LONID LIMITED

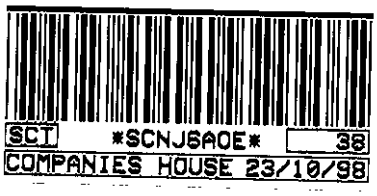
(Company Number: SC076413)

ABBREVIATED

FINANCIAL STATEMENTS

31st December 1997





LONID LIMITED

DIRECTOR:

A Jones (Chairman and Managing Director)

SECRETARY:

S A Jones
25 The Hastings
Lancaster

BANKERS:

Bank of Scotland
166 Market Street
Aberdeen

AUDITOR:

R F Heiton C.A.
76 High Street
Inverurie
Aberdeenshire

REGISTERED OFFICE:

76 High Street
Inverurie
Aberdeenshire

REPORT AND ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31st DECEMBER 1997

REPORT OF THE AUDITOR TO THE DIRECTORS OF LONID LIMITED

I have examined the abbreviated accounts on pages 4 to 8 together with the full accounts of Lonid Limited for the year ended 31st December 1997. The scope of my work for the purposes of this report was limited to confirming that the company is entitled to the exemptions claimed in the directors' statement on page 5 and that the abbreviated accounts have been properly prepared from the full accounts.

In my opinion the company is entitled under Sections 246 and 247 of the Companies Act 1985, as amended, to the exemptions conferred by Section A of Part III of Schedule 8 to that Act in respect of the year ended 31st December 1997 and the abbreviated accounts on pages 4 to 8 have been properly prepared in accordance with that schedule.

As auditor of Lonid Limited I reported to the members on 16th October 1998 on the full accounts prepared under Section 226 of the Companies Act 1985, as amended, for the year ended 31st December 1997 and my audit report was as follows:-

"I have audited the Financial Statements on pages 4 to 8 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

Respective responsibilities of directors and auditors

As described on page 5 the company's director is responsible for the preparation of the financial statements. It is my responsibility to form an independent opinion, based on my audit, on those statements and to report my opinion to you.

Basis of opinion

I have conducted my audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the director in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

I planned and performed my audit so as to obtain all the information and explanations which I considered necessary in order to provide me with sufficient evidence to give reasonable assurance as to whether the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming my opinion I also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In my opinion the financial statements give a true and fair view of the state of the company's affairs as at 31st December 1997 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies."



76 High Street
INVERURIE
Aberdeenshire
16th October 1998

R.F. Heiton
Chartered Accountant
Registered Auditor

LONID LIMITED

ABBREVIATED BALANCE SHEET as at 31st December 1997

1996 £		Note	£	£	£
	FIXED ASSETS				
13236	TANGIBLE ASSETS	2			14636
	CURRENT ASSETS				
4071	Debtors	3		4801	
26047	Bank Accounts			26356	
30118				31157	
	Less: CREDITORS: amounts falling due within one year				
4000	Borrowings	4	3333		
14709	Creditors	5	12899		
18709				16232	
11409	NET CURRENT ASSETS				14925
24645	TOTAL ASSETS LESS CURRENT LIABILITIES				29561
	Less: CREDITORS: amounts falling due after more than one year				
1333	Borrowings	4		-	
649	Creditors	5		510	
1982					510
22663	TOTAL ASSETS				29051
=====					=====
	Represented by:-				
	CAPITAL AND RESERVES				
100	CALLED UP SHARE CAPITAL	6			100
22563	PROFIT AND LOSS ACCOUNT	7			28951
22663					29051
=====					=====

The directors...

The director acknowledges his responsibilities for:

a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985.

b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year, and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

In preparing these financial statements, the director has taken advantage of the exemptions conferred by Section A of Part III of Schedule 8 to the Companies Act 1985, on the grounds that in the director's opinion the company qualifies as a small company.

In preparing these financial statements, the director has taken advantage of the special exemptions applicable to small companies conferred by Part I of Schedule 8 to the Companies Act 1985. The director has done so on the grounds that, in his opinion, the company is entitled to the benefits of those exemptions because it meets the qualifying conditions for small companies as stated in Section 247 of the Companies Act 1985.

Signed on behalf of the Board of Directors:-



A JONES DIRECTOR

15th October 1998

The attached notes form part of these Accounts.

LONID LIMITED
NOTES ON THE ABBREVIATED FINANCIAL STATEMENTS
for the year ended 31st December 1997

1. PRINCIPAL ACCOUNTING POLICIES

The following accounting policies have been applied consistently with the previous year in dealing with items which are considered material in relation to the company's accounts:-

a. Basis of Accounting –

The financial statements have been prepared under the historical cost convention basis of accounting.

b. Depreciation –

Depreciation is calculated so that assets are written down to their anticipated residual values over their estimated useful lives by equal annual instalment from the date when such assets are brought into use. These useful lives are as follows:-

Motor Vehicles	5 Years
Office Equipment and Fittings	5 Years

c. Deferred Taxation –

Deferred Taxation is provided where a liability may be expected to arise in the foreseeable future on the liability method at the corporation tax rate ruling at the financial year end to take account of timing differences between the depreciation on fixed assets for accounts purposes and their depreciation for corporation tax purposes.

d. Leasing and Hire Purchase Agreements –

Assets obtained under finance leases or hire purchase contracts are capitalised in the balance sheet and are depreciated over their useful lives. The interest element of the rental obligations is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding.

e. Cash Flow Statement –

Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

LONID LIMITED

NOTES ON THE ABBREVIATED FINANCIAL STATEMENTS

for the year ended 31st December 1997

2. TANGIBLE FIXED ASSETS

	Motor Vehicles	Office Equipment and Fittings	Total	1996
	£	£	£	£
Cost				
At 31/12/96	13250	1217	14467	13967
Sold	(13250)	-	(13250)	(12750)
Purchased	14995	-	14995	13250
At 31/12/97	14995	1217	16212	14467
Depreciation				
At 31/12/96	368	863	1231	9097
Adjustment on Sales	(368)	-	(368)	(8322)
Charge for Year	625	88	713	456
At 31/12/97	625	951	1576	1231
Book Value				
At 31/12/97	14370	266	14636	13236
At 31/12/96	12882	354	13236	

The motor vehicle is the subject of a finance loan.

3. DEBTORS

		1996
	£	£
Trade Debtors	4801	4071

4. BORROWINGS

		1996
	£	£
Finance Loan	3333	5333
The finance loan is repayable as follows:-		
Within one year	3333	4000
Between one and two years	-	1333
	3333	5333

LONID LIMITED

NOTES ON THE ABBREVIATED FINANCIAL STATEMENTS

for the year ended 31st December 1997

5. CREDITORS

	£	1996 £
Amounts falling due within one year:-		
Trade Creditors	5259	4746
Other Taxation and Social Security	2196	2957
Corporation Tax	3685	4600
Accruals and Provisions	1695	1760
Director's Current Account	64	646
	12899	14709
Amount falling due after more than one year		
Deferred Tax	510	649
	13409	15358

6. CALLED UP SHARE CAPITAL

	£	1996 £
AUTHORISED:		
100 Shares of £1 each	100	100
ISSUED AND FULLY PAID	£	£
100 Shares of £1 each	100	100

7. PROFIT AND LOSS ACCOUNT

	£	1996 £
At Beginning	22563	15818
Net Profit of the Year	6388	6745
At 31st December 1997	28951	22563

8. CAPITAL COMMITMENTS

There were no capital expenditure commitments at 31st December 1997. (1996 - £NIL).

9. CONTINGENT LIABILITIES

There were no contingent liabilities at 31st December 1997. (1996 - £NIL).