



The painting on the front cover is "Reflections, Balloch" by G L Hunter (1877 – 1931) and is reproduced by kind permission of The National Galleries of Scotland.

Contents

| | |
|-----------------------------------|----|
| FINANCIAL SUMMARY | 1 |
| THE COMPANY | 2 |
| TEN YEAR RECORD | 3 |
| DISTRIBUTION OF TOTAL ASSETS | 3 |
| CHAIRMAN'S STATEMENT | 4 |
| BOARD OF DIRECTORS | 6 |
| MANAGEMENT TEAM | 7 |
| MANAGEMENT REVIEW | 8 |
| PORTFOLIO REVIEW | 12 |
| INVESTOR INFORMATION | 20 |
| DISTRIBUTION OF ASSETS BY SECTOR | 23 |
| DIRECTORS' REPORT | 24 |
| AUDITORS' REPORT | 26 |
| ACCOUNTING POLICIES | 27 |
| STATEMENT OF TOTAL RETURN | 28 |
| BALANCE SHEET | 29 |
| CASH FLOW STATEMENT | 30 |
| NOTES TO THE FINANCIAL STATEMENTS | 31 |
| NOTICE OF MEETING | 37 |
| LIST OF EQUITY INVESTMENTS | 38 |
| FINANCIAL CALENDAR 2002 | 40 |
| USEFUL ADDRESSES | 40 |