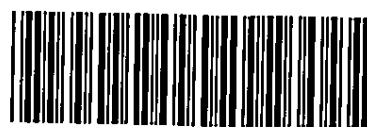


LATTY INTERNATIONAL LIMITED

**ABBREVIATED STATUTORY ACCOUNTS FOR THE YEAR ENDED
31 DECEMBER 2007**

Company No 2574066 (England and Wales)

SATURDAY



A34 "A409VYM2" 379
05/04/2008
COMPANIES HOUSE

INDEPENDENT AUDITORS' REPORT TO LATTY INTERNATIONAL LIMITED

UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 2 to 5, together with the full statutory accounts of the company for the year ended 31 December 2007 prepared under section 226 of the Companies Act 1985

This report is made solely to the company, in accordance with section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company, for our work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

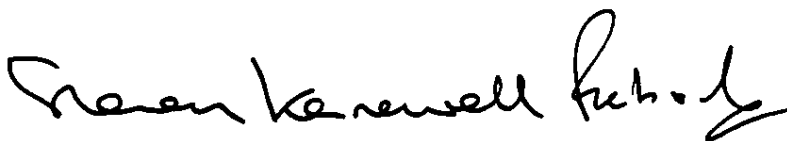
The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the Registrar of Companies 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 conducted our work in accordance with Bulletin 2006/3 'The special auditor's report on abbreviated accounts in the United Kingdom' issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider 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 full statutory accounts.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 5 are properly prepared in accordance with those provisions.

A handwritten signature in black ink, appearing to read 'Steven Kennewell', followed by a stylized flourish.

SLANEY, KENNEWELL, PICK & CO
Chartered Accountants and Registered Auditors
24 Exchange Street
RETFORD
Nottinghamshire
DN22 6DT

25 February 2008

LATTY INTERNATIONAL LIMITED

page 2

ABBREVIATED BALANCE SHEET AS AT 31 DECEMBER 2007

	<u>Note</u>	<u>2007</u>	<u>2006</u>
<u>FIXED ASSETS</u>			
Tangible Assets	2	9,985	11,985
<u>CURRENT ASSETS</u>			
Stocks and Work in Progress		123,662	111,979
Debtors		144,132	180,622
Cash at Bank and in Hand		<u>65,687</u>	<u>4,007</u>
		333,481	296,608
<u>CREDITORS</u> amounts falling due within one year	3	<u>158,947</u>	<u>172,868</u>
NET CURRENT ASSETS		<u>174,534</u>	<u>123,740</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		184,519	135,725
<u>CREDITORS</u> amounts falling due after more than one year	3	<u>100,000</u>	<u>102,239</u>
NET ASSETS		<u>£84,519</u>	<u>£33,486</u>
<u>CAPITAL AND RESERVES</u>			
Called up Share Capital	4	100,000	100,000
Profit and Loss Account		<u>(15,481)</u>	<u>(66,514)</u>
SHAREHOLDERS' FUNDS		<u>£84,519</u>	<u>£33,486</u>

The abbreviated financial statements, which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies were approved by the director on 25 February 2008


CXLATTY
Director

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

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED

31 DECEMBER 2007

1 ACCOUNTING POLICIES

Basis of Preparation of Financial Statements

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007)

Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, net of Value Added Tax and trade discounts

Tangible Fixed Assets and Depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases

Plant and Equipment	25% reducing balance basis
Computer Equipment	25% reducing balance basis

Leasing and Hire Purchase

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. 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 a constant periodic rate of charge on the net obligations outstanding in each period.

Operating Leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

Stocks and Work in Progress

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

Foreign Currencies

Monetary 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 the operating profit.

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED

31 DECEMBER 2007

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Deferred Taxation

The charge for taxation takes into account taxation deferred as a result of timing differences between the treatment of certain items for taxation and accounting purposes. In general, deferred taxation is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date. However, deferred tax assets are recognised only to the extent that the director considers that it is more likely than not that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred taxation is measured on a non-discounted basis at the average tax rates that would apply when the timing differences are expected to reverse, based on tax rates and laws that have been enacted by the balance sheet date.

Pensions

The company operates a defined contribution pension scheme for its director and certain employees. The pension charge represents the amount payable by the company to the scheme during the year.

2 FIXED ASSETS

**Tangible
Fixed
Assets**

Cost

At 1 January 2007	162,581
Additions	1,221
Disposals	-
At 31 December 2007	<u>163,802</u>

Depreciation

At 1 January 2007	150,596
On Disposals	-
Charge for year	<u>3,221</u>
At 31 December 2007	<u>153,817</u>
Net Book Value at 31 December 2007	<u>£9,985</u>
31 December 2006	<u>£11,985</u>

Included in net book value are assets held under hire purchase contracts of £3,997 (2006 £5,330).

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED

31 DECEMBER 2007

- 3 -

3	<u>CREDITORS</u>	<u>2007</u>	<u>2006</u>
	Creditors include the following:		
	Secured Creditors	<u>£11,587</u>	<u>£4,658</u>
4	<u>CALLED UP SHARE CAPITAL</u>	<u>2007</u>	<u>2006</u>
	<u>Authorised</u>		
	Ordinary Shares of £1	<u>£250,000</u>	<u>£250,000</u>
	<u>Allotted, Called Up and Fully Paid</u>		
	Ordinary Shares of £1	<u>£100,000</u>	<u>£100,000</u>

5 TRANSACTIONS WITH RELATED PARTIES

During the year the company paid rent of £20,923 (2006 - £20,184) to C X Latty, the director of the company and its holding company. The rent paid is in respect of the business premises from which the company trades.

6 CONTROL AND HOLDING COMPANY

The company is a wholly owned subsidiary of Latty International SA, a company registered in France.

Copies of the consolidated accounts may be obtained from

Latty International SA
57 bis
Rue de Versailles
FRANCE
F - 91400 ORSAY