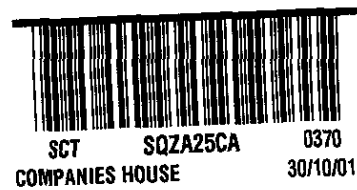


**BON-ACCORD ENGINEERING
SUPPLIES (CASPIAN) LIMITED**

Abbreviated accounts

Year ended 31 October 2000

**Deloitte & Touche
2 Queens Terrace
Aberdeen
AB10 1XL**



BON-ACCORD ENGINEERING SUPPLIES (CASPIAN) LIMITED

REPORT AND FINANCIAL STATEMENTS 2000

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**AUDITORS' REPORT TO BON-ACCORD ENGINEERING SUPPLIES
(CASPIAN) LIMITED PURSUANT TO SECTION 247B OF THE COMPANIES
ACT 1985**

We have examined the abbreviated accounts on pages 2 and 3 together with the financial statements of Bon-Accord Engineering Supplies (Caspian) Limited prepared under section 226 of the Companies Act 1985 for the year ended 31 October 2000.

Respective responsibilities of directors and auditors

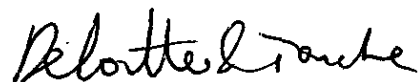
The directors are responsible for preparing the abbreviated accounts in accordance with sections 246(5) and (6) of the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to deliver abbreviated accounts prepared in accordance with those sections and whether the abbreviated accounts have been properly prepared in accordance with those provisions and to report our opinion to you.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts have been properly prepared from those financial statements. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled under sections 247, 247A and 249 of the Companies Act 1985 to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, in respect of the year ended 31 October 2000, and the abbreviated accounts on pages 2 and 3 have been properly prepared in accordance with those provisions.



Chartered Accountants and Registered Auditors
Date

29 October 2001

BON-ACCORD ENGINEERING SUPPLIES (CASPIAN) LIMITED

BALANCE SHEET 31 October 2000

	Note	2000 £	1999 £
CURRENT ASSETS			
Stocks		52,833	49,663
Debtors		52,818	9,830
Cash at bank and in hand		14,901	3,339
		<u>120,552</u>	<u>62,832</u>
CREDITORS: amounts falling due within one year		<u>(204,061)</u>	<u>(111,595)</u>
NET CURRENT LIABILITIES		<u>(83,509)</u>	<u>(48,763)</u>
CAPITAL AND RESERVES			
Called up share capital	2	2	2
Profit and loss account		<u>(83,511)</u>	<u>(48,765)</u>
TOTAL EQUITY SHAREHOLDERS' FUNDS		<u>(83,509)</u>	<u>(48,763)</u>

These accounts have been prepared in accordance with the special provisions relating to small companies under section 246 of the Companies Act 1985 with respect to the delivery of individual accounts.

Signed on behalf of the Board of Directors


Director

29/8/2001

NOTES TO THE BALANCE SHEET
31 October 2000

1. ACCOUNTING POLICIES

Accounting convention

The financial statements are prepared under the historical cost convention.

Basis of preparation of the financial statements

The financial statements have been prepared on the going concern basis as the parent company has undertaken to provide support whilst the company's business is developed.

Stocks

Stocks are stated at the lower of cost and net realisable value. Provision is made where necessary for obsolete, slow moving and defective stocks. Net realisable value is based on estimated selling price less all further costs to completion and all relevant marketing, selling and distribution costs.

2. CALLED UP SHARE CAPITAL

	2000 £	1999 £
Authorised 1,000 ordinary shares of £1 each	1,000	1,000
Called up, allotted and fully paid 2 ordinary shares	2	2

3. ULTIMATE PARENT COMPANY

The company's parent company is Bon-Accord Metal Supplies Limited, a company incorporated in Scotland.