Registration Number SC173613

HIGHLAND BUSINESS NETWORKS LIMITED

Abbreviated Accounts

for the year ended 31 December 2001



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COMPANIES HOUSE 14/10/02

HIGHLAND BUSINESS NETWORKS LIMITED

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HIGHLAND BUSINESS NETWORKS LIMITED

Accountants' Report on the Unaudited Financial Statements to the Director of HIGHLAND BUSINESS NETWORKS LIMITED

As described on the Balance Sheet you are responsible for the preparation of the financial statements for the year ended 31 December 2001 set out on pages 2 to 6 and you consider that the company is exempt from an audit. In accordance with your instructions we have compiled these unaudited financial statements, in order to assist you to fulfil your statutory responsibilities, from the accounting records and information supplied to us.

Frame Kennedy & Forrest

Frame Kennedy & Forrest
Albyn House
Union Street
Inverness
IV1 1QA

Date: 29 May 2002

HIGHLAND BUSINESS NETWORKS LIMITED

Abbreviated Balance Sheet
as at 31 December 2001

	Notes	2001 £	2001 £	2000 £	2000 £
Fixed Assets					
Tangible assets	2		164,583		181,757
Current Assets					
Debtors		69,445		31,678	
Cash at bank and in hand		617		264	
		70,062		31,942	
Creditors: amounts falling due within one year	3	(378,896)		(355,558)	
Net Current Liabilities			(308,834)		(323,616)
Total Assets Less Current Liabilities			(144,251)		(141,859)
Creditors: amounts falling due after more than one year	4		(67,561)		(80,659)
Accruals and deferred income			(9,886)		(12,759)
Deficiency of Assets			(221,698)		(235,277)
Capital and Reserves					
Called up share capital	5		20,000		20,000
Profit and loss account			(241,698)		(255,277)
Shareholders' Funds			(221,698)		(235,277)

The director's statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet.

The notes on pages 4 to 6 form an integral part of these financial statements.

HIGHLAND BUSINESS NETWORKS LIMITED

Abbreviated Balance Sheet (continued)

Director's statements required by Section 249B(4) for the year ended 31 December 2001

In approving these abbreviated accounts as director of the company I hereby confirm:

(a) that for the year stated above the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985;

(b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 31 December 2001 and

(c) that I acknowledge my responsibilities for:

(1) ensuring that the company keeps accounting records which comply with Section 221, and

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

These abbreviated accounts are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

The abbreviated accounts were approved on 29 May 2002 and signed

A D Maclean
Director

The notes on pages 4 to 6 form an integral part of these financial statements.

HIGHLAND BUSINESS NETWORKS LIMITED

Notes to the Abbreviated Financial Statements
for the year ended 31 December 2001

1. Accounting Policies

1.1. Accounting convention

The accounts are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

1.3. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Property improvements	-	2% to 4%
Other tangible assets	-	10% - 25%

1.4. Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce constant periodic rates of charge on the net obligations outstanding in each period.

1.5. Pensions

The pension costs charged in the financial statements represent the contribution payable by the company during the year.
The regular cost of providing retirement pensions and related benefits is charged to the profit and loss account over the employees' service lives on the basis of a constant percentage of earnings.

1.6. Deferred taxation

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors consider that a liability to taxation is unlikely to materialise.

1.7. Government grants

Grants are credited to deferred revenue. Grants towards capital expenditure are released to the profit and loss account over the expected useful life of the assets. Grants towards revenue expenditure are released to the profit and loss account as the related expenditure is incurred.

HIGHLAND BUSINESS NETWORKS LIMITED

Notes to the Abbreviated Financial Statements
for the year ended 31 December 2001

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2. Fixed assets

	Tangible fixed assets £
Cost	
At 1 January 2001	228,942
Additions	11,938
Disposals	(9,745)
At 31 December 2001	231,135
Depreciation	
At 1 January 2001	47,184
On disposals	(4,263)
Charge for year	23,631
At 31 December 2001	66,552
Net book values	
At 31 December 2001	164,583
At 31 December 2000	181,758

3. Creditors: amounts falling due within one year

	2001 £	2000 £
Creditors include the following:		
Secured creditors	110,053	109,073

4. Creditors: amounts falling due after more than one year

	2001 £	2000 £
Include the following:		
Instalments repayable after more than five years	16,500	16,263
Secured creditors	52,929	51,100

HIGHLAND BUSINESS NETWORKS LIMITED

Notes to the Abbreviated Financial Statements
for the year ended 31 December 2001

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5. Share capital	2001 £	2000 £
Authorised		
20,100 Ordinary shares of £1 each	20,100	20,100
Allotted, called up and fully paid		
20,000 Ordinary shares of £1 each	20,000	20,000