

Otter Nurseries (Torbay) Limited
Annual Report
Period from 3 January 2011 to 1 January 2012

Company Registration Number 1774685

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Otter Nurseries (Torbay) Limited

Financial Statements

Period from 3 January 2011 to 1 January 2012

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Otter Nurseries (Torbay) Limited

Officers and Professional Advisers

The Board of Directors	Mr M J White (Chairman) Mrs M S White Mrs J Taylor Miss C White
Company Secretary	Mrs M S White
Registered Office	Gosford Road Ottery St Mary Devon EX11 1LZ
Auditor	Francis Clark LLP Chartered Accountants & Statutory Auditor Vantage Point Woodwater Park Pynes Hill Exeter EX2 5FD
Bankers	Santander UK plc Bootle Merseyside L30 4GB Lloyds TSB Bank plc 221 St Marychurch Rd St Marychurch Rd Torquay TQ1 4NB
Solicitors	Stones Solicitors LLP Linacre House Southernhay Gardens Exeter EX1 1UG

Otter Nurseries (Torbay) Limited

The Directors' Report

Period from 3 January 2011 to 1 January 2012

The directors have pleasure in presenting their report and the financial statements of the company for the period from 3 January 2011 to 1 January 2012

Principal Activities

The activities of the company consist of the businesses of nurserymen, running of a retail nursery, selling garden machinery, garden furniture and sundries

Directors

The directors who served the company during the period were as follows

Mr M J White (Chairman)
Mrs M S White
Mrs J Taylor
Miss C White
Mr W R Casely

Mr W R Casely retired as a director on 25 March 2011

Small Company Provisions

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006

Registered office
Gosford Road
Ottery St Mary
Devon
EX11 1LZ

Signed by order of the directors



Mrs M S White
Company Secretary

Approved on 8 June 2012

Otter Nurseries (Torbay) Limited

Statement of Directors' Responsibilities

Period from 3 January 2011 to 1 January 2012

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period.

In preparing those financial statements, the directors are required to

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

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

In so far as the directors are aware

- there is no relevant audit information of which the company's auditor is unaware, and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

Otter Nurseries (Torbay) Limited

Independent Auditor's Report to the Shareholders of Otter Nurseries (Torbay) Limited

Period from 3 January 2011 to 1 January 2012

We have audited the financial statements of Otter Nurseries (Torbay) Limited for the period from 3 January 2011 to 1 January 2012 which comprise the Profit and Loss Account, Statement of Total Recognised Gains and Losses, Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the company's shareholders, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's shareholders those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

Respective Responsibilities of Directors and Auditor

As explained more fully in the Directors' Responsibilities Statement set out on page 3, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

Scope of the Audit of the Financial Statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the annual report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on Financial Statements

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 1 January 2012 and of its profit for the period then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on Other Matters Prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial period for which the financial statements are prepared is consistent with the financial statements.

Otter Nurseries (Torbay) Limited

Independent Auditor's Report to the Shareholders of Otter Nurseries (Torbay) Limited (continued)

Period from 3 January 2011 to 1 January 2012

Matters on Which We are Required to Report by Exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit, or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the directors' report



CHRISTOPHER BUSH (Senior Statutory Auditor)

For and on behalf of

FRANCIS CLARK LLP

Chartered Accountants & Statutory Auditor

Vantage Point
Woodwater Park
Pynes Hill
Exeter
EX2 5FD

8.6.2012

Otter Nurseries (Torbay) Limited

Profit and Loss Account

Period from 3 January 2011 to 1 January 2012

	Note	Period from 3 Jan 11 to 1 Jan 12 £	Period from 4 Jan 10 to 2 Jan 11 £
Turnover		669,304	673,465
Cost of sales		561,511	568,456
Gross Profit		107,793	105,009
Administrative expenses		70,068	66,497
Other operating income		(9,167)	(10,873)
Operating Profit	2	46,892	49,385
Interest receivable		4	135
Profit on Ordinary Activities Before Taxation		46,896	49,520
Tax on profit on ordinary activities	4	10,154	10,966
Profit for the Financial Period		36,742	38,554

The notes on pages 8 to 12 form part of these financial statements.

Otter Nurseries (Torbay) Limited

Balance Sheet

1 January 2012

	Note	1 Jan 12 £	2 Jan 11 £
Fixed Assets			
Tangible assets	5	<u>12,418</u>	<u>15,114</u>
Current Assets			
Stocks	6	68,021	69,207
Debtors	7	1,601,590	1,560,233
Cash at bank		53,965	56,212
		<u>1,723,576</u>	<u>1,685,652</u>
Creditors Amounts falling due within one year	9	67,818	69,332
Net Current Assets		1,655,758	1,616,320
Total Assets Less Current Liabilities		1,668,176	<u>1,631,434</u>
Capital and Reserves			
Called-up equity share capital	12	2	2
Profit and loss account	13	1,668,174	1,631,432
Shareholders' Funds		1,668,176	<u>1,631,434</u>

These financial statements have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

These financial statements were approved by the directors and authorised for issue on 8 June 2012, and are signed on their behalf by

Mr M J White (Chairman)

Company Registration Number 1774685

The notes on pages 8 to 12 form part of these financial statements.

Otter Nurseries (Torbay) Limited

Notes and Accounting Policies

Period from 3 January 2011 to 1 January 2012

1. Accounting Policies

(a) Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

(b) Turnover

Turnover represents the fair value of consideration receivable, excluding Value Added Tax, in the ordinary course of business for goods and services provided. Revenue is recognised to the extent that the company obtains the right to consideration in exchange for its performance. Revenue is normally recognised on sales of goods.

(c) Fixed assets

All fixed assets are initially recorded at cost.

(d) Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Leasehold Property - over period of lease
Motor Vehicles - 25% straight line
Fixtures, Fittings and Equipment - 15% straight line

(e) Stocks

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

(f) Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

(g) Deferred taxation

Deferred tax is recognised, without discounting, in respect of all timing differences between the treatment of certain items for taxation and accounting purposes which have arisen but not reversed by the balance sheet date, except as required by the FRSSE.

2. Operating Profit

Operating profit is stated after charging

	Period from 3 Jan 11 to 1 Jan 12 £	Period from 4 Jan 10 to 2 Jan 11 £
Depreciation of owned fixed assets	2,696	2,978
Auditor's fees	<u>1,500</u>	<u>1,500</u>

Otter Nurseries (Torbay) Limited

Notes and Accounting Policies

Period from 3 January 2011 to 1 January 2012

3 Particulars of Employees

The average number of staff employed by the company during the financial period amounted to

	Period from 3 Jan 11 to 1 Jan 12 No	Period from 4 Jan 10 to 2 Jan 11 No
Average number of employees	<u>13</u>	<u>13</u>

The aggregate payroll costs of the above were

	Period from 3 Jan 11 to 1 Jan 12 £	Period from 4 Jan 10 to 2 Jan 11 £
Wages and salaries	116,261	118,684
Social security costs	6,808	7,608
Other pension costs	595	581
	<u>123,664</u>	<u>126,873</u>

4 Taxation on Ordinary Activities

(a) Analysis of charge in the period

	Period from 3 Jan 11 to 1 Jan 12 £	Period from 4 Jan 10 to 2 Jan 11 £
Current tax		
In respect of the period		
UK Corporation tax based on profit for the year	10,000	11,000
(Over)/under provision in prior year	(79)	36
Total current tax	<u>9,921</u>	<u>11,036</u>
Deferred tax		
Origination and reversal of timing differences		
Capital allowances	233	(70)
Tax on profit on ordinary activities	<u>10,154</u>	<u>10,966</u>

Otter Nurseries (Torbay) Limited

Notes and Accounting Policies

Period from 3 January 2011 to 1 January 2012

4. Taxation on Ordinary Activities *(continued)*

(b) Factors affecting current tax charge

The tax assessed on the profit on ordinary activities for the period is higher than the standard rate of corporation tax in the UK of 20 25% (2011 - 21%)

	Period from 3 Jan 11 to 1 Jan 12 £	Period from 4 Jan 10 to 2 Jan 11 £
Profit on ordinary activities before taxation	<u>46,896</u>	<u>49,520</u>
Profit on ordinary activities by rate of tax	9,495	10,399
Expenses not deductible for tax purposes	(1,426)	439
Depreciation in excess of capital allowances	35	82
Other	1,896	80
Adjustment in respect of prior year	(79)	36
Total current tax (note 4(a))	<u>9,921</u>	<u>11,036</u>

5 Tangible Fixed Assets

	Short leasehold improvements £	Motor Vehicles £	Fixtures, fittings and equipment £	Total £
Cost				
At 3 January 2011 and 1 January 2012	<u>70,923</u>	<u>59,676</u>	<u>58,165</u>	<u>188,764</u>
Depreciation				
At 3 January 2011	56,379	59,675	57,596	173,650
Charge for the period	2,127	—	569	2,696
At 1 January 2012	<u>58,506</u>	<u>59,675</u>	<u>58,165</u>	<u>176,346</u>
Net Book Value				
At 1 January 2012	<u>12,417</u>	<u>1</u>	<u>—</u>	<u>12,418</u>
At 2 January 2011	<u>14,544</u>	<u>1</u>	<u>569</u>	<u>15,114</u>

6 Stocks

	1 Jan 12 £	2 Jan 11 £
Finished goods	<u>68,021</u>	<u>69,207</u>

Otter Nurseries (Torbay) Limited

Notes and Accounting Policies

Period from 3 January 2011 to 1 January 2012

7. Debtors

	1 Jan 12 £	2 Jan 11 £
Trade debtors	1,609	2,794
Amounts owed by group undertakings	1,594,245	1,551,502
Other debtors	-	200
Prepayments and accrued income	5,736	5,504
Deferred taxation (note 8)	-	233
	<u>1,601,590</u>	<u>1,560,233</u>

8. Deferred Taxation

The deferred tax included in the Balance sheet is as follows

	Period from 3 Jan 11 to 1 Jan 12 £	Period from 4 Jan 10 to 2 Jan 11 £
Included in debtors (note 7)	-	233

The movement in the deferred taxation account during the period was

	Period from 3 Jan 11 to 1 Jan 12 £	Period from 4 Jan 10 to 2 Jan 11 £
Balance brought forward	233	163
Profit and loss account movement arising during the period	(233)	70
Balance carried forward	<u>-</u>	<u>233</u>

The balance of the deferred taxation account consists of the tax effect of timing differences in respect of

	1 Jan 12 £	2 Jan 11 £
Excess of depreciation over taxation allowances	-	233
	<u>-</u>	<u>233</u>

9 Creditors: Amounts falling due within one year

	1 Jan 12 £	2 Jan 11 £
Trade creditors	4,588	6,025
Corporation tax	10,000	11,000
Other taxation and social security	16,073	10,531
Other creditors	37,157	41,776
	<u>67,818</u>	<u>69,332</u>

Otter Nurseries (Torbay) Limited

Notes and Accounting Policies

Period from 3 January 2011 to 1 January 2012

10 Commitments under Operating Leases

At 1 January 2012 the company had aggregate annual commitments under non-cancellable operating leases as set out below

	1 Jan 12 £	2 Jan 11 £
Operating leases which expire After more than 5 years	<u>9,500</u>	<u>9,500</u>

11. Related Party Transactions

The company has relied on the exemption provided in FRS8 and has therefore not disclosed transactions with group companies

The company has loans outstanding from the directors as shown in note 9 The loans were interest free

12 Share Capital

Allotted, called up and fully paid:

	1 Jan 12 No	£	2 Jan 11 No	£
2 Ordinary shares of £1 each	<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>

13. Profit and Loss Account

	Period from 3 Jan 11 to 1 Jan 12 £	Period from 4 Jan 10 to 2 Jan 11 £
Balance brought forward	1,631,432	1,592,878
Profit for the financial period	<u>36,742</u>	<u>38,554</u>
Balance carried forward	<u>1,668,174</u>	<u>1,631,432</u>

14 Ultimate parent company

The ultimate parent undertaking is Otter Nurseries Limited which owns 100% of the share capital in Otter Nurseries (Torbay) Limited and whose principal place of business is Gosford Road, Ottery St Mary, Devon EX11 1LZ