

LARSEN AND ROSS NORTH LIMITED
(REGISTERED IN SCOTLAND NUMBER 123991)
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31ST MARCH 2004



AUDITORS' REPORT TO LARSEN AND ROSS NORTH LIMITED

UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 2 to 4, together with the full accounts of the company for the year ended 31st March 2004 prepared under section 226 of the Companies Act 1985.

This report is made solely to the members of the company, in accordance with s247B 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 section 246(5) and (6) of the Act to the Registrar 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 OPINION

We have carried out the procedures we considered necessary to confirm, by reference to the full 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 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 2 to 4 are properly prepared in accordance with those provisions.


Johnston Carmichael
Chartered Accountants,
Registered Auditors,
Nevis House
Beechwood Park
Inverness.
IV2 3BW

19 Janug 2005

LARSEN AND ROSS NORTH LIMITED

BALANCE SHEET

AT 31ST MARCH 2004

	Note	2004 £	2003 £
FIXED ASSETS			
Tangible fixed assets	3	176,139	178,793
CURRENT ASSETS			
Other debtors		2,729	203
Cash at bank and in hand		77	550
		<u>2,806</u>	<u>753</u>
CREDITORS			
Amounts falling due within one year	4	104,946	93,724
NET CURRENT LIABILITIES		<u>(102,140)</u>	<u>(92,971)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		73,999	85,822
CREDITORS			
Amounts falling due after more than one year	5	88,775	99,458
NET LIABILITIES		<u>(14,776)</u>	<u>(13,636)</u>
CAPITAL AND RESERVES			
Share capital	6	2	2
Profit and loss account		(14,778)	(13,638)
		<u>(14,776)</u>	<u>(13,636)</u>

We have relied on the exemptions for individual accounts on the grounds that the Company is entitled to the benefit of those exemptions as a Small Company.

The accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The financial statements on pages 2 to 4 were approved by the Board of Directors on 15 January 2005, and were signed on its behalf by:

S. Frank, Ross **DIRECTOR**

LARSEN AND ROSS NORTH LIMITED

NOTES TO THE ACCOUNTS

31 MARCH 2004

1. FUNDAMENTAL ACCOUNTING CONCEPT

Notwithstanding the deficiency of net assets these accounts have been prepared on a going concern basis, as the holding company has undertaken to defer settlement of sums due to them in order that the interests of third party creditors are protected.

2. ACCOUNTING POLICIES

a) Accounting Convention

The accounts are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

b) Depreciation

The cost of fixed assets is written off over their expected useful lives as follows:-

Buildings - 2% straight line

No depreciation is provided on freehold land.

c) Deferred taxation

Deferred tax is provided in full on timing differences which result in an obligation at the balance sheet date to pay more tax, or right to pay less tax, at a future date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in the financial statements. Deferred tax assets are recognised to the extent that it is regarded as more likely than not they will be recovered. Deferred tax assets and liabilities are not discounted.

LARSEN AND ROSS NORTH LIMITED

NOTES TO THE ACCOUNTS

31 MARCH 2004

3. FIXED ASSETS

	COST £	DEPRECIATION £	NET BOOK VALUE £
Freehold Property			
At 31st March 2003	182,707	3,914	178,793
Additions	-	-	-
Depreciation charge for year	-	2,654	(2,654)
	<hr/>	<hr/>	<hr/>
At 31st March 2004	182,707	6,568	176,139
	<hr/>	<hr/>	<hr/>

The directors consider that the book value of the freehold property is not materially different from its market value.

Included in Freehold Property is £50,000 in respect of land which has not been depreciated.

4. CREDITORS - amounts falling due within one year

Included in Creditors, amounts falling due within one year are bank loans of £10,378 (2003: £9,784) which are secured over the assets of the company.

5. CREDITORS - amounts falling due after more than one year

Included in Creditors, amounts falling due after more than one year is a bank loan of £88,775 (2003: £99,458) which is secured over the assets of the company, £40,793 (2003: £54,218) of this loan is repayable by instalments in more than 5 years.

6. SHARE CAPITAL

	Authorised 2004 & 2003 £	Allotted, Called up and fully paid 2004 & 2003 £
Ordinary shares of £1 each	500,000	2
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7. HOLDING COMPANY

The ultimate holding company is Larsen and Ross Limited, a company registered in Scotland.