

**LOCH NESS MONSTER
EXHIBITION CENTRE LIMITED**

ABBREVIATED ACCOUNTS

31 OCTOBER 2008



RITSONS

Chartered Accountants & Registered Auditor
27 Huntly Street
Inverness
IV3 5PR

LOCH NESS MONSTER EXHIBITION CENTRE LIMITED

ABBREVIATED ACCOUNTS

YEAR ENDED 31 OCTOBER 2008

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LOCH NESS MONSTER EXHIBITION CENTRE LIMITED
INDEPENDENT AUDITOR'S REPORT TO LOCH NESS MONSTER
EXHIBITION CENTRE LIMITED

UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts, together with the financial statements of Loch Ness Monster Exhibition Centre Limited for the year ended 31 October 2008 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with Section 247B 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 auditor's 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 AUDITOR

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 abbreviated accounts have been properly prepared in accordance with those provisions and to report our opinion to you.

BASIS OF OPINION

We conducted our work in accordance with Bulletin 2006/3 "The special auditor's report on abbreviated accounts in the United Kingdom" issued by the Auditing Practices Board. In accordance with that Bulletin 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.

We have undertaken the audit in accordance with the requirements of APB Ethical Standards including APB Ethical Standard - Provisions Available for Small Entities, in the circumstances set out in note 5 to 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 Companies Act 1985, and the abbreviated accounts have been properly prepared in accordance with those provisions.

27 Huntly Street
Inverness
IV3 5PR

27th August, 2009



RITSONS
Chartered Accountants
& Registered Auditor

LOCH NESS MONSTER EXHIBITION CENTRE LIMITED

ABBREVIATED BALANCE SHEET

31 OCTOBER 2008

	Note	2008 £	2007 £
FIXED ASSETS	2		
Intangible assets		7,448	-
Tangible assets		4,305,991	4,368,196
		<u>4,313,439</u>	<u>4,368,196</u>
CURRENT ASSETS			
Stocks		9,622	7,295
Debtors		371,642	131,443
Cash at bank and in hand		2,323	2,404
		<u>383,587</u>	<u>141,142</u>
CREDITORS: Amounts falling due within one year	3	<u>2,678,677</u>	<u>2,385,894</u>
NET CURRENT LIABILITIES		<u>(2,295,090)</u>	<u>(2,244,752)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2,018,349</u>	<u>2,123,444</u>
PROVISIONS FOR LIABILITIES		30,621	30,018
GOVERNMENT GRANTS	4	<u>16,684</u>	<u>39,460</u>
		<u>1,971,044</u>	<u>2,053,966</u>
CAPITAL AND RESERVES			
Called-up equity share capital	7	100	100
Revaluation reserve		1,883,698	1,902,920
Profit and loss account		87,246	150,946
SHAREHOLDERS' FUNDS		<u>1,971,044</u>	<u>2,053,966</u>

These abbreviated accounts have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These abbreviated accounts were approved by the directors and authorised for issue on 27 August 2009, and are signed on their behalf by:



 R W BREMNER

The notes on pages 3 to 6 form part of these abbreviated accounts.

LOCH NESS MONSTER EXHIBITION CENTRE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 OCTOBER 2008

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 January 2007), subject to the departures referred to below.

Turnover

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

In respect of long-term contracts and contracts for on-going services, turnover represents the value of work done in the year, including estimates of amounts not invoiced. Turnover in respect of long-term contracts and contracts for on-going services is recognised by reference to the stage of completion.

Amortisation

Amortisation 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:

Japanese Trademark - 10% straight line

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

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

Property	- 1% on a straight line basis excluding land
Fixtures and fittings	- Ranging from 5% to 20% of NBV
Motor vehicles	- 25% of NBV

An amount equal to the excess of the annual depreciation charge on revalued assets over the notional historical cost depreciation charge on those assets is transferred annually from the revaluation reserve to the profit and loss reserve.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

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 on a straight line basis.

LOCH NESS MONSTER EXHIBITION CENTRE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 OCTOBER 2008

1. ACCOUNTING POLICIES *(continued)*

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold.

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Deferred government grants

Deferred government grants in respect of capital expenditure are treated as deferred income and are credited to the profit and loss account over the estimated useful life of the assets to which they relate.

LOCH NESS MONSTER EXHIBITION CENTRE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 OCTOBER 2008

2. FIXED ASSETS

	Intangible Assets £	Tangible Assets £	Total £
COST OR VALUATION			
At 1 November 2007	—	5,051,447	5,051,447
Additions	8,276	9,202	17,478
Disposals	—	(5,000)	(5,000)
At 31 October 2008	<u>8,276</u>	<u>5,055,649</u>	<u>5,063,925</u>
DEPRECIATION			
At 1 November 2007	—	683,251	683,251
Charge for year	828	66,657	67,485
On disposals	—	(250)	(250)
At 31 October 2008	<u>828</u>	<u>749,658</u>	<u>750,486</u>
NET BOOK VALUE			
At 31 October 2008	<u>7,448</u>	<u>4,305,991</u>	<u>4,313,439</u>
At 31 October 2007	<u>—</u>	<u>4,368,196</u>	<u>4,368,196</u>

3. CREDITORS: Amounts falling due within one year

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

	2008 £	2007 £
Bank loans and overdrafts	<u>2,494,515</u>	<u>2,191,756</u>

4. GOVERNMENT GRANTS

	2008 £	2007 £
Received and receivable	227,800	227,800
Amortisation	(211,116)	(188,340)
	<u>16,684</u>	<u>39,460</u>

5. APB ETHICAL STANDARDS

In common with many other businesses of our size and nature we use our auditors to assist with preparation of the financial statements.

LOCH NESS MONSTER EXHIBITION CENTRE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 OCTOBER 2008

6. RELATED PARTY TRANSACTIONS

The company was under the control of Mrs E A Bremner throughout the current and previous year. Mr R W Bremner & Mr D A Bremner are also directors and shareholders of the company.

During the year salaries, wages and other expenses of Loch Ness 2000 Limited were processed and paid by Loch Ness Monster Exhibition Centre Limited. These costs were debited to a loan account in the name of Loch Ness 2000 Limited. Also during the year advertising was provided for the company by Loch Ness 2000 Limited at a cost of £1,000 per month. The advertising costs were credited to a loan account in the name of Loch Ness 2000 Limited.

As at 31st October, 2008 the company was due £1,056 (2007 £9,411) from Loch Ness 2000 Limited. Mr R W Bremner and Mr D A Bremner own the entire share capital in Loch Ness 2000 Limited.

During the year expenses of the Ultimate Highland Experience Limited were processed and paid by Loch Ness Monster Exhibition Centre Limited. These costs were debited to a loan account in the name of the Ultimate Highland Experience Limited.

As at 31st October, 2008 the company was due £218,321 from the Ultimate Highland Experience by way of loan, and in addition was due to be paid £21,219 for unpaid invoices at the year end date. Mr R W Bremner is a director and majority shareholder in the Ultimate Highland Experience Limited.

The company received payments totalling £18,592 on behalf of R.W Bremner t/a Boat Cruises. This amount was paid over to Boat Cruises in full by the year end date.

7. SHARE CAPITAL

Authorised share capital:

	2008	2007
	£	£
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

Allotted, called up and fully paid:

	2008		2007	
	No	£	No	£
Ordinary shares of £1 each	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>