

**LARSEN AND ROSS NORTH LIMITED**  
**(REGISTERED IN SCOTLAND NUMBER 123991)**  
**ABBREVIATED ACCOUNTS**  
**FOR THE YEAR ENDED 31ST MARCH 2002**



**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 2002 prepared under section 226 of the Companies Act 1985.

**RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS**

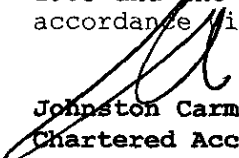
The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with section 246(5) and (6) 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

6 January 2002

**LARSEN AND ROSS NORTH LIMITED**

**BALANCE SHEET**

**AT 31ST MARCH 2002**

	Note	2002 £	2001 £
<b>FIXED ASSETS</b>			
Tangible fixed assets	3	174,722	-
<b>CURRENT ASSETS</b>			
Cash at bank and in hand		74	2
		<hr/> 74	<hr/> 2
<b>CREDITORS</b>			
Amounts falling due within one year	4	71,170	-
		<hr/>	<hr/>
<b>NET CURRENT (LIABILITIES)/ASSETS</b>		(71,096)	2
		<hr/>	<hr/>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		103,626	2
<b>CREDITORS</b>			
Amounts falling due after more than one year	5	109,285	-
		<hr/>	<hr/>
<b>NET (LIABILITIES)/ASSETS</b>		(5,659)	2
		<hr/>	<hr/>
<b>CAPITAL AND RESERVES</b>			
Share capital	6	2	2
Profit and loss account		(5,661)	-
		<hr/>	<hr/>
		(5,659)	2
		<hr/>	<hr/>

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 March 2000).

The financial statements on pages 2 to 4 were approved by the Board of Directors on 13 December 2002, and were signed on its behalf by:



**DIRECTOR**

**LARSEN AND ROSS NORTH LIMITED**

**NOTES TO THE ACCOUNTS**

**31 MARCH 2002**

**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 March 2000).

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

The company has implemented FRS19 Deferred Tax during 2002 which has required a change in accounting policy from partial provision to full provision. In accordance with the standard 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.

This change in the accounting policy has no effect on the results of the prior period.

**LARSEN AND ROSS NORTH LIMITED**

**NOTES TO THE ACCOUNTS**

**31 MARCH 2002**

**3. FIXED ASSETS**

	COST £	DEPRECIATION £	BOOK VALUE £
Freehold Property			
At 31st March 2001	-	-	-
Additions	175,982	-	175,982
Amortisation charge for year	-	1,260	(1,260)
	<hr/>	<hr/>	<hr/>
At 31st March 2002	175,982	1,260	174,722
	<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 £9,249 (2001: £nil) 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 are bank loans of £109,285 (2001: £nil) which are secured over the assets of the company.

**6. SHARE CAPITAL**

	Authorised 2002 & 2001 £	Allotted, Called up and fully paid 2002 & 2001 £
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.