

Global Highland Management Services Limited

Abbreviated Accounts

5 April 1998

ERNST & YOUNG



Global Highland Management Services Limited

Registered No.172021

DIRECTORS

R J MacGregor	(appointed 20 March 1997) (Managing director)
P C Swanson	(appointed 20 March 1997)
M D Directors Limited	(appointed 4 February 1997, resigned 20 March 1997)

SECRETARY

R J MacGregor	(appointed 20 March 1997)
M D Secretaries Limited	(appointed 4 February 1997, resigned 20 March 1997)

AUDITORS

Ernst & Young
Moray House
16 Bank Street
Inverness
IV1 1QY

BANKERS

Bank of Scotland
39 Albyn Place
Aberdeen
AB1 1YN

SOLICITORS

McGrigor Donald
Pacific House
70 Wellington Street
Glasgow
G2 6SB

REGISTERED OFFICE

MacGregor House
103 High Street
Invergordon

SPECIAL REPORT OF THE AUDITORS

to Global Highland Management Services Limited under section 247B of the Companies Act 1985

We have examined the abbreviated accounts on pages 4 to 6 together with the annual accounts of Global Highland Management Services Limited for the year ended 5 April 1998 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

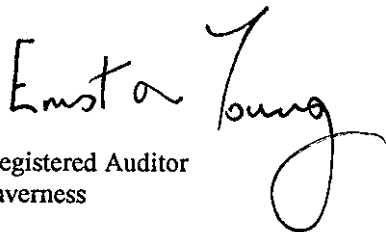
The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and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

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the audited accounts, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered have been 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 246(6) of the Companies Act 1985, and the abbreviated accounts on pages 4 to 6 are properly prepared in accordance with those provisions.



Registered Auditor
Inverness

9/10/98

Global Highland Management Services Limited

ABBREVIATED BALANCE SHEET

as at 5 April 1998

	Notes	1998 £
FIXED ASSETS		
Intangible assets	2	-
Tangible assets	3	52,950
		<u>52,950</u>
CURRENT ASSETS		
Debtors		282,117
Cash at bank and in hand		433,173
		<u>715,290</u>
CREDITORS: amounts falling due within one year		417,449
NET CURRENT ASSETS		<u>297,841</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		350,791
CREDITORS: amounts falling due after more than one year		
Obligations under finance leases and hire purchase contracts		3,126
		<u>£347,665</u>
CAPITAL AND RESERVES		
Called up share capital	4	509,998
Profit and loss account		(162,333)

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

 Director

6 October 1998.

£347,665

NOTES TO THE ABBREVIATED ACCOUNTS
at 5 April 1998

1. ACCOUNTING POLICIES

Accounting convention

The accounts are prepared under the historical cost convention.

Goodwill

Goodwill is the difference between the fair value of the consideration given on the acquisition of a business and the aggregate fair value of the separable net assets acquired. It has been immediately written off against reserves.

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost or valuation, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Motor vehicles	-	over 3 years
Office equipment	-	over 4 years
Computer equipment	-	over 2 years

Stocks

Stocks are stated at the lower of cost and net realisable value.

Deferred taxation

Deferred taxation is provided using the liability method on all timing differences to the extent that they are expected to reverse in the future without being replaced, calculated at the rate at which it is estimated that tax will be payable.

Leasing and hire purchase commitments

Assets held under finance leases and 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.

Rentals payable under operating leases are charged to the profit and loss account on a straight line basis over the lease term.

Global Highland Management Services Limited

NOTES TO THE ABBREVIATED ACCOUNTS

at 5 April 1998

2. INTANGIBLE FIXED ASSETS

	<i>Goodwill</i> £
Cost:	
At 4 February 1997 on acquisition	109,998
Written off during the year	(109,998)
At 5 April 1998	<u>£ -</u>

The goodwill has immediately been written off against reserves in accordance with the Financial Reporting Standard for Smaller Entities.

3. TANGIBLE FIXED ASSETS

	<i>Motor Vehicles</i> £	<i>Office equipment</i> £	<i>Computer equipment</i> £	<i>Total</i> £
Cost or valuation:				
At 4 February 1997	-	-	-	-
Additions	30,550	1,525	41,937	74,012
At 5 April 1998	<u>30,550</u>	<u>1,525</u>	<u>41,937</u>	<u>74,012</u>
Depreciation:				
At 4 February 1997	-	-	-	-
Provided during the period	7,213	180	13,669	21,062
At 5 April 1998	<u>7,213</u>	<u>180</u>	<u>13,669</u>	<u>21,062</u>
Net book value:				
At 5 April 1998	<u>£23,337</u>	<u>£1,345</u>	<u>£28,268</u>	<u>£52,950</u>

The net book value of motor vehicles above includes an amount of £7,015 in respect of assets held under finance leases and hire purchase contracts.

4. SHARE CAPITAL

	<i>Authorised 1998 No.</i>	<i>Allotted, called up and fully paid 1998</i>
Ordinary shares of £1 each	<u>1,000,000</u>	<u>£509,998</u>