

R. & J. Simpson Limited

Abbreviated Accounts

for the year ended

31st December 2006



**Chartered Accountants' Report to the Board of Directors on the
Unaudited Abbreviated Accounts of R. & J Simpson Limited**

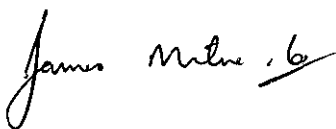
In accordance with the engagement letter dated 13th May 2005, and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the abbreviated accounts of the company on pages 2 to 6 from the accounting records and information and explanations supplied to us

This report is made to the company's board of directors in accordance with the terms of our engagement. Our work has been undertaken to enable us to compile the abbreviated accounts on behalf of the company's board of directors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to any one other than the company and the company's board of directors, as a body, for our work or for this report.

We have carried out this engagement in accordance with best practice guidance issued by the Institute of Chartered Accountants of Scotland and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of accounts.

You have acknowledged on the balance sheet at 31st December 2006 your duty to ensure that the company has kept proper accounting records and to prepare abbreviated accounts that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the abbreviated accounts. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the abbreviated accounts.



James Milne & Co

Chartered Accountants
5 Bon Accord Square
Aberdeen
AB11 6XZ

29/10/07

R. & J. Simpson Limited

**Abbreviated Balance Sheet
at 31st December 2006**

	Note	2006		2005	
		£	£	£	£
Fixed assets					
Tangible assets	2		658,295		662,565
Current assets					
Stocks		2,745		2,625	
Debtors		371,722		449,171	
Cash at bank and in hand		60,726		55,306	
		<u>435,193</u>		<u>507,102</u>	
Creditors: amounts falling due within one year	3	<u>(196,457)</u>		<u>(203,455)</u>	
Net current assets			<u>238,736</u>		<u>303,647</u>
Total assets less current liabilities			897,031		966,212
Creditors: amounts falling due after more than one year	4		(54,228)		(47,705)
Provisions for liabilities					
Deferred taxation			<u>(22,229)</u>		<u>(28,504)</u>
Net assets			<u>820,574</u>		<u>890,003</u>
Capital and reserves					
Called up share capital	5		17,500		17,500
Other reserves			17,500		17,500
Profit and loss account			<u>785,574</u>		<u>855,003</u>
Shareholders' funds			<u>820,574</u>		<u>890,003</u>

The directors' statements required by Section 249B(4) are shown on the following page which forms part of this balance sheet

R. & J Simpson Limited

Abbreviated Balance Sheet (Contd.)

**Directors' statements required by Section 249B(4)
for the year ended 31st December 2006**

In approving these abbreviated accounts as directors of the company we hereby confirm

- (a) that for the year ended 31st December 2006 the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985,
- (b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 31st December 2006 and
- (c) that we acknowledge our responsibilities for
 - (i) ensuring that the company keeps accounting records which comply with Section 221, 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 year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company

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

The abbreviated accounts were approved by the Board on 29/10/07 and signed on its behalf by



Raymond Simpson Snr
Director

R. & J. Simpson Limited

Notes to the Abbreviated Accounts for the year ended 31st December 2006

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention, in accordance with applicable accounting standards and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007)

1.2 Turnover

Turnover represents revenue recognised in the accounts. Revenue is recognised when the business fulfils its contractual obligations to customers by supplying goods and services and excludes value added tax.

1.3 Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life as follows:

Freehold buildings	4% reducing balance
Plant and machinery, etc	reducing balance at rates between 10% and 33%

No depreciation is provided on freehold land.

1.4 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The relevant finance charges are charged to profit and loss account over the primary period of the lease or contract in proportion to the capital element outstanding.

1.5 Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items using a first in first out basis.

1.6 Pensions

The pension cost charged in the financial statements represents the contributions payable by the company during the year.

1.7 Deferred taxation

Deferred tax arises as a result of including items of income and expenditure in taxation computations in periods different from those in which they are included in the company's accounts. Deferred tax is provided in full on timing differences which result in an obligation to pay more (or less) tax at a future date, at average tax rates that are expected to apply when the timing differences reverse, based on current tax rates and laws.

R. & J. Simpson Limited

Notes to the Abbreviated Accounts for the year ended 31st December 2006

2 Fixed assets

	£
Tangible fixed assets	
Cost	
At 1st January 2006	1,452,793
Additions	142,411
Disposals	<u>(34,335)</u>
At 31st December 2006	<u>1,560,869</u>
Depreciation	
At 1st January 2006	790,228
On disposals	(20,887)
Charge for the year	<u>133,233</u>
At 31st December 2006	<u>902,574</u>
Net book value	
At 31st December 2006	<u>658,295</u>
At 31st December 2005	<u>662,565</u>

3 Creditors. amounts falling due within one year

	2006	2005
	£	£
Creditors include the following		
Secured creditors	<u>24,506</u>	<u>36,553</u>

4 Creditors. amounts falling due after more than one year

	2006	2005
	£	£
Creditors include the following		
Secured creditors	<u>54,228</u>	<u>47,705</u>

R. & J. Simpson Limited

**Notes to the Abbreviated Accounts
for the year ended 31st December 2006**

5 Share capital

	2006	2005
	£	£
Authorised		
17,500 Ordinary shares of £1 each	<u>17,500</u>	<u>17,500</u>
Allotted, called up and fully paid		
17,500 Ordinary shares of £1 each	<u>17,500</u>	<u>17,500</u>

6 Ultimate parent undertaking

The company's ultimate holding company is R J S (Scotland) Limited