

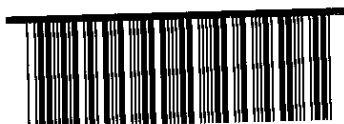
**BON ACCORD ENGINEERING SUPPLIES
(CASPIAN) LIMITED**

ABBREVIATED FINANCIAL STATEMENTS

31 OCTOBER 2001

Registered number: 192592

**MESTON REID & CO
CHARTERED ACCOUNTANTS
12 CARDEN PLACE
ABERDEEN AB10 1UR**



**SCT S5UW3FUZ 0461
COMPANIES HOUSE 12/11/02**

BON ACCORD ENGINEERING SUPPLIES(CASPIAN) LIMITED**Auditors' report to
Bon Accord Engineering Supplies (Caspian) Limited
under section 247B of the Companies Act 1985**

We have examined the abbreviated financial statements set out on pages 2 and 3, together with the financial statements of the company for the year ended 31 October 2001 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements 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 financial statements prepared in accordance with sections 246(5) and (6) of the Act to the Registrar of Companies and whether the financial statements 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 considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements to be delivered are properly prepared. 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 to deliver abbreviated financial statements prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements on pages 2 and 3 are properly prepared in accordance with those provisions.



Meston Reid & Co
Aberdeen AB10 1UR
Registered Auditors
Chartered Accountants
4 November 2002

BON ACCORD ENGINEERING SUPPLIES(CASPIAN) LIMITED

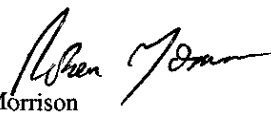
ABBREVIATED BALANCE SHEET

at 31 October 2001

	Note	2001 £	2000 £
Current assets			
Stocks		56,483	52,833
Debtors		19,397	52,818
Cash at bank and in hand		11,740	14,901
		<u>87,620</u>	<u>120,552</u>
Creditors: amounts falling due within one year		<u>(161,920)</u>	<u>(204,061)</u>
Net current liabilities		<u>(74,300)</u>	<u>(83,509)</u>
Total assets less current liabilities		<u>(74,300)</u>	<u>(83,509)</u>
Capital and reserves			
Called up share capital	2	2	2
Profit and loss account		<u>(74,302)</u>	<u>(83,511)</u>
Total shareholders' funds		<u>(74,300)</u>	<u>(83,509)</u>

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and the Financial Reporting Standard for Smaller Entities (effective March 2000).

The abbreviated financial statements on pages 2 and 3 were approved by the board of directors on 4 November 2002 and signed on its behalf by:


R. Morrison

continued

BON ACCORD ENGINEERING SUPPLIES(CASPIAN) LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31 October 2001

1 Accounting policies

Basis of accounting

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

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.

Basis of preparing the financial statements

Some of the figures contained in the financial statements are based on directors' estimates. The directors consider that the bases used in arriving at these estimates are reasonable and consistent with those adopted in previous years.

Turnover

Turnover represents the amount derived from the provision of goods and services falling within the company's activities after deduction of trade discounts.

Stocks

Stocks are valued at the lower of cost and net realisable value. Cost is computed on a first in first out basis.

Net realisable value is based on estimated selling price less the estimated cost of disposal.

Deferred taxation

Deferred taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

Foreign currencies

Transactions expressed in foreign currencies are translated into sterling and recorded at rates of exchange approximating to those ruling at the date of the transaction. Monetary assets and liabilities are translated at rates ruling at the balance sheet date.

All differences are taken to the profit and loss account.

2 Called up share capital

	2001		2000	
	Number of shares	£	Number of shares	£
Authorised				
Ordinary shares of £1	<u>1,000</u>	<u>1,000</u>	<u>1000</u>	<u>1000</u>
Allotted called up and fully paid				
Ordinary shares of £1	<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>

BON ACCORD ENGINEERING SUPPLIES(CASPIAN) LIMITED**NOTES ON ABBREVIATED FINANCIAL STATEMENTS****31 October 2001****3 Ultimate parent undertaking**

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

4 Related parties

Included in creditors is an amount of £159,920 (2000 £202,861) owed to Bon Accord Metal Supplies Limited. Bon Accord Metal Supplies Limited has a 100% interest in the shares of Bon Accord Engineering Supplies (Caspian) Limited.