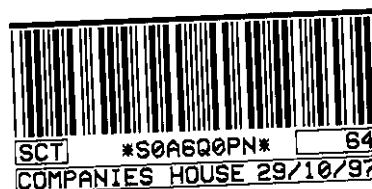


Abbreviated Financial Statements for the Year Ended 31 December 1996  
for  
Moray Firth Cruises Limited

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for the Year Ended 31 December 1996**

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**Moray Firth Cruises Limited**

**Company Information  
for the Year Ended 31 December 1996**

**DIRECTORS:** S Gair  
I Douglas

**SECRETARY:** Elizabeth Lynn Gair

**REGISTERED OFFICE:** 24 Glenburn Drive  
Inverness  
IV2 4ND

**REGISTERED NUMBER:** 152708 (Scotland)

**ACCOUNTANTS:** Scott Oswald  
Chartered Accountants  
10 Ardross Street  
Inverness  
IV3 5NS

**Moray Firth Cruises Limited**

**Abbreviated Balance Sheet**  
**31 December 1996**

		31.12.96		31.12.95	
	Notes	£	£	£	£
<b>FIXED ASSETS:</b>					
Tangible assets	2		60,119		64,290
<b>CURRENT ASSETS:</b>					
Stocks		1,100		450	
Debtors		2,663		1,919	
Cash at bank		-		2,591	
		<u>3,763</u>		<u>4,960</u>	
<b>CREDITORS:</b> Amounts falling due within one year	3	<u>9,869</u>		<u>10,649</u>	
<b>NET CURRENT LIABILITIES:</b>			<u>(6,106)</u>		<u>(5,689)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES:</b>			54,013		58,601
<b>CREDITORS:</b> Amounts falling due after more than one year	3		<u>57,043</u>		<u>55,380</u>
			<u>£(3,030)</u>		<u>£3,221</u>
<b>CAPITAL AND RESERVES:</b>					
Called up share capital	4		10,000		10,000
Share premium			5,000		5,000
Profit and loss account			<u>(18,030)</u>		<u>(11,779)</u>
Shareholders' funds			<u>£(3,030)</u>		<u>£3,221</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ending 31 December 1996.

No notice has been deposited under Section 249B(2) of the Companies Act 1985 in relation to its financial statements for the financial year.

The directors acknowledge their 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.

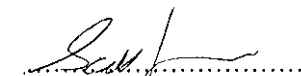
The notes form part of these financial statements

**Moray Firth Cruises Limited**

**Abbreviated Balance Sheet**  
**31 December 1996**

These abbreviated financial statements have 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 Gair - DIRECTOR

Approved by the Board on 27-12-97

The notes form part of these financial statements

Notes to the Abbreviated Financial Statements  
for the Year Ended 31 December 1996

1. ACCOUNTING POLICIES

**Accounting convention**

The financial statements have been prepared under the historical cost convention.

**Financial Reporting Standard Number 1**

Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

**Turnover**

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

**Tangible fixed assets**

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

Boat	- 5% on cost
Fixtures and fittings	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 25% on reducing balance

**Stocks**

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

**Deferred taxation**

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

2. TANGIBLE FIXED ASSETS

	Total
	<u>£</u>
<b>COST:</b>	
At 1 January 1996	69,883
Additions	992
	<u>70,875</u>
At 31 December 1996	
<b>DEPRECIATION:</b>	
At 1 January 1996	5,593
Charge for year	5,163
	<u>10,756</u>
At 31 December 1996	
<b>NET BOOK VALUE:</b>	
At 31 December 1996	60,119
At 31 December 1995	<u><u>64,290</u></u>

**Moray Firth Cruises Limited**

**Notes to the Abbreviated Financial Statements  
for the Year Ended 31 December 1996**

**3. CREDITORS**

Creditors include the following debts falling due in more than five years:

	31.12.96 £	31.12.95 £
Repayable by instalments		
LEC Loan	3,014	8,184
	<u>          </u>	<u>          </u>

**4. CALLED UP SHARE CAPITAL**

Authorised, allotted, issued and fully paid:

Number:	Class:	Nominal value:	31.12.96 £	31.12.95 £
10,000	Ordinary	£1.00	10,000	10,000
			<u>          </u>	<u>          </u>