Company registration number: SC044181

# DONALD SMITH AND SON (METALS) LIMITED

## ABBREVIATED ACCOUNTS 2000



AUDITORS' REPORT

TO DONALD SMITH AND SON (METALS) LIMITED

**Pursuant to section 247B of the Companies Act 1985**

We have examined the abbreviated accounts set out on pages 2 to 4 together with the full statutory accounts of the company for the year ended 31 January 2000 prepared under section 226 of the Companies Act 1985.

**Respective responsibilities of directors and auditors**
The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

**Basis of opinion**
We have carried out the procedures we consider necessary to confirm, by reference to the accounts, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the full statutory accounts.

**Opinion**
In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 4 are properly prepared in accordance with those provisions.

The Kelvin Partnership

Chartered Accountants
Registered Auditors

Glasgow G12 8HN

Date: 23 November 2000

DONALD SMITH AND SON (METALS) LIMITED

ABBREVIATED BALANCE SHEET

at 31 January 2000

| | Note | £ | 2000 £ | 1999 £ |
|---|---|---|---|---|
| **Fixed assets** | | | | |
| Tangible assets | 2 | | 22,902 | 29,990 |
| Investments | | | 229,903 | 198,867 |
| | | | 252,805 | 228,857 |
| **Current assets** | | | | |
| Debtors | | 642,076 | | 690,446 |
| Investments | | 2,835 | | - |
| Cash at bank | | 64,147 | | 149,000 |
| | | 709,058 | | 839,446 |
| **Creditors:** | | | | |
| Amounts falling due within one year | | 416,685 | | 523,608 |
| **Net current assets** | | | 292,373 | 315,838 |
| **Total assets less current liabilities** | | | 545,178 | 544,695 |
| **Capital and reserves** | | | | |
| Called up share capital | 4 | | 6 | 6 |
| Profit and loss account | | | 545,172 | 544,689 |
| | | | 545,178 | 544,695 |

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

Director D Smith

Approved by the Board on 23 November 2000

The notes on pages 3 and 4 form part of these abbreviated accounts

DONALD SMITH AND SON (METALS) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

at 31 January 2000

## 1. Accounting policies

**Basis of accounting**
The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards.

Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

**Turnover**
Turnover represents sales to outside customers at invoiced amounts less Value Added Tax.

**Depreciation**
The company's policy is to provide depreciation on its fixed assets at rates calculated to write off the cost of each asset over its expected useful life as follows:

| | |
|---|---|
| Equipment | 25% p.a. on reducing balance basis |
| Motor vehicle | 25% p.a. on reducing balance basis |

**Investments**
Investments are valued at the lower of cost and estimated net realisable value.

**Deferred taxation**
Provision is made for timing differences between the treatment of certain items for taxation and accounting purposes, except that no provision is made where it can be reasonably foreseen that such deferred taxation will not be payable in the future.

**Pensions**
The company operates a defined contribution pension scheme. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

DONALD SMITH AND SON (METALS) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

at 31 January 2000

## 2. Tangible assets

| Cost | £ |
|---|---|
| As at 31 January 1999 | 53,378 |
| Additions | 546 |
| As at 31 January 2000 | 53,924 |
| Aggregate depreciation | |
| As at 31 January 1999 | 23,388 |
| Charge for year | 7,634 |
| As at 31 January 2000 | 31,022 |
| Net book value | |
| As at 31 January 2000 | 22,902 |
| As at 31 January 1999 | 29,990 |

## 3. Secured debt

| The following secured debt is included within creditors: | 2000 £ | 1999 £ |
|---|---|---|
| Bank overdraft | - | 17,572 |

The bank overdraft is secured by a guarantee from D.S. (Lauderdale Properties) Limited, a wholly owned subsidiary company.

## 4. Share capital

| | Authorised | | Allotted, issued and fully paid | |
|---|---|---|---|---|
| | 2000 No. | 1999 No. | 2000 £ | 1999 £ |
| Ordinary shares of £1 each | 150,000 | 150,000 | 6 | 6 |