

Company Registration No. 190833 (Scotland)

L H Stainless Limited

Abbreviated Accounts

For The Year Ended 31 January 2005



L H STAINLESS LIMITED

ABBREVIATED BALANCE SHEET AS AT 31 JANUARY 2005

	Notes	2005 £	£	2004 £	£
Fixed assets					
Tangible assets	2		283,707		286,301
Current assets					
Stocks		131,782		108,142	
Debtors		121,475		186,005	
Cash at bank and in hand		174		42	
		<u>253,431</u>		<u>294,189</u>	
Creditors: amounts falling due within one year	3	<u>(250,455)</u>		<u>(306,196)</u>	
Net current assets/(liabilities)			2,976		(12,007)
Total assets less current liabilities			<u>286,683</u>		<u>274,294</u>
Creditors: amounts falling due after more than one year			-		(16,568)
Accruals and deferred income			<u>(16,653)</u>		<u>(19,418)</u>
			<u>270,030</u>		<u>238,308</u>
Capital and reserves					
Called up share capital	4	46,900		46,900	
Share premium account		395,100		395,100	
Profit and loss account		<u>(171,970)</u>		<u>(203,692)</u>	
Shareholders' funds			<u>270,030</u>		<u>238,308</u>

L H STAINLESS LIMITED

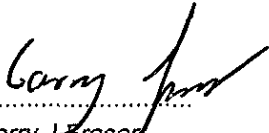
ABBREVIATED BALANCE SHEET (CONTINUED) AS AT 31 JANUARY 2005

In preparing these abbreviated accounts:

- (a) The directors are of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985;
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The directors acknowledge their responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
 - (ii) preparing accounts 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 financial year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

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

The financial statements were approved by the Board on 01/08/05



Garry J Fraser

Director



Stuart G Fraser

Director

L H STAINLESS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 JANUARY 2005

1 Accounting policies

1.1 Accounting convention

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

1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Land and buildings	- 2% straight line
Plant and machinery	- 20% reducing balance
Fixtures, fittings & equipment	- 15% reducing balance
Motor vehicles	- 25% reducing balance

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 a constant periodic rate of charge on the net obligation outstanding in each period.

1.5 Stock and work in progress

Stock and work in progress are valued at the lower of cost and net realisable value.

1.6 Deferred taxation

Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

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.

L H STAINLESS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 JANUARY 2005

2 Fixed assets

	Tangible assets £
Cost	
At 1 February 2004	481,393
Additions	43,421
Disposals	(14,662)
At 31 January 2005	<u>510,152</u>
Depreciation	
At 1 February 2004	195,092
On disposals	(9,952)
Charge for the year	41,305
At 31 January 2005	<u>226,445</u>
Net book value	
At 31 January 2005	<u>283,707</u>
At 31 January 2004	<u>286,301</u>

3 Creditors: amounts falling due within one year

Creditors include secured creditors of £48,794 (2004 - £89,550).

	2005 £	2004 £
4 Share capital		
Authorised		
100,000 Ordinary shares of £1 each	<u>100,000</u>	<u>100,000</u>
Allotted, called up and fully paid		
46,900 Ordinary shares of £1 each	<u>46,900</u>	<u>46,900</u>

5 Transactions with directors

The directors are materially interested as shareholders in Fraser Transport (Rothienorman) Limited. During the accounting period ended 31 January 2001 the company sold to, then subsequently leased back from, Fraser Transport (Rothienorman) Limited, machinery to the value of £65,000. The finance lease liability outstanding at the year end of £9,138 (2004 - £19,108) is included within creditors. This transaction was entered into on a normal trading basis.

Included within creditors are loans from the directors. These loans are repayable over 3 years and no interest is charged on the loans. The balance outstanding at 31 January 2005 was £4,806 (2004 - £15,047). In addition, amounts due to the directors in respect of their current accounts are £40,162 (2004 - £64,168).