

Registered number
SC267586

Lochmont Limited
Report and Accounts
31 May 2006



Lochmont Limited

Director's Report

The director presents his report and accounts for the year ended 31 May 2006.

Principal activities

The company's principal activity during the year continued to be the provision of Engineering Services. The company was successful in obtaining contracts in France.

Director

The director who served during the year and his interest in the share capital of the company were as follows:

		£1 Ordinary shares	
		31 May 2006	1 Jun 2005
---	M A Steven	-	70
			70

Director's responsibilities

The director is responsible for preparing the report and accounts in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

Company law requires the director to prepare accounts for each financial year 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 director is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the accounts comply with the Companies Act 1985. He is 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.

Small company special provisions

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

This report was approved by the board on 15 August 2006.

M. Steven

Mrs A Steven
Secretary

Lochmont Limited
Accountants' Report

Accountants' report to the director of
Lochmont Limited

You consider that the company is exempt from an audit for the year ended 31 May 2006. You have acknowledged, on the balance sheet, your responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and for preparing accounts which give a true and fair view of the state of affairs of the company and of its profit or loss for the financial year.

In accordance with your instructions, we have prepared the accounts which comprise the Profit and Loss Account, the Balance Sheet and the related notes from the accounting records of the company and on the basis of information and explanations you have given to us.

We have not carried out an audit or any other review, and consequently we do not express any opinion on these accounts.

Kevin Loy Limited
Chartered Accountants

Victoria Buildings
High Street
Tain
Ross-shire

15 August 2006

Lochmont Limited
Profit and Loss Account
for the year ended 31 May 2006

	Notes	2006 £	2005 £
Turnover	2	95,183	89,487
Administrative expenses		(27,778)	(26,464)
Operating profit	3	<u>67,405</u>	<u>63,023</u>
Interest receivable		186	238
Interest payable	4	(12)	-
Profit on ordinary activities before taxation		67,579	<u>63,261</u>
Tax on profit on ordinary activities	5	(12,842)	(12,043)
Profit for the financial year		<u>54,737</u>	<u>51,218</u>

Lochmont Limited
Balance Sheet
as at 31 May 2006

	Notes	2006 £	2005 £
Fixed assets			
Tangible assets	6	897	1,196
Current assets			
Debtors	7	11,879	6,050
Cash at bank and in hand		16,291	26,675
		<u>28,170</u>	<u>32,725</u>
Creditors: amounts falling due within one year	8	(18,954)	(13,527)
Net current assets		<u>9,216</u>	<u>19,198</u>
Total assets less current liabilities		<u>10,113</u>	<u>20,394</u>
Provisions for liabilities	9	(58)	(76)
Net assets		<u>10,055</u>	<u>20,318</u>
Capital and reserves			
Called up share capital	10	100	100
Profit and loss account	11	9,955	20,218
Shareholders' funds		<u>10,055</u>	<u>20,318</u>

The director is satisfied that the company is entitled to exemption under Section 249A(1) of the Companies Act 1985 and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The director acknowledges his responsibilities for:

- (i) ensuring that the company keeps proper 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 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.



M A Steven
Director

Approved by the board on 15 August 2006

Lochmont Limited
Notes to the Accounts
for the year ended 31 May 2006

1 Accounting policies

The accounts 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 the invoiced value of goods and services supplied by the company, net of value added tax and trade discounts.

Depreciation

Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives.

Plant and machinery	25% reducing balance
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Stocks

Stock is valued at the lower of cost and net realisable value.

Deferred taxation

Full provision is made for deferred taxation resulting from timing differences between the recognition of gains and losses in the accounts and their recognition for tax purposes. Deferred taxation is calculated on an un-discounted basis at the tax rates which are expected to apply in the periods when the timing differences will reverse.

Foreign currencies

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date. All differences are taken to the profit and loss account.

2 Turnover	2006	2005
Turnover attributable to geographical markets outside the UK	100.0%	93.3%
3 Operating profit	2006	2005
	£	£
This is stated after charging:		
Depreciation of owned fixed assets	299	399
Directors' remuneration	7,800	7,800
	<hr/>	<hr/>
4 Interest payable	2006	2005
	£	£
Interest payable	12	-
	<hr/>	<hr/>

Lochmont Limited
Notes to the Accounts
for the year ended 31 May 2006

5 Taxation	2006	2005
	£	£
UK corporation tax	12,860	11,967
Deferred tax	(18)	76
	<u>12,842</u>	<u>12,043</u>

6 Tangible fixed assets	Plant and machinery etc
	£
Cost	
At 1 June 2005	1,595
At 31 May 2006	<u>1,595</u>
Depreciation	
At 1 June 2005	399
Charge for the year	299
At 31 May 2006	<u>698</u>
Net book value	
At 31 May 2006	<u>897</u>
At 31 May 2005	<u>1,196</u>

7 Debtors	2006	2005
	£	£
Trade debtors	<u>11,879</u>	<u>6,050</u>

8 Creditors: amounts falling due within one year	2006	2005
	£	£
Trade creditors	4,893	950
Corporation tax	12,860	11,967
Other taxes and social security costs	510	-
Director's Loan	691	610
	<u>18,954</u>	<u>13,527</u>

Lochmont Limited
Notes to the Accounts
for the year ended 31 May 2006

9 Provisions for liabilities

Deferred taxation:	2006 £	2005 £
Accelerated capital allowances	58	76

	2006 £	2005 £
Deferred tax charge in profit and loss account	(18)	76
At 31 May	58	76

10 Share capital

	2006 £	2005 £
Authorised: Ordinary shares of £1 each	100	100

	2006 No	2005 No	2006 £	2005 £
Allotted, called up and fully paid: Ordinary shares of £1 each	100	100	100	100

11 Profit and loss account

	2006 £	2005 £
At 1 June	20,218	-
Profit for the year	54,737	51,218
Dividends	(65,000)	(31,000)
At 31 May	9,955	20,218

12 Dividends

	2006 £	2005 £
Dividends for which the company became liable during the year: Dividends paid	65,000	31,000

13 Related parties

The company's controlling party is Mr M A Steven who is the managing director. He owns 70% of the ordinary share capital and his wife Mrs A Steven owns the remaining 30%. Mr Steven provided the company with funds during the year for working capital through a director's loan which remained in credit throughout the year (see note 8). There is no interest payable on the loan.