

NETHERRAW FORESTRY LIMITED

DIRECTORS' REPORT AND ACCOUNTS
FOR THE PERIOD FROM 30 APRIL 2001 (DATE OF INCORPORATION)
TO 30 APRIL 2002



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COMPANIES HOUSE 27/11/02

Company No. 218713

NETHERRAW FORESTRY LIMITED

COMPANY INFORMATION

Directors	Mr Lars Geil Mr Steen Damkilde
Secretaries	Mr Lars Geil Mr Steen Damkilde
Company number	218713
Registered office	Bewlie Mains Farm Lilliesleaf Melrose TD6 9ER
Accountants	Michael Revels & Co Ladhope Vale House Ladhope Vale Galashiels TD1 1BT
Bankers	Royal Bank of Scotland plc 35 Bank Street Galashiels TD1 1EP

NETHERRAW FORESTRY LIMITED

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NETHERRAW FORESTRY LIMITED

DIRECTORS' REPORT

FOR THE PERIOD ENDED 30TH APRIL 2002

The directors present their report and the accounts for the company for the period ended 30th April 2002.

Principal activities and review of business

The company's principal activity during the period was the management of Christmas Tree plantations.

Directors and their interests

The directors who held office during the period and their beneficial interests in the company's issued share capital are given below:

Name of Director	30/04/2002
Mr Lars Geil (appointed 30/04/2001)	Nil
Mr Steen Damkilde (appointed 30/04/2001)	Nil
Jordans (Scotland) Limited were appointed and resigned on 30 April 2001	Nil

Issue of shares

100 Ordinary £1 Shares were issued on incorporation.

Statement of directors' responsibilities

Company law requires the directors to prepare accounts for each financial period which give a true and fair view of the state of affairs of the company and of the profit or loss for that period. In preparing those accounts the directors are required to:

Select suitable accounting policies and then apply them consistently;

Make judgements and estimates that are reasonable and prudent;

Prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose, with reasonable accuracy at any time, the financial position of the company and enable them to ensure that the accounts comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

NETHERRAW FORESTRY LIMITED

DIRECTORS' REPORT

FOR THE PERIOD ENDED 30TH APRIL 2002

Small company exemptions

This report has been prepared in accordance with the special provisions relating to small companies within part VII of the Companies Act 1985.

By order of the Board

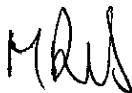


Mr Steen Damkilde, Director
25th November 2002

Bewlie Mains Farm
Lilliesleaf
Melrose
TD6 9ER

ACCOUNTANTS' REPORT TO THE DIRECTORS
ON THE UNAUDITED ACCOUNTS OF
NETHERRAW FORESTRY LIMITED

As described on the balance sheet you are responsible for the preparation of the accounts for the period ended 30th April 2002, set out on pages 4 to 8, and you consider that the company is exempt from an audit and a report under Section 249A(1) of the Companies Act 1985. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.



Michael Revels & Co
Chartered Accountants
Ladhope Vale House
Ladhope Vale
Galashiels
TD1 1BT
Date: 25th November 2002

NETHERRAW FORESTRY LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE PERIOD 30 APRIL 2001 TO 30 APRIL 2002

	Notes	2002 £
Turnover	2	129,027
Cost of sales		(98,351)
Gross profit		30,676
Administrative expenses		(26,421)
Operating profit	3	4,255
Interest receivable	4	71
Profit on ordinary activities before taxation		4,326
Tax on profit on ordinary activities		-
Profit for the financial period		4,326

All amounts relate to continuing activities.

There were no recognised gains or losses for 2002 other than those included in the profit and loss account.

NETHERRAW FORESTRY LIMITED

BALANCE SHEET

AS AT 30TH APRIL 2002

	Notes	£	2002 £
Fixed assets			
Tangible assets	5		<u>19,666</u>
			19,666
Current assets			
Stocks		3,500	
Debtors	6	<u>10,502</u>	
		14,002	
Creditors: amounts falling due within one year	7	<u>(29,242)</u>	
Net current liabilities			<u>(15,240)</u>
Total assets less current liabilities			<u>4,426</u>
Capital and reserves			
Share capital	9		100
Profit and loss account			<u>4,326</u>
Shareholders' funds	10		<u>4,426</u>

The directors are of the opinion that the company is entitled to exemption from audit conferred by Subsection 1 of Section 249A of the Companies Act 1985 for the period ended 30th April 2002.

The directors confirm that no member or members have requested an audit pursuant to Subsection 2 of Section 249B of the Companies Act 1985.

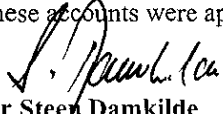
The directors confirm that they are responsible for:

ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985,

and preparing accounts which give a true and fair view of the state of the affairs of the company as at the end of the financial period and of its results for the financial period in accordance with the requirements of Section 226 of the Companies Act 1985, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

The accounts have been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985 and the Financial Reporting Standard for Smaller Entities (effective March 1999).

These accounts were approved by the board on 25th November 2002 and signed on its behalf by:


Mr Steen Damkilde
Director

NETHERRAW FORESTRY LIMITED

NOTES TO THE ACCOUNTS

FOR THE PERIOD ENDED 30TH APRIL 2002

1 Accounting policies

Basis of accounting

The accounts have been prepared under the historical cost convention and in accordance with applicable accounting standards.

The company has taken advantage of the exemptions in Financial Reporting Standard No. 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

Turnover

Turnover comprises the value of sales excluding value added tax and trade discounts.

Depreciation

Depreciation has been provided at the following rates in order to write down the cost or valuation, less estimated residual value, of all tangible fixed assets, with the exception of freehold land, over their expected useful lives:

Plant and machinery	20% reducing balance
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Stocks

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

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 crystallise.

2 Turnover

The turnover was derived from the company's principal activity.

3 Operating profit

<i>The operating profit is stated after charging or crediting:</i>	2002
	£
Depreciation of tangible fixed assets:	
-owned assets	1,307
Hire of equipment	3,923
Directors' remuneration (including pension contributions)	-

4 Interest receivable

	2002
	£
Bank interest receivable	71

NETHERRAW FORESTRY LIMITED

NOTES TO THE ACCOUNTS

FOR THE PERIOD ENDED 30TH APRIL 2002

5 Tangible fixed assets

	Plant and machinery	Total
Cost	£	£
Additions	20,973	20,973
At 30th April 2002	<u>20,973</u>	<u>20,973</u>
Depreciation		
Charge for the period	1,307	1,307
At 30th April 2002	<u>1,307</u>	<u>1,307</u>
Net book value		
At 30th April 2002	<u>19,666</u>	<u>19,666</u>

6 Debtors

	2002 £
Trade debtors	6,815
Other debtors	3,687
	<u>10,502</u>

7 Creditors: amounts falling due within one year

	2002 £
Bank loans and overdrafts (Note 8)	18,219
Trade creditors	7,198
Accruals and deferred income	1,000
Directors' loans	2,825
	<u>29,242</u>

The directors' loans are unsecured, undated and interest free.

The bank overdrafts are secured by a fixed and floating charge over the whole property. Guarantee for £20,000 by one of the directors.

NETHERRAW FORESTRY LIMITED

NOTES TO THE ACCOUNTS

FOR THE PERIOD ENDED 30TH APRIL 2002

8	Loans and borrowings	2002
		£
	Analysis of loans	
	Bank loans and overdraft	18,219
	Directors' loans	2,825
		<u>21,044</u>
	Maturity of debt	
	In one year or less, or on demand	21,044
		<u>21,044</u>
9	Share capital	2002
		£
	Authorised	
	Equity shares	
	50,000 Ordinary shares of £1.00 each	50,000
		<u>50,000</u>
	Allotted	
	Equity shares	
	100 Allotted, called up and fully paid ordinary shares of £1.00 each	100
		<u>100</u>
10	Reconciliation of movement in shareholders' funds	2002
		£
	Profit for the financial period	4,326
	Issue of share capital	(100)
	Increase in the shareholders' funds	4,426
	Opening shareholders' funds	-
	Closing shareholders' funds	<u>4,426</u>
11	Related parties	
	The company is controlled by the Directors who indirectly own 100% of the issued share capital.	