Company registration number: SC044181

DONALD SMITH AND SON (METALS) LIMITED

ABBREVIATED ACCOUNTS 2001



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 2001 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: 9 August 2001

DONALD SMITH AND SON (METALS) LIMITED

ABBREVIATED BALANCE SHEET

at 31 January 2001

	Note	£	2001 £	2000 £
Fixed assets				
Tangible assets	2		17,396	22,902
Investments			229,903	229,903
			247,299	252,805
Current assets				
Debtors		725,502		642,076
Investments		2,835		2,835
Cash at bank		95,000		64,147
		823,337		709,058
Creditors:				
Amounts falling due within one year		533,319		416,685
Net current assets			290,018	292,373
Total assets less current liabilities			537,317	545,178
Capital and reserves				
Called up share capital	4		6	6
Profit and loss account			537,311	545,172
			537,317	545,178

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 9 August 2001

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 2001

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.

DONALD SMITH AND SON (METALS) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

at 31 January 2001

2. Tangible assets

Cost	£
As at 31 January 2000	53,924
Addition	293
As at 31 January 2001	54,217
Aggregate depreciation	
As at 31 January 2000	31,022
Charge for year	5,799
As at 31 January 2001	36,821
Net book value	
As at 31 January 2001	17,396
As at 31 January 2000	22,902

3. Secured debt

The following secured debt is included within creditors:	2001 £	2000 £
Bank overdraft	26,192	-

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	
	2001 No.	2000 No.	2001 £	2000 £
Ordinary shares of £1 each	150,000	150,000	6	6