for the year	12,136
	<hr/>
Balance at 31 December 2000	186,819
	<hr/>

TURRIFF TRANSPORT CONSULTANTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2000

12 Financial commitments

At 31 December 2000 the company had annual commitments under non-cancellable operating leases as follows:

	2000	1999
	£	£
Expiry date:		
Between two and five years	70,560	37,200

13 Related party transactions

During the year the director, Mr W S Walker was advanced £38,718 and subsequently repaid £57,000 of the balance outstanding on the director's loan account. As at 31 December 2000 the amount due to the company was £6,111 (1999 - £24,393) and this is included within 'Other debtors' in Note 6 to the Accounts.

14 Control

The company was controlled in the current and prior accounting periods by sole director, Mr W S Walker by virtue of the fact he owns 100% of the issued share capital.