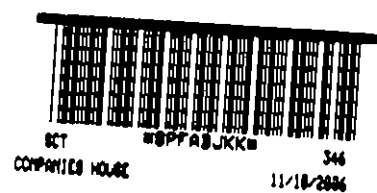


Registration number 149821

Smith Scott Mullan + Associates Ltd

Abbreviated accounts

for the year ended 30 June 2006



Smith Scott Mullan + Associates Ltd

**Abbreviated balance sheet
as at 30 June 2006**

		2006		Restated 2005	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	2		61,510		59,393
Current assets					
Debtors		327,420		253,269	
Cash at bank and in hand		99,400		73,315	
		<u>426,820</u>		<u>326,584</u>	
Creditors: amounts falling due within one year		<u>(173,558)</u>		<u>(155,286)</u>	
Net current assets			<u>253,262</u>		<u>171,298</u>
Total assets less current liabilities			<u>314,772</u>		<u>230,691</u>
Provisions for liabilities			<u>(5,494)</u>		<u>(6,289)</u>
Net assets			<u>309,278</u>		<u>224,402</u>
Capital and reserves					
Called up share capital	3		24,000		24,000
Profit and loss account			285,278		200,402
Shareholders' funds			<u>309,278</u>		<u>224,402</u>

The directors' statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet

The Balance Sheet for the year ended 30 June 2005 has been restated following the implementation of UITF40 which requires revenue to be recognised as contracts progress

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

Smith Scott Mullan + Associates Ltd

Abbreviated balance sheet (continued)

**Directors' statements required by Section 249B(4)
for the year ended 30 June 2006**

In approving these abbreviated accounts as directors of the company we hereby confirm

(a) that for the year stated above the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985 ,

(b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 30 June 2006 and

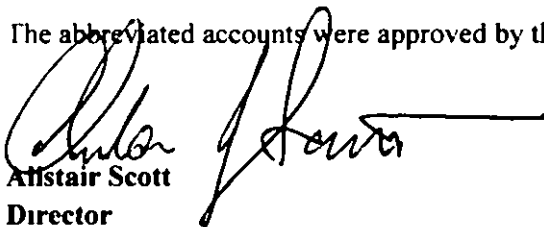
(c) that we acknowledge our responsibilities for

(1) ensuring that the company keeps accounting records which comply with Section 221, and

(2) 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 year and of its profit or loss for the year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company

These accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 and the Financial Reporting Standard for Smaller Entities (effective January 2005) relating to small companies

The abbreviated accounts were approved by the Board on **06 OCT 2006** and signed on its behalf by


Allstair Scott
Director

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

Smith Scott Mullan + Associates Ltd

**Notes to the abbreviated financial statements
for the year ended 30 June 2006**

1. Accounting policies

1.1. Accounting convention

The accounts are prepared under the historical cost convention and in accordance with applicable accounting standards, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005)

1.2. UITF40 Revenue Recognition and service contracts

On the basis of application note G issued by the ASB in November 2003, the company adopted the policy of valuing time based work in progress at selling price. However, following the issue of UITF40 and the clarification of same, revenue is now recognised on all contracts as the contract progresses, unless the outcome of the contract is contingent on an event outwith the control of the company. Work carried out for clients, which at the Balance Sheet date has not been received amounted to £101,217 and this has been included within turnover and also debtors, as amounts recoverable under contracts.

This change in accounting policy also requires that as per FRS3, a prior year adjustment is made. Work in progress at 30 June 2005 has been recalculated and the difference between the calculation on the old basis and the recalculation has been taken to reserves as a prior year adjustment.

1.3. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

1.4. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Tenants Improvements	4% Straight Line
Fixtures, fittings and equipment	25% Reducing Balance
Motor vehicles	25% Reducing Balance

1.5. Leasing

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. 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 constant periodic rates of charge on the net obligations outstanding in each period.

1.6. Pensions

The company makes payments to two defined contribution pensions schemes, one for the benefit of the directors, the other for the benefit of the staff. These contributions are charged to the profit and loss account as incurred.

1.7. Deferred taxation

Deferred taxation is provided in full in respect of the taxation effect of all timing differences which are capable of reversal in the future, calculated at rates at which it is expected that tax will arise.

Smith Scott Mullan + Associates Ltd

**Notes to the abbreviated financial statements
for the year ended 30 June 2006**

continued

2. Fixed assets	Intangible assets £	Tangible fixed assets £	Total £
Cost			
At 1 July 2005	37,431	133,930	171,361
Additions		19,886	19,886
At 30 June 2006	<u>37,431</u>	<u>153,816</u>	<u>191,247</u>
Depreciation Provision for diminution in value			
At 1 July 2005	37,431	74,537	111,968
Charge for year		17,769	17,769
At 30 June 2006	<u>37,431</u>	<u>92,306</u>	<u>129,737</u>
Net book values			
At 30 June 2006		61,510	61,510
At 30 June 2005		<u>59,393</u>	<u>59,393</u>
3. Share capital		2006 £	2005 £
Authorised			
100,000 Ordinary shares of 1 each		100,000	100,000
Allotted, called up and fully paid			
24,000 Ordinary shares of 1 each		<u>24,000</u>	<u>24,000</u>
Equity Shares			
24,000 Ordinary shares of 1 each		<u>24,000</u>	<u>24,000</u>

Smith Scott Mullan + Associates Ltd

**Notes to the abbreviated financial statements
for the year ended 30 June 2006**

continued

4. Transactions with directors

The directors and the spouse of a director are partners in a property letting partnership which is party to a lease with the company. The rent paid in the year amounted to £33,600 (2005 £30,300). In the opinion of the directors this rent reflects the open market value rental.

The directors have both effected personal guarantees to the Clydesdale Bank plc in the sum of £10,000 each.

The loan due at 30 June 2005, by Alistair Scott, director amounting to £7,000 was repaid during the year. This was the maximum owed during the year.