

KIELDER FOREST PRODUCTS LIMITED
ABBREVIATED FINANCIAL STATEMENTS
28TH FEBRUARY 2002



KIELDER FOREST PRODUCTS LIMITED

ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 28TH FEBRUARY 2002

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KIELDER FOREST PRODUCTS LIMITED

ABBREVIATED BALANCE SHEET

28TH FEBRUARY 2002

	Note	£	2002 £	£	2001 £
FIXED ASSETS	2				
Tangible assets			120,452		126,229
CURRENT ASSETS					
Stocks		50,980		44,000	
Debtors		26,198		51,862	
Cash at bank and in hand		-		9,863	
		77,178		105,725	
CREDITORS: Amounts falling Due within one year		(109,113)		(125,291)	
NET CURRENT LIABILITIES			(31,935)		(19,566)
TOTAL ASSETS LESS CURRENT LIABILITIES			88,517		106,663
CREDITORS: Amounts falling due After more than one year			(47,439)		(66,667)
			41,078		39,996

The balance sheet continues on the following page.
The notes on pages 3 to 4 form part of these financial statements.

KIELDER FOREST PRODUCTS LIMITED

ABBREVIATED BALANCE SHEET *(continued)*

28TH FEBRUARY 2002

	Note	2002 £	2001 £
CAPITAL AND RESERVES			
Called-up equity share capital	3	30,002	30,002
Profit and Loss Account		<u>11,076</u>	<u>9,994</u>
SHAREHOLDERS' FUNDS		<u>41,078</u>	<u>39,996</u>

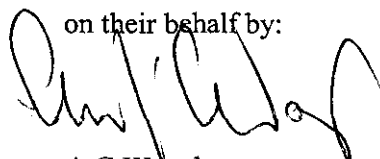
The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

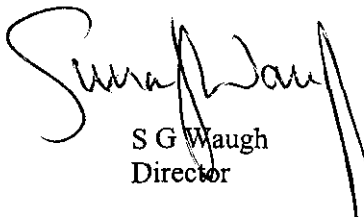
- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

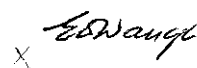
These financial statements were approved by the directors on the ^x 28th May 2002, and are signed on their behalf by:



A G Waugh
Director



S G Waugh
Director



E D Waugh
Director

The notes on pages 3 to 4 form part of these financial statements.

KIELDER FOREST PRODUCTS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 28TH FEBRUARY 2002

1. ACCOUNTING POLICIES

Basis of accounting

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

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Machinery	- 25% reducing balance
Plant	- 15% reducing balance
Motor Vehicles	- 25% reducing balance
Equipment	- 25% reducing balance

Stocks

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

Work in progress

Work in progress is valued on the basis of direct costs plus attributable overheads based on normal level of activity. Provision is made for any foreseeable losses where appropriate. No element of profit is included in the valuation of work in progress.

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the Profit and Loss Account on a straight line basis.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

KIELDER FOREST PRODUCTS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 28TH FEBRUARY 2002

2. FIXED ASSETS

	Tangible Fixed Assets £
COST	
At 1st March 2001	139,628
Additions	<u>16,966</u>
At 28th February 2002	<u>156,594</u>
DEPRECIATION	
At 1st March 2001	13,399
Charge for year	<u>22,743</u>
At 28th February 2002	<u>36,142</u>
NET BOOK VALUE	
At 28th February 2002	<u>120,452</u>
At 28th February 2001	<u>126,229</u>

The plant addition is shown after deducting government grants receivable of £23,250. The original cost of the plant was £155,000.

3. SHARE CAPITAL

Authorised share capital:

	2002 £	2001 £
50,000 Ordinary shares of £1.00 each	<u>50,000</u>	<u>50,000</u>

Allotted, called up and fully paid:

	2002 £	2001 £
Ordinary share capital brought forward	30,002	2
Issue of ordinary shares	<u>-</u>	<u>30,000</u>
	<u>30,002</u>	<u>30,002</u>