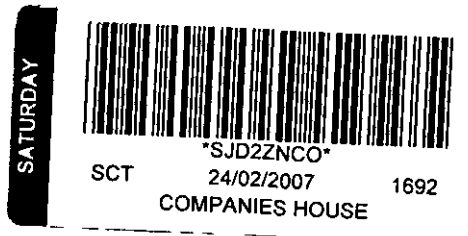


**Report of the Director and
Financial Statements for the Year Ended 30 April 2006
for
John O'Groats Ferries Limited**



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for the Year Ended 30 April 2006**

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John O'Groats Ferries Limited

**Company Information
for the Year Ended 30 April 2006**

DIRECTOR: Mrs S Thomas

SECRETARY: Mr F Fermor

REGISTERED OFFICE: Ferry Office
John O'Groats
CAITHNESS
KW1 4YR

REGISTERED NUMBER: 144259 (Scotland)

ACCOUNTANTS.

SOLICITORS: Young, Robertson & Co
29 Traill Street
Thurso
Caithness
KW14 8EG

John O'Groats Ferries Limited

**Report of the Director
for the Year Ended 30 April 2006**

The director presents her report with the financial statements of the company for the year ended 30 April 2006

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of providing passenger ferry transport and tours

DIRECTOR

Mrs S Thomas was the sole director during the year under review

Her beneficial interest in the issued share capital of the company was as follows

	30.4.06	1.5.05
Ordinary £1 shares	2	2

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

ON BEHALF OF THE BOARD:

S.M. Thomas

Mrs S Thomas Director

Date *21/2/07*

John O'Groats Ferries Limited

**Profit and Loss Account
for the Year Ended 30 April 2006**

		<u>2006</u>	<u>2005</u>
	Notes	£	£
TURNOVER		938,869	1,007,323
Cost of sales		<u>15,820</u>	<u>21,738</u>
GROSS PROFIT		923,049	985,585
Administrative expenses		<u>998,174</u>	<u>1,047,490</u>
OPERATING LOSS	2	(75,125)	(61,905)
Interest receivable and similar income		<u>13,498</u>	<u>17,081</u>
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		(61,627)	(44,824)
Tax on loss on ordinary activities	3	<u> </u>	<u> </u>
LOSS FOR THE FINANCIAL YEAR AFTER TAXATION		(61,627)	(44,824)
Retained profit brought forward		<u>438,760</u>	<u>483,584</u>
RETAINED PROFIT CARRIED FORWARD		<u><u>£377,133</u></u>	<u><u>£438,760</u></u>

The notes form part of these financial statements

John O'Groats Ferries Limited

**Balance Sheet
30 April 2006**

		2006		2005	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	4		245,778		261,470
CURRENT ASSETS:					
Debtors	5	14,455		10,110	
Cash at bank and in hand		221,307		214,260	
		235,762		224,370	
CREDITORS: Amounts falling due within one year	6	65,358		4,965	
NET CURRENT ASSETS			170,404		219,405
TOTAL ASSETS LESS CURRENT LIABILITIES			416,182		480,875
PROVISIONS FOR LIABILITIES	7		(33,872)		(33,872)
ACCRUALS AND DEFERRED INCOME:	8		(5,175)		(8,241)
			£377,135		£438,762
CAPITAL AND RESERVES:					
Called up share capital	9		2		2
Profit and loss account			377,133		438,760
SHAREHOLDERS' FUNDS			£377,135		£438,762

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 30 April 2006

The members have not required the company to obtain an audit of its financial statements for the year ended 30 April 2006 in accordance with Section 249B(2) of the Companies Act 1985

The director acknowledges her responsibilities for

- ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company

The notes form part of these financial statements

John O'Groats Ferries Limited

Balance Sheet
30 April 2006

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective January 2005)

The financial statements were approved by the director on 21/2/07 and were signed by

S. M. Thomas
Mrs S Thomas Director

The notes form part of these financial statements

Notes to the Financial Statements
for the Year Ended 30 April 2006

1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005)

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax

Fixed assets and depreciation

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life

Land and buildings	4%	reducing balance
Plant and machinery	10%	reducing balance
Caravans	10%	reducing balance
Motor vehicles	10%	reducing balance

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date

Government Grants

Government grants in respect of capital expenditure are credited to a deferred income account and are released to profit over the expected useful lives of the relevant assets by annual instalments

Grants of a revenue nature are credited to income so as to match them with the expenditure to which they relate

2 OPERATING LOSS

The operating loss is stated after charging/(crediting)

	2006	2005
	£	£
Depreciation owned assets	18,554	19,932
Profit on disposal of fixed assets		(750)
	<u> </u>	<u> </u>
Director's emoluments and other benefits etc	57,494	53,826
	<u> </u>	<u> </u>

3 TAXATION

Analysis of the tax charge

No liability to UK corporation tax arose on ordinary activities for the year ended 30 April 2006 nor for the year ended 30 April 2005

John O'Groats Ferries Limited

**Notes to the Financial Statements
for the Year Ended 30 April 2006**

4 TANGIBLE FIXED ASSETS

	Buildings	Plant and machinery	Motor vehicles	Caravans	Totals
	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
COST					
At 1 May 2005	199,584	300,166	60,121	22,808	582,679
Additions		2,862			2,862
At 30 April 2006	<u>199,584</u>	<u>303,028</u>	<u>60,121</u>	<u>22,808</u>	<u>585,541</u>
DEPRECIATION:					
At 1 May 2005	68,283	221,964	28,682	2,280	321,209
Charge for year	<u>5,252</u>	<u>8,106</u>	<u>3,143</u>	<u>2,053</u>	<u>18,554</u>
At 30 April 2006	<u>73,535</u>	<u>230,070</u>	<u>31,825</u>	<u>4,333</u>	<u>339,763</u>
NET BOOK VALUE					
At 30 April 2006	<u>126,049</u>	<u>72,958</u>	<u>28,296</u>	<u>18,475</u>	<u>245,778</u>
At 30 April 2005	<u>131,301</u>	<u>78,202</u>	<u>31,439</u>	<u>20,528</u>	<u>261,470</u>

**5 DEBTORS. AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	2006	2005
	<u>£</u>	<u>£</u>
Other debtors	<u>14,455</u>	<u>10,110</u>

**6 CREDITORS AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	2006	2005
	<u>£</u>	<u>£</u>
Trade creditors	64,735	3,342
Other creditors	623	1,623
	<u>65,358</u>	<u>4,965</u>

7 PROVISIONS FOR LIABILITIES

	2006	2005
	<u>£</u>	<u>£</u>
Deferred taxation	<u>33,872</u>	<u>33,872</u>

8 ACCRUALS AND DEFERRED INCOME

	2006	2005
	<u>£</u>	<u>£</u>
Deferred government grants		
At 1st May	8,241	11,307
Released in year	<u>(3,066)</u>	<u>(3,066)</u>
	<u>5,175</u>	<u>8,241</u>

John O'Groats Ferries Limited

Notes to the Financial Statements for the Year Ended 30 April 2006

9 CALLED UP SHARE CAPITAL

Authorised Number	Class	Nominal value £1	2006 £ <u>100,000</u>	2005 £ <u>100,000</u>
100,000	Ordinary			
Allotted and issued Number	Class	Nominal value £1	2006 £ <u>2</u>	2005 £ <u>2</u>
2	Ordinary			

10 RELATED PARTY DISCLOSURES

The company has identified the following transactions which fall to be disclosed under the terms of FRS 8

The company is under the control of Mrs S Thomas who owns 100% of the issued share capital

Other creditors include £623 owed to Mrs S Thomas, a director of the company

John O'Groats Ferries Limited

**Trading and Profit and Loss Account
for the Year Ended 30 April 2006**

	2006		2005	
	£	£	£	£
Sales		938,869		1,007,323
Cost of sales:				
Purchases		15,820		21,738
GROSS PROFIT		923,049		985,585
Other income.				
Bank interest received		13,498		17,081
		936,547		1,002,666
Expenditure				
Directors' remuneration	56,040		53,826	
Social security	6,546		6,282	
Wages	466,914		538,569	
Coach hire	221,829		213,483	
Telephone	7,053		7,252	
Postage and carriage	2,017		2,740	
Stationery and advertising	46,115		46,732	
Travelling	1,200		899	
Motor expenses	9,293		9,371	
Harbour dues	42,284		42,699	
Passenger certificates	1,000		1,258	
Repairs & replacements	32,934		31,044	
Laundry & cleaning	393		292	
Fuel and oil	41,456		30,274	
General expenses	1,986		1,540	
Accountancy fees	180		175	
Rent, rates & insurance	32,720		31,950	
Light & heat	3,210		3,605	
Government grant released	(3,066)		(3,066)	
		970,104		1,018,925
		(33,557)		(16,259)
Finance costs.				
Bank and credit card charges		9,516		9,383
		(43,073)		(25,642)
Depreciation.				
Charge for year		18,554		19,932
Carried forward		(61,627)		(45,574)

This page does not form part of the statutory financial statements

John O'Groats Ferries Limited

**Trading and Profit and Loss Account
for the Year Ended 30 April 2006**

	2006		2005	
	£	£	£	£
Brought forward		(61,627)		(45,574)
Profit on disposal of fixed assets:				
Gain/(loss) on sale of asset				750
NET LOSS		£(61,627)		£(44,824)

This page does not form part of the statutory financial statements