REGISTERED NUMBER: 126972 (Scotland)

ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2002

FOR

DANFOREST LIMITED

SCT SEKSSKRL 0136
COMPANIES HOUSE 08/05/03

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for the year ended 31 December 2002

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DANFOREST LIMITED

COMPANY INFORMATION
for the year ended 31 December 2002

DIRECTORS:	H H Jorgensen F L Jensen
SECRETARY:	H H Jorgensen
REGISTERED OFFICE:	22 St. John Street Perth PH1 5SP
REGISTERED NUMBER:	126972 (Scotland)
ACCOUNTANTS:	Horn & Co. Chartered Accountants 17 Queensgate Inverness IV1 1DF
SOLICITORS:	Anderson Beaton Lamond 22 St. John Street Perth PH1 5SP

DANFOREST LIMITED

ABBREVIATED BALANCE SHEET
31 December 2002

	Notes	2002		2001	
		£	£	£	£
FIXED ASSETS:					
Tangible assets	2		**466,832**		465,006
CURRENT ASSETS:					
Debtors		**980**		666	
Cash at bank		**8,793**		-	
		9,773		666	
CREDITORS: Amounts falling due within one year		**780**		5,024	
NET CURRENT ASSETS/(LIABILITIES):			**8,993**		(4,358)
TOTAL ASSETS LESS CURRENT LIABILITIES:			**475,825**		460,648
CREDITORS: Amounts falling due after more than one year			**120,175**		120,009
			£355,650		£340,639
CAPITAL AND RESERVES:					
Called up share capital	3		**431,719**		413,001
Profit and loss account			**(76,069)**		(72,362)
SHAREHOLDERS' FUNDS:			**£355,650**		£340,639

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 December 2002.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2002 in accordance with Section 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for:

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

(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.

The notes form part of these financial statements

ABBREVIATED BALANCE SHEET
31 December 2002

These abbreviated financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

ON BEHALF OF THE BOARD:

H H Jorgensen - DIRECTOR

F L Jensen - DIRECTOR

Approved by the Board on 26 March 2003

The notes form part of these financial statements

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
for the year ended 31 December 2002

1. ACCOUNTING POLICIES

Accounting convention
The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Turnover
Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets
Expenditure on planting and maintenance of the woodlands is capitalised in the period in which it is incurred. Freehold land, and capitalised planting costs, are not depreciated.

Deferred tax
Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Woodland Grants
Woodland grants are accounted for on a receipts basis and are recognised in the profit and loss account in the same period as the costs to which they relate. Grants relating to planting costs capitalised, are credited to a deferral account and disclosed separately as a long term creditor.

2. TANGIBLE FIXED ASSETS

	Total
	£
COST:	
At 1 January 2002	**465,006**
Additions	**1,826**
At 31 December 2002	**466,832**
NET BOOK VALUE:	
At 31 December 2002	**466,832**
At 31 December 2001	465,006

3. CALLED UP SHARE CAPITAL

Authorised:

Number:	Class:	Nominal value:	**2002** **£**	2001 £
1,000,000	Ordinary	£1	**1,000,000**	1,000,000

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	**2002** **£**	2001 £
431,719 (2001 - 413,001)	Ordinary	£1	**431,719**	413,001

The following shares were allotted and fully paid for cash at par during the year:

18,718 Ordinary shares of £1 each

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
for the year ended 31 December 2002

4. TRANSACTIONS WITH DIRECTORS

During the year the company purchased consultancy and other services totalling £1468 from Mr H H Jorgensen trading as Forestry Advising and Management.