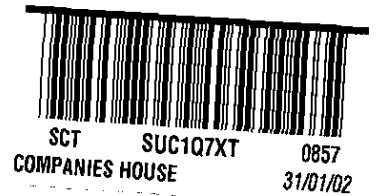


**ABBREVIATED FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 MARCH 2001**

**FOR**

**AN LANTAIR LIMITED**



**AN LANNTAIR LIMITED**

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**FOR THE YEAR ENDED 31 MARCH 2001**

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**AN LANNTAIR LIMITED**  
**COMPANY INFORMATION**  
**FOR THE YEAR ENDED 31 MARCH 2001**

**DIRECTORS:**

John Smith  
Justin Busbridge  
James Crawford  
David Currie  
David Green  
Malcolm Maclean (Co-opted)  
Calum Macdonald (Co-opted)  
John Angus Mackay  
Lynnette Clement  
Mary Smith  
Katie Mary Mackenzie Ex-officio  
Deirdre Macdonald

**SECRETARY:**

Roddy Murray

**REGISTERED OFFICE:**

Town Hall  
Stornoway  
Isle of Lewis  
HS1 2BX

**REGISTERED NUMBER:**

SC091075 (Scotland)

**AUDITOR:**

Calum Macdonald  
Chartered Accountant and  
Registered Auditor  
63 Kenneth Street  
Stornoway  
Isle of Lewis  
HS1 2DS

**AN LANNTAIR LIMITED**

**REPORT OF THE INDEPENDENT AUDITOR TO**  
**AN LANNTAIR LIMITED**  
**UNDER SECTION 247B OF THE COMPANIES ACT 1985**

I have examined the abbreviated financial statements on pages three to five, together with the full financial statements of the company for the year ended 31 March 2001 prepared under Section 226 of the Companies Act 1985.

**Respective responsibilities of directors and auditor**

The directors are responsible for preparing the abbreviated financial statements in accordance with Section 246 of the Companies Act 1985. It is my 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 my opinion to you.

**Basis of audit opinion**

I have carried out the procedures I consider 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 my work for the purpose of this report did not include examining or dealing with events after the date of my report on the full financial statements.

**Opinion**

In my 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 three to five are properly prepared in accordance with those provisions.

**Other information**

On 8 October 2001 I reported, as auditor to the members of the company on the financial statements for the year ended 31 March 2001 prepared under Section 226 of the Companies Act 1985, and my report included the following paragraph:

**"Fundamental uncertainty**

In forming my opinion, I have considered the adequacy of the disclosures made in the financial statements concerning the development of the project to build a new Arts Centre in Stornoway Town Centre. The terms of the grant assistance awarded by the government funding agencies involved provide for the recovery of funds advanced should the project not be completed. The financial statements have been prepared on the going concern basis, the validity of which depends on the approval by the Scottish Arts Council of the resubmitted building design. The financial statements do not include any adjustments that would result from the building design not being approved. Details of the circumstances relating to this fundamental uncertainty are described in the accounting policies on page 7 under the heading "Basis of preparing the financial statements". My opinion is not qualified in this respect."



Calum Macdonald  
Chartered Accountant and  
Registered Auditor  
63 Kenneth Street  
Stornoway  
Isle of Lewis  
HS1 2DS

Dated: 8 October 2001

**AN LANNTAIR LIMITED**

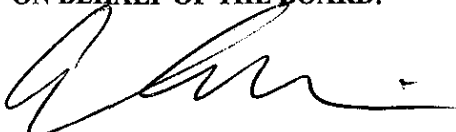
**ABBREVIATED BALANCE SHEET**

**31 MARCH 2001**

<u>31.3.00</u>				<u>31.3.01</u>
£	£		Notes	£
		<b>FIXED ASSETS:</b>		
695,765		Tangible assets	2	948,152
<u>-</u>		Investments	3	<u>23,022</u>
695,765				971,174
		<b>CURRENT ASSETS:</b>		
	-	Stocks		7,097
	25,241	Debtors		1,080
	<u>90,084</u>	Cash at bank		<u>174,714</u>
	115,325			182,891
	<u>40,436</u>	<b>CREDITORS:</b> Amounts falling due within one year	4	<u>93,030</u>
<u>74,889</u>		<b>NET CURRENT ASSETS:</b>		<u>89,861</u>
		<b>TOTAL ASSETS LESS CURRENT LIABILITIES:</b>		
770,654				1,061,035
		<b>CREDITORS:</b> Amounts falling due after more than one year	4	
<u>618,700</u>				<u>877,676</u>
<u>£151,954</u>				<u>£183,359</u>
		<b>RESERVES:</b>		
165,200		Designated funds		197,436
<u>(13,246)</u>		General unrestricted funds		<u>(14,077)</u>
<u>£151,954</u>				<u>£183,359</u>

These abbreviated financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

**ON BEHALF OF THE BOARD:**



John Smith - DIRECTOR

Approved by the Board on 8/10/2001

The notes form part of these financial statements

**AN LANNTAIR LIMITED**

**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2001**

**1. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

These financial statements have been prepared under the historical cost convention, as modified by the revaluation of fixed asset investments at market value, and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000), the Companies Act 1985 and follow the recommendations in Accounting and Reporting by Charities: Statement of Recommended Practice issued in October 2000. The charity secured funding to build a new Arts Centre on the Louis Carnegie Site in Stornoway Town Centre. The building design has been revised as the cost estimates received at August 2000 were significantly in excess of the funding which was in place. The revised building design is in the process of being resubmitted to Scottish Arts Council for approval. The directors are confident that the revised design will be approved and that they will be successful in completion of the project, and therefore considers it appropriate to prepare the financial statements on the going concern basis, which assumes the charity will continue in operational existence for the foreseeable future.

**Grants**

Grants generated to support the objects of the charity and without further specified purpose are taken to Revenue Account in that period. Government grants received which are related to capital expenditure are capitalised in the Balance Sheet under Creditors due after more than one year and are released to the Revenue Account on the same basis as the related capital expenditure is depreciated.

**Designated funds**

Designated funds are unrestricted funds earmarked by the directors for particular purposes. Revenue expenditure related to the specified purpose is charged to the fund. Capital expenditure is capitalised in fixed assets.

**Charitable expenditure**

Direct charitable expenditure includes all expenditure in pursuance of the charity's objects.

**Management and administration**

A proportion of the staff and overhead costs are attributed to management and administration cost based on an evaluation of the element of staff which is not spent on charitable aims.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold land	- not provided
Assets Under Construction	- not provided
Tenant's improvements	- 5% on reducing balance
Exhibition equipment	- 20% on cost
Office equipment	- 25% on cost

**Investments**

Investments held as fixed assets are revalued at the balance sheet date and the gain or loss taken to the Statement of Financial Activities.

**Stocks**

Stocks are stated at the lower of cost and net realisable value. Publication production costs are written off to Revenue Account in the period in which they are incurred.

**AN LANNTAIR LIMITED**

**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2001**

**2. TANGIBLE FIXED ASSETS**

	<b><u>Total</u></b>
	<b>£</b>
<b>COST:</b>	
At 1 April 2000	733,503
Additions	<u>257,024</u>
At 31 March 2001	<u>990,527</u>
<b>DEPRECIATION:</b>	
At 1 April 2000	37,738
Charge for year	<u>4,637</u>
At 31 March 2001	<u>42,375</u>
<b>NET BOOK VALUE:</b>	
At 31 March 2001	<u>948,152</u>
At 31 March 2000	<u>695,765</u>

**3. FIXED ASSET INVESTMENTS**

	<b>£</b>
<b>COST:</b>	
Additions	<u>27,306</u>
At 31 March 2001	<u>27,306</u>
<b>PROVISIONS:</b>	
Provision during year	<u>4,284</u>
At 31 March 2001	<u>4,284</u>
<b>NET BOOK VALUE:</b>	
At 31 March 2001	<u>23,022</u>

**4. SECURED DEBTS**

Standard security over the Louis Carnegie Site has been granted to the Scottish Arts Council as part of the funding agreement for the proposed Arts Centre.

**5. LIMITED BY GUARANTEE**

The company does not have a share capital and is limited by guarantee. The liability of members is limited to £1 each. At 31 March 2001 the company had 12 board members.