

SMC DESIGN AND DRAUGHTING SERVICES LIMITED
ABBREVIATED REPORT AND ACCOUNTS
YEAR ENDED 30TH NOVEMBER 1998



Company No. 2986708 (England and Wales)

AUDITORS' REPORT TO SMC DESIGN AND DRAUGHTING SERVICES LIMITED
PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985.

We have examined the abbreviated accounts on pages 3 to 6 together with with the financial statements of SMC DESIGN AND DRAUGHTING SERVICES LIMITED prepared under section 226 of the Companies Act 1985 for the year ended 30th November 1998 .

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The directors are responsible for preparing the abbreviated accounts in accordance with Schedule 8 to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to the exemptions claimed in the directors' statement on page 2 and whether the abbreviated accounts have been properly prepared in accordance with that Schedule.

BASIS OF OPINION

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to the exemptions and that the abbreviated accounts have been properly prepared from those financial statements. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

OPINION

In our opinion the company is entitled under sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Section A of Part III of Schedule 8 to that Act in respect of the year ended 30th November 1998 and the abbreviated accounts on pages 3 to 6 have been properly prepared in accordance with that schedule.

On 23-8-99 we reported as auditors of SMC DESIGN AND DRAUGHTING SERVICES LIMITED to the members on the financial statements prepared under section 226 of the Companies Act 1985 for the year ended 30th November 1998 and our audit report was as follows:

We have audited the financial statements on pages 3 to 6 which have been prepared under the historical cost convention and the accounting policies set out on page 0 to 0.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 1 the company's directors are 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.

AUDITORS' REPORT TO SMC DESIGN AND DRAUGHTING SERVICES LIMITED
PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985.

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 directors 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 consider 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 30th November 1998 and of its profit (loss) for the year then ended and have been properly prepared in accordance with the Companies Act 1985.


ILIFFE, POULTER & Co.

CHARTERED ACCOUNTANTS
Registered Auditors

1A Bonington Road
Mapperley
Nottingham

23-8-99

SMC DESIGN AND DRAUGHTING SERVICES LIMITED

BALANCE SHEET AT 30TH NOVEMBER 1998

	Note	1998		1997	
		£	£	£	£
FIXED ASSETS	2				
Tangible Assets			31,384		20,513
CURRENT ASSETS					
Debtors	3	204,510		127,920	
Cash at bank and in hand		<u>505,067</u>		<u>162,261</u>	
		<u>709,577</u>		<u>290,181</u>	
CURRENT LIABILITIES					
Creditors: Falling due within one year		<u>397,448</u>		<u>173,544</u>	
		<u>397,448</u>		<u>173,544</u>	
NET CURRENT ASSETS			<u>312,129</u>		<u>116,637</u>
NET ASSETS			<u>343,513</u>		<u>137,150</u>
CAPITAL & RESERVES					
Called up share capital	5		2		2
Reserves			<u>343,511</u>		<u>137,148</u>
			<u>343,513</u>		<u>137,150</u>

The notes on pages 4 to 6 form part of these financial statements.

In preparing these abbreviated financial statements the directors have taken advantage of the exemptions conferred by Part III of Schedule 8 to the Companies Act 1985, and have done so on the grounds that, in their opinion, the company is entitled to the exemptions as a small company.

The financial statements were approved by the board on 23/08/99 and signed on it's behalf.



S. MCBALLANTINE
Director

SMC DESIGN AND DRAUGHTING SERVICES LIMITED

NOTES FORMING PART OF THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30TH NOVEMBER 1998

1. ACCOUNTING POLICIES

(a) Basis of preparation of financial statements

The financial statements are prepared under the historical cost convention and include the results of the company's operations which are continuing.

The company has taken advantage of the exemption in Financial Reporting Standard No.1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

(b) Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, net of Value Added Tax and trade discounts.

(c) 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 of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

All the following are on a straight line bases:

Office Equipment	25%
Fixtures and Fittings	15%

(d) Leasing and hire purchase

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

SMC DESIGN AND DRAUGHTING SERVICES LIMITED

NOTES FORMING PART OF THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30TH NOVEMBER 1998

(e) Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the profit and loss account as incurred.

(f) Stocks

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowances for obsolete and slow moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

(g) Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

(h) Deferred taxation

Provision is made for taxation deferred as a result of material timing differences between the incidence of income and expenditure for taxation and accounts purposes, using the liability method, only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the near future.

(i) Pension costs

The company operates a defined contribution pension scheme. The pension charge represents the amounts payable by the company to the fund in respect of the year.

SMC DESIGN AND DRAUGHTING SERVICES LIMITED

NOTES FORMING PART OF THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30TH NOVEMBER 1998

2. TANGIBLE FIXED ASSETS

	Motor Vehicles	Plant and Equipment	Total
	£	£	£
Cost:			
At 30/11/97	-	33,097	33,097
Additions	-	25,633	25,633
Disposals	-	(1,574)	(1,574)
At 30/11/98	-	57,156	57,156
Depreciation			
At 30/11/97	-	(12,584)	(12,584)
Charge for the year	-	(14,341)	(14,341)
Depreciation on disposals	-	1,153	1,153
At 30/11/98	-	(25,772)	(25,772)
Net Book Amount			
At 30/11/98	-	31,384	31,384
At 30/11/97	-	20,513	20,513

3. DEBTORS

All debtors are due within one year.

4. CREDITORS

All creditors are due within one year.

5. SHARE CAPITAL

	1998 £	1997 £
Authorised		
Ordinary shares of £1 per share	100,000	100,000
Allotted and fully paid:		
Ordinary shares of £1 per share	2	2

6. TRANSACTIONS WITH DIRECTORS

There were no transactions in which the directors had a beneficial interest.