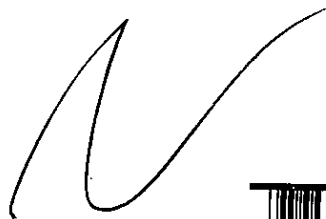


SPEEDMILL SERVICES LIMITED
ABBREVIATED FINANCIAL STATEMENTS
FOR
31 JULY 2000



WILLIAMSON & DUNN
Chartered Accountants & Registered Auditors
3 West Craibstone Street
Aberdeen

AB11 6YW

SPEEDMILL SERVICES LIMITED
ABBREVIATED FINANCIAL STATEMENTS
YEAR ENDED 31 JULY 2000

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SPEEDMILL SERVICES LIMITED

AUDITORS' REPORT TO THE COMPANY

PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 5, together with the financial statements of the company for the year ended 31 July 2000 prepared under Section 226 of the Companies Act 1985.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITORS

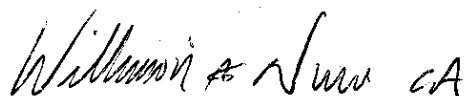
The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (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 report our opinion to you.

BASIS OF OPINION

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, 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 financial statements.

OPINION

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



WILLIAMSON & DUNN
Chartered Accountants
& Registered Auditors
3 West Craibstone Street
Aberdeen

AB11 6YW

Date: 1/5/2001

SPEEDMILL SERVICES LIMITED

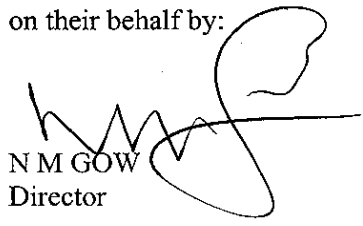
ABBREVIATED BALANCE SHEET

31 JULY 2000

	Note	2000 £	1999 £
FIXED ASSETS	2		
Tangible assets		38,433	112,393
CURRENT ASSETS			
Stocks		151,160	160,705
Debtors		115,320	96,665
		<u>266,480</u>	<u>257,370</u>
CREDITORS: Amounts falling due within one year	3	<u>(206,059)</u>	<u>(294,835)</u>
NET CURRENT ASSETS/(LIABILITIES)		60,421	(37,465)
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>98,854</u>	<u>74,928</u>
CREDITORS: Amounts falling due after more than one year		<u>(14,765)</u>	<u>-</u>
		<u>84,089</u>	<u>74,928</u>
CAPITAL AND RESERVES			
Called-up share capital	4	14,750	14,750
Share premium account		38,250	38,250
Other reserves		10,000	10,000
Profit and loss account		21,089	11,928
SHAREHOLDERS' FUNDS		<u>84,089</u>	<u>74,928</u>

These accounts have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These financial statements were approved by the directors on the 1st May 2001, and are signed on their behalf by:


N M GOW
Director

The notes on pages 3 to 5 form part of these financial statements.

SPEEDMILL SERVICES LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31 JULY 2000

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Plant and equipment	- Over 5 years
Joinery workshop	- Over 50 years
Motor vehicles	- Over 4 years

Land is not depreciated.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

SPEEDMILL SERVICES LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31 JULY 2000

1. ACCOUNTING POLICIES *(continued)*

Deferred taxation

Provision is made, under the liability method, to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred or accelerated is accounted for in respect of all material timing differences to the extent that it is considered that a net liability may arise.

2. FIXED ASSETS

	Tangible Fixed Assets £
COST	
At 1 August 1999	273,906
Additions	40,099
Disposals	(138,923)
At 31 July 2000	<u>175,082</u>
DEPRECIATION	
At 1 August 1999	161,513
Charge for year	17,059
On disposals	(41,923)
At 31 July 2000	<u>136,649</u>
NET BOOK VALUE	
At 31 July 2000	<u>38,433</u>
At 31 July 1999	<u>112,393</u>

3. CREDITORS: Amounts falling due within one year

The following liabilities disclosed under creditors falling due within one year are secured by the company:

	2000 £	1999 £
Bank loans and overdrafts	<u>10,154</u>	<u>63,362</u>

SPEEDMILL SERVICES LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31 JULY 2000

4. SHARE CAPITAL

Authorised share capital:

	2000	1999
	£	£
4,750 Ordinary shares of £1 each	4,750	4,750
20,000 5% non-cumulative redeemable preference shares of £1 each	20,000	20,000
	<u>24,750</u>	<u>24,750</u>

Allotted, called up and fully paid:

	2000		1999	
	No.	£	No.	£
Ordinary shares	4,750	4,750	4,750	4,750
5% non-cumulative redeemable preference shares	10,000	10,000	10,000	10,000
	<u>14,750</u>	<u>14,750</u>	<u>14,750</u>	<u>14,750</u>