Smart Tools Limited

Abbreviated accounts
for the year ended 31 December 2002



Smart Tools Limited

Company information

Director	PNJS Reekie
Secretary	Valerie A Rogers
Auditors	Henderson Loggie Chartered Accountants Royal Exchange Panmure Street Dundee DD1 1DZ
Solicitors	Blackadders 30 & 34 Reform Street Dundee DD1 1RJ
Bankers	Clydesdale Bank plc 177 High Street Arbroath DD11 1DP
Registered office	Baden Powell Road Kirkton Industrial Estate Arbroath DD11 3RD
Company number	212639

Independent auditors' report to the company pursuant to Section 247B of the Companies Act 1985

We have examined the abbreviated accounts set out on pages 3 to 5 together with the accounts of the company for the year ended 31 December 2002 prepared under section 226 of the Companies Act 1985.

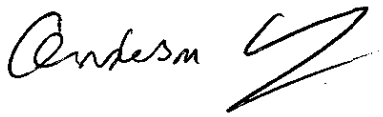
Respective responsibilities of directors and auditors
The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the Register of Companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of audit opinion
We have carried out the procedures we considered necessary to confirm, by reference to the accounts, 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 accounts.

Opinion
In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and(6) of the Companies Act 1985, and the abbreviated accounts on pages 3 to 5 are properly prepared in accordance with those provisions.

Other information
On 23 June 2003 we reported as auditors to the members of the company on the accounts prepared under Section 226 of the Companies Act 1985 and our report included the following paragraph:

Going concern
In forming our opinion, we have considered the adequacy of the disclosures made in note 1 of the accounts concerning continuing support of the bank and group companies. The accounts have been prepared on the going concern basis, the validity of which depends upon future funding being available. The accounts do not include any adjustments that would result from the company failing to obtain continuing support from its creditors. Our opinion is not qualified in this respect.



Henderson Loggie
Chartered Accountants
Registered Auditors
Dundee

23 June 2003

Smart Tools Limited

Balance sheet as at 31 December 2002

	Notes	2002 £	2001 £
Current assets			
Debtors		**10,410**	1,867
Creditors			
Amounts falling due within one year	2	**149,580**	44,119
Net current liabilities		**(139,170)**	(42,252)
Net liabilities		**(139,170)**	(42,252)
Capital and reserves			
Called up share capital	3	**100**	100
Profit and loss account		**(139,270)**	(42,352)
Shareholders' funds		**(139,170)**	(42,252)

The abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985.

The accounts were approved by the board on 23 June 2003 and signed on its behalf by:

PNJS Reekie
Director

The notes on pages 4 and 5 form part of these accounts.

Notes to the abbreviated accounts

1 Accounting policies

Basis of accounting

The accounts are prepared in accordance with applicable accounting standards using the historical cost convention and include the results of the company's operations as indicated in the directors' report, all of which are continuing.

These accounts have been prepared on the going concern basis, which assumes that the company will continue to trade. The validity of this assumption is dependent upon the continued support of the bank and group companies. If the company were unable to continue to trade, adjustments would have to be made to reduce the value of assets to their recoverable amount and to provide for any further liabilities that might arise.

Cash flow statement

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cashflow statement on the grounds that it is a small company.

Research and development

Expenditure on research and development is written off in the year that it is incurred.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction. Exchange differences are taken into account in arriving at operating profit.

Turnover

The company's turnover represents the value, excluding value added tax, of goods and services supplied to customers during the year.

2 Creditors – amounts falling due within one year

	2002	2001
	£	£
Secured creditors	**124,829**	38,764

Notes to the abbreviated accounts (continued)

3 Called up share capital

	2002 £	2001 £
Authorised		
Ordinary shares of £1 each	**1,000**	1,000
Allotted, called up and fully paid		
Ordinary shares of £1 each	**100**	100

4 Holding company

The parent company, which is also the ultimate holding company, is Reekie Engineering Limited, a company registered in Scotland. No one person has overall control of Reekie Engineering Limited.