

SMITH SCOTT MULLAN + ASSOCIATES LTD

ABBREVIATED FINANCIAL STATEMENTS

30 JUNE 2001

Registered number: 149821

McDONALD GORDON & CO. LTD

CHARTERED CERTIFIED ACCOUNTANTS

A handwritten signature in black ink, appearing to be 'N' or 'M', is written over the stamp area.

SMITH SCOTT MULLAN + ASSOCIATES LTD**ACCOUNTANTS' REPORT ON ABBREVIATED FINANCIAL STATEMENTS****Accountants' report
on the unaudited financial statements to the director of Smith Scott Mullan + Associates Ltd**

The following reproduces the text of the report prepared for the purposes of section 249A(1) of the Companies Act 1985 in respect of the company's annual financial statements, from which the abbreviated financial statements (set out on pages 2 to 3) have been prepared.

'As described on the balance sheet you are responsible for the preparation of the financial statements for the period ended 30th June 2001, set out on pages 2 to 3, and you consider that the company is exempt from an audit. In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.'



McDonald Gordon & Co.Ltd
Chartered Certified Accountants

4 October 2001

SMITH SCOTT MULLAN + ASSOCIATES LTD

ABBREVIATED BALANCE SHEET

at 30 June 2001

	Note	£	2001 £	£	2000 £
Fixed assets					
Tangible assets	2		41,730		14,866
Current assets					
Stocks		30,410		27,000	
Debtors		63,635		36,164	
Cash at bank and in hand		7,198		19,632	
			<u>101,243</u>	<u>82,796</u>	
Creditors: amounts falling due within one year			<u>(92,232)</u>	<u>(63,508)</u>	
Net current assets			9,011		19,288
Total assets less current liabilities			<u>50,741</u>		<u>34,154</u>
Creditors : amounts			(15,591)		-
Provision for liabilities and charges			-		(2,250)
			<u>35,150</u>		<u>31,904</u>
Capital and reserves					
Called up share capital	3		24,000		24,000
Profit and loss account			11,150		7,904
Total shareholders' funds			<u>35,150</u>		<u>31,904</u>

SMITH SCOTT MULLAN + ASSOCIATES LTD

ABBREVIATED BALANCE SHEET
(continued)

at 30 June 2001

The director considers that for the period ended 30 June 2001 the company was entitled to exemption under subsection 1 of section 249A of the Companies Act 1985. No member or members have deposited a notice requesting an audit for the current financial period under subsection 2 of section 249B of the Act.

The director acknowledges his responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial period and of its profit or loss for the financial period in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The abbreviated financial statements on pages 2 to 3 were approved by the board of directors on 4 October 2001 and signed on its behalf by:

Alistair Scott
Director

A handwritten signature in black ink, appearing to read 'Alistair Scott', written over a horizontal line.

SMITH SCOTT MULLAN + ASSOCIATES LTD
NOTES ON ABBREVIATED FINANCIAL STATEMENTS

30 June 2001

1 Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost convention.

The company has taken advantage of the exemption from preparing a cash flow statement as conferred by Financial Reporting Standard No. 1 (Revised 1996) on the grounds that it qualifies as a small company under the Companies Act 1985.

Turnover

Turnover represents the amount derived from the provision of goods and services after deduction of trade discounts and value added tax.

Intangible fixed assets

Goodwill represents the difference between the fair value of the consideration paid on acquisition of a business and the fair value of its separable net assets at the date of acquisition. Goodwill is amortised over its estimated useful life of 5 years straight line.

Tangible fixed assets

Depreciation of fixed assets is calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows:

Tenants improvements	4% straight line
Motor vehicles	25% reducing balance
Fixtures, fittings and equipment	25% reducing balance

Stocks and work in progress

Stocks are valued at the lower of cost and net realisable value.

Pensions

Defined contribution scheme

Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

Pension Contributions

The company make payments to a defined contributions pension scheme for the benefit of two directors and contributions to the personal pension scheme of the third director. These contributions are charged to the profit and loss account as incurred.

SMITH SCOTT MULLAN + ASSOCIATES LTD

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

30 June 2000

2 Fixed assets

	Intangible fixed assets £	Tangible fixed assets £	Total £
Cost			
1 July 2000	37,431	45,855	83,286
Additions	-	38,209	38,209
	<u>37,431</u>	<u>84,064</u>	<u>121,495</u>
30 June 2001			
Depreciation/Amortisation			
1 July 2000	37,431	30,989	68,420
Charge for the year	-	11,345	11,345
Impairment losses	-	-	-
	<u>37,431</u>	<u>42,334</u>	<u>79,765</u>
30 June 2001			
Net book amount			
30 June 2001	<u>-</u>	<u>41,730</u>	<u>41,730</u>
1 July 2000	<u>-</u>	<u>14,866</u>	<u>14,866</u>

3 Creditors

	2001 £	2000 £
Creditors include the following amounts:-		
Secured creditors:		
Bank overdrafts	47,468	25,140
Bank loan	<u>21,747</u>	<u>-</u>

The Clydesdale Bank plc holds a bond and floating charge over all assets of the company in respect of all sums due and two of the directors, A Scott and E Mullan have effected personal guarantees amounting to £40,000 each.

4 Called up share capital

	2001		2000	
	Number of shares	£	Number of shares	£
Authorised				
Ordinary shares of £1 each	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>
Allotted called up and fully paid				
Ordinary shares of £1 each	<u>24,000</u>	<u>24,000</u>	<u>24,000</u>	<u>24,000</u>

SMITH SCOTT MULLAN + ASSOCIATES LTD**NOTES ON ABBREVIATED FINANCIAL STATEMENTS****30 June 2001****5 Directors' interests and loans**

The directors have effected personal guarantees to the Clydesdale Bank amounting to £40,000 each.