

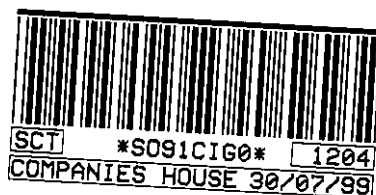
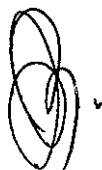
**LOCH NESS MONSTER EXHIBITION CENTRE
LIMITED**

ABBREVIATED FINANCIAL STATEMENTS

31 OCTOBER 1998

Stuart & Munro

STUART & MUNRO
Chartered Accountants & Registered Auditors



LOCH NESS MONSTER EXHIBITION CENTRE LIMITED

AUDITORS' REPORT TO THE COMPANY

PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 4, together with the financial statements of the company for the year ended 31 October 1998 prepared under Section 226 of the Companies Act 1985.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITORS

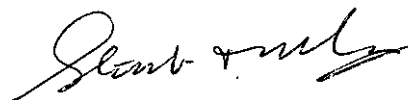
The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and report our opinion to you.

BASIS OF OPINION

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, 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 financial statements.

OPINION

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act, and the abbreviated accounts on pages 2 to 4 are properly prepared in accordance with those provisions.



STUART & MUNRO
Chartered Accountants
& Registered Auditors

20 July 1999

LOCH NESS MONSTER EXHIBITION CENTRE LIMITED

ABBREVIATED BALANCE SHEET

31 OCTOBER 1998

	Note	1998	1997
		£	£
FIXED ASSETS	2		
Tangible assets		2,635,764	2,125,754
CURRENT ASSETS			
Debtors		240,277	115,870
Cash at bank and in hand		600	1,100
		<u>240,877</u>	<u>116,970</u>
CREDITORS: Amounts falling due within one year	3	<u>(914,688)</u>	<u>(269,692)</u>
NET CURRENT LIABILITIES		(673,811)	(152,722)
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,961,953</u>	<u>1,973,032</u>
CREDITORS: Amounts falling due after more than one year	4	(646,875)	(684,375)
GOVERNMENT GRANTS	5	-	(1,391)
		<u>1,315,078</u>	<u>1,287,266</u>
CAPITAL AND RESERVES			
Called-up equity share capital	6	100	100
Revaluation reserve		907,251	907,251
Profit and loss account		407,727	379,915
SHAREHOLDERS' FUNDS		<u>1,315,078</u>	<u>1,287,266</u>

These accounts have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective March 1999).

These financial statements were approved by the directors on the 20 July 1999 and are signed on their behalf by:



RA BREMNER

LOCH NESS MONSTER EXHIBITION CENTRE LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31 OCTOBER 1998

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain fixed assets, and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 1999), subject to the departures referred to below.

Turnover

Turnover comprises the value of services supplied by the company exclusive of VAT.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Fixtures and fittings	- Ranging from 5% to 20% of NBV
Motor vehicles	- 25% of NBV

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account.

Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

2. FIXED ASSETS

	Tangible Fixed Assets £
COST OR VALUATION	
At 1 November 1997	2,344,657
Additions	553,970
Disposals	(10,420)
At 31 October 1998	<u>2,888,207</u>
DEPRECIATION	
At 1 November 1997	218,903
Charge for year	38,802
On disposals	(5,262)
At 31 October 1998	<u>252,443</u>
NET BOOK VALUE	
At 31 October 1998	<u>2,635,764</u>
At 31 October 1997	<u>2,125,754</u>

LOCH NESS MONSTER EXHIBITION CENTRE LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31 OCTOBER 1998

2. FIXED ASSETS *(continued)*

As a result of depreciation not being charged on the property, the accounts do not comply with Statement of Standard Accounting Practice Number 12.

3. CREDITORS: Amounts falling due within one year

The following liabilities disclosed under creditors falling due within one year are secured by the company:

	1998 £	1997 £
Bank loans and overdrafts	<u>822,076</u>	<u>99,171</u>

4. CREDITORS: Amounts falling due after more than one year

The following liabilities disclosed under creditors falling due after more than one year are secured by the company:

	1998 £	1997 £
Bank loans and overdrafts	<u>646,875</u>	<u>684,375</u>

Included within creditors falling due after more than one year is an amount of £496,875 (1997 - £534,375) in respect of liabilities which fall due for payment after more than five years from the balance sheet date.

5. GOVERNMENT GRANTS

	1998 £	1997 £
Received and receivable	4,173	4,173
Amortisation	<u>4,173</u>	<u>2,782</u>
	<u>-</u>	<u>1,391</u>

6. SHARE CAPITAL

Authorised share capital:

	1998 £	1997 £
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

Allotted, called up and fully paid:

	1998 £	1997 £
Ordinary share capital	<u>100</u>	<u>100</u>