

Company Registration No. 190833 (Scotland)

L H Stainless Limited

Abbreviated Accounts

For The Year Ended 31 January 2006



BCT 1887074M1 1767
COMPANIES HOUSE 02/08/2006

L H STAINLESS LIMITED

ABBREVIATED BALANCE SHEET AS AT 31 JANUARY 2006

	Notes	2006 £	£	2005 £	£
Fixed assets					
Tangible assets	2	279,717		283,707	
Current assets					
Stocks		282,795		131,782	
Debtors		258,477		121,475	
Cash at bank and in hand		491		174	
		<u>541,763</u>		<u>253,431</u>	
Creditors: amounts falling due within one year	3	<u>(450,686)</u>		<u>(250,455)</u>	
Net current assets		91,077		2,976	
Total assets less current liabilities		370,794		286,683	
Provisions for liabilities and charges		(2,459)		-	
Accruals and deferred income		(13,322)		(16,653)	
		<u>355,013</u>		<u>270,030</u>	
Capital and reserves					
Called up share capital	4	46,900		46,900	
Share premium account		395,100		395,100	
Profit and loss account		(86,987)		(171,970)	
Shareholders' funds		<u>355,013</u>		<u>270,030</u>	

L H STAINLESS LIMITED

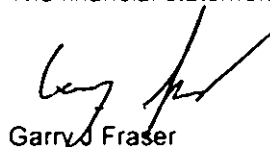
ABBREVIATED BALANCE SHEET (CONTINUED) AS AT 31 JANUARY 2006

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 25/7/06



Garry J Fraser
Director



Stuart G Fraser
Director

L H STAINLESS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 JANUARY 2006

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 January 2005)

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 on timing differences which result in an obligation at the balance sheet date to pay more tax, or right to pay less tax, at a future date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in the financial statements. Deferred tax assets are recognised to the extent that it is regarded as more likely than not they will be recovered. Deferred tax assets and liabilities are not 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 2006

2 Fixed assets

	Tangible assets £
Cost	
At 1 February 2005	510,152
Additions	49,792
Disposals	(45,053)
At 31 January 2006	<u>514,891</u>
Depreciation	
At 1 February 2005	226,445
On disposals	(35,559)
Charge for the year	44,288
At 31 January 2006	<u>235,174</u>
Net book value	
At 31 January 2006	<u>279,717</u>
At 31 January 2005	<u>283,707</u>

3 Creditors: amounts falling due within one year

Creditors include secured creditors of £148,886 (2005 - £48,794)

	2006 £	2005 £
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

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 2006 was £26,316 (2005- £4,806). In addition, amounts due to the directors in respect of their current accounts are £24,885 (2005 - £40,162).