

**The Dundee Property
Reversionary Company Limited**

**Directors' report and accounts
for the year ended 30 June 2012**

Registered number SC006754

ID135119



The Dundee Property Reversionary Company Limited

Summary of results for the year to 30 June 2012

	2012	2011	% +/-
Income			
Total income	£477,312	£451,331	+ 5.76%
Revenue earnings per ordinary share	3,341p	3,251p	+ 2.77%
Dividend per ordinary share	3,132p	3,043p	+ 2.92%
 Capital			
Shareholders' funds	£12,070,200	£13,467,852	- 10.38%

The Dundee Property Reversionary Company Limited

Contents

	Page
Company information	1
Directors' report	2
Statement of directors' responsibilities	3
Independent auditor's report	4
Profit and loss account	5
Statement of total recognised gains and losses	6
Balance sheet	7
Notes to the accounts	8 - 12

The Dundee Property Reversionary Company Limited

Company information

Directors

Alexander Francis McDonald, LLB, NP
Mrs Jill Morag Marx
Gordon Bruce Dickie
Nicholas Barclay, LLB, WS, NP
Francis Angus Locke Marx

Secretaries and Law Agents

Thorntons Law LLP
Whitehall House
33 Yeaman Shore
Dundee
DD1 4BJ

Bankers

The Royal Bank of Scotland plc
3 High Street
Dundee
DD1 9LY

Auditor

Henderson Loggie
Chartered Accountants
Royal Exchange
Panmure Street
Dundee
DD1 1DZ

Registered office

Whitehall House
33 Yeaman Shore
Dundee
DD1 4BJ

The Dundee Property Reversionary Company Limited

Directors' report

The directors present their report and the accounts of the company for the year ended 30 June 2012.

Principal activity

The principal activity of the company is that of maintaining a diversified portfolio of stocks and shares.

Directors

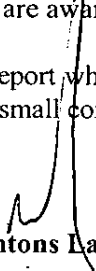
The directors who held office throughout the year and at the date of this report are shown on page 1.

Statement of disclosure of information to auditors

The directors of the company who held office at the date of approval of this report are set out above. Each confirm that:

- So far as they are aware there is no relevant audit information (information needed by the company's auditors in connection with preparing their report) of which the company's auditors are unaware; and
- They have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

This report which has been prepared in accordance with the provisions applicable to companies subject to the small companies' regime, was approved by the board on 5 March 2013 and signed on its behalf.


Thorntons Law LLP
Secretaries

The Dundee Property Reversionary Company Limited

Statement of directors' responsibilities

The directors are responsible for preparing the annual report and the accounts in accordance with applicable law and regulations.

Company law requires the directors to prepare accounts for each financial year. Under that law the directors have elected to prepare the accounts in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The accounts are required by law to 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 accounts, the directors are 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 directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the accounts 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.

The Dundee Property Reversionary Company Limited

Independent auditor's report to the shareholders of The Dundee Property Reversionary Company Limited

We have audited the accounts of the Dundee Property Reversionary Company Limited for the year ended 30 June 2012 which comprise the profit and loss account, the balance sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, 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 members 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 members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the directors' responsibilities statement set out on page 3 the directors are responsible for the preparation of the accounts and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the accounts 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 Ethical Standards for Auditors.

Scope of the audit

An audit involves obtaining evidence about the amounts and disclosures in the accounts sufficient to give reasonable assurance that the accounts 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 accounts. In addition, we read all the financial and non financial information in the directors' report to identify material inconsistencies with the audited accounts. Should we become aware of any apparent material misstatements or inconsistencies, we consider the implications for our report.

Opinion on accounts

In our opinion the accounts:

- give a true and fair view of the state of the company's affairs as at 30 June 2012 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

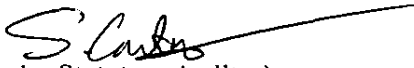
Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the directors' report for the financial year for which the accounts are prepared is consistent with the accounts.

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 accounts 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.


Stephen Cartwright (Senior Statutory Auditor)

For and on behalf of
Henderson Loggie, Statutory Auditor
Dundee

5 March 2013

The Dundee Property Reversionary Company Limited

Profit and loss account for the year ended 30 June 2012

	Note	2012 £	2011 £
Income from investments	2	477,312	451,331
Gain on sale of investments		290,320	324,036
		<u>767,632</u>	<u>775,367</u>
Other income		-	16,913
Administrative expenses	3	(28,180)	(26,800)
Preference dividend	6	(248)	(248)
Profit before taxation		<u>739,204</u>	<u>765,232</u>
Taxation	4	(43,661)	(71,363)
Profit after taxation		<u><u>695,543</u></u>	<u><u>693,869</u></u>

All operations are continuing.

A statement of total recognised gains and losses can be found on page 6.

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

The Dundee Property Reversionary Company Limited

Statement of total recognised gains and losses

	2012 £	2011 £
Capital profit on investments		
Realised gains	290,320	324,036
Unrealised (loss)/gain	(1,671,095)	2,290,139
	<u>(1,380,775)</u>	<u>2,614,175</u>
Tax	(45,050)	(68,278)
Capital (loss)/gain for the year	<u>(1,425,825)</u>	<u>2,545,897</u>
Revenue profit available for distribution	450,273	438,111
Total recognised (loss)/gain for the year	<u><u>(975,552)</u></u>	<u><u>2,984,008</u></u>
Distributable profit		
Revenue profit available for distribution	450,273	438,111
Capital profit available for distribution	245,270	255,758
Transfer to distributable reserves	<u>695,543</u>	<u>693,869</u>
Non distributable profits		
(Decrease)/increase in unrealised appreciation	(1,671,095)	2,290,139
	<u><u>(975,552)</u></u>	<u><u>2,984,008</u></u>

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

The Dundee Property Reversionary Company Limited

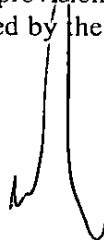
Balance sheet at 30 June 2012

	Note	£	2012 £	£	2011 £
Fixed assets					
Investments	5		11,748,424		13,107,208
Current assets					
Cash and short term deposits		381,192		443,724	
Creditors					
Amounts falling due within one year:					
Corporation tax		43,530		71,363	
Accruals		7,200		3,060	
Other creditors		1,598		1,569	
		52,328		75,992	
Net current assets			328,864		367,732
Creditors					
Amounts falling due outwith one year	7		(7,088)		(7,088)
Net assets			12,070,200		13,467,852
Capital and reserves					
Called up share capital	7		13,477		13,477
Capital reserves – realised	8		2,495,752		2,250,482
Capital reserves – unrealised	8		9,028,030		10,699,125
Revenue account	8		532,941		504,768
Shareholders' funds	9		12,070,200		13,467,852

The accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime. The accounts were approved by the board on 5 March 2013 and signed on its behalf by



AF McDonald
Director



N Barclay
Director

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

The Dundee Property Reversionary Company Limited

Notes to the accounts

1 Accounting policies

- a. The accounts have been prepared under the historical cost convention modified to include the revaluation of fixed asset investments and include the results of the company's operations as indicated in the directors report, all of which are continuing.
- b. Investment income is included in revenue on the date on which it is receivable.
- c. Where preference shares carry an obligation to deliver economic value they are included as liabilities in the balance sheet and any related dividend is treated as a finance cost in the profit and loss account.
- d. Listed investments are valued at middle market prices and unlisted investments are valued at directors' current valuation.
- e. Gains and losses on realisation of investments are dealt with through the capital reserve.
- f. Unrealised appreciation represents the amount by which the market value of assets exceeded their book value.

2 Investments income	2012 £	2011 £
Income from listed investments - UK	305,048	287,569
Income from listed investments - foreign	20,779	19,181
Income from unlisted investments	150,692	142,657
Interest receivable	793	1,924
	<u>477,312</u>	<u>451,331</u>

3 The administrative expenses include the following

Directors' remuneration	12,150	11,880
Audit fee	<u>2,256</u>	<u>2,240</u>

Included in directors' remuneration is £5,400 (2011 - £5,280) paid to a third party for making available the services of persons to act as directors of the company.

4 Taxation	Revenue £	2012 Capital £	Total £	Revenue £	2011 Capital £	Total £
Corporation tax charge for year	<u>(1,389)</u>	<u>45,050</u>	<u>43,661</u>	<u>3,085</u>	<u>68,278</u>	<u>71,363</u>

The Dundee Property Reversionary Company Limited

Notes to the accounts (continued)

4 Taxation (continued)

	2012 £	2011 £
Factors affecting the tax charge for year		
Profit before tax	<u>739,204</u>	<u>765,232</u>
Tax thereon at 24% (2011 - 26%)	177,409	198,960
Effects of:		
Expenses disallowed	60	64
Dividend income not taxed	(109,222)	(111,859)
Adjustment re chargeable disposals	(27,159)	(19,698)
Change in corporation tax rate	2,573	3,896
	<u>43,661</u>	<u>71,363</u>

5 Investments

Listed on UK stock market at market value	10,329,508	11,048,734
Unlisted at directors' valuations	1,418,916	2,058,474
	<u>11,748,424</u>	<u>13,107,208</u>

	Listed £	Unlisted £	Total £
Cost of investments held at 1 July 2011	2,387,916	20,167	2,408,083
Unrealised appreciation at 1 July 2011	8,660,818	2,038,307	10,699,125
Value of investments held at 1 July 2011	<u>11,048,734</u>	<u>2,058,474</u>	<u>13,107,208</u>
Movement in year:			
Purchases at cost	395,357	-	395,357
Sales – proceeds	(373,366)	-	(373,366)
Realised gains on sale	290,320	-	290,320
Decrease in unrealised appreciation	(1,031,538)	(639,557)	(1,671,095)
Value of investments held at 30 June 2012	<u>10,329,507</u>	<u>1,418,917</u>	<u>11,748,424</u>
Cost of investments held at 30 June 2012	2,700,227	20,167	2,720,394
Unrealised appreciation at 30 June 2012	7,629,280	1,398,750	9,028,030
Value of investments held at 30 June 2012	<u>10,329,507</u>	<u>1,418,917</u>	<u>11,748,424</u>

The Dundee Property Reversionary Company Limited

Notes to the accounts (continued)

5 Investments (continued)

If the investments had been sold at the year end valuation, the corporation tax liability on the chargeable gains would have been £1,685,000 (2011 - £2,250,000).

The company's unlisted investment is a holding of 14,716 ordinary shares in The National Investment Company Limited, an investment company registered in Scotland. This represents 45.68% of its issued share capital.

6 Dividends paid

	2012 £	2011 £
2012 Final dividend of 3.5p (2011 - 3.5p) per preference share	248	248
2012 Final dividend of 3,132p (2011 - 3.043p) per ordinary share	<u>422,100</u>	<u>410,105</u>

7 Share capital

(a) Allotted, issued and fully paid

Ordinary shares of £1 each	<u>13,477</u>	<u>13,477</u>
----------------------------	---------------	---------------

7,088 of the preference shares are fully paid up and are now included in creditors due outwith one year as required by Financial Reporting Standard 25.

(b) Class rights – ordinary share capital

£1 Ordinary shares

On winding up if any assets remain, after the rights of the preference shareholders have been satisfied, these are available for distribution amongst the ordinary shareholders.

(c) Class rights – cumulative preference shares

£1 cumulative 3.5% preference shares

No voting rights.

On winding up holders are entitled to a return of paid up capital and any arrears of dividend before ordinary shares.

The Dundee Property Reversionary Company Limited

Notes to the accounts (continued)

8 Reserves

	Capital Reserve Realised £	Capital Reserve Unrealised £	Revenue Reserve £	Total £
At 1 July 2011	2,250,482	10,699,125	504,768	13,454,375
Gain on realisation of investments	290,320	-	-	290,320
Decrease in unrealised appreciation	-	(1,671,095)	-	(1,671,095)
Tax effect on capital items	(45,050)	-	-	(45,050)
Retained net revenue for year	-	-	450,273	450,273
Dividends paid in year (note 6)	-	-	(422,100)	(422,100)
At 30 June 2012	2,495,752	9,028,030	532,941	12,056,723
			2012 £	2011 £
Being:				
Distributable reserves			3,028,693	2,755,250
Non-distributable reserves			9,028,030	10,699,125
			12,056,723	13,454,375

9 Reconciliation of movements in shareholders' funds

	2012 £	2011 £
At 1 July 2011	13,467,852	10,893,949
Total recognised (losses)/gains for year	(975,552)	2,984,008
Dividends paid (note 6)	(422,100)	(410,105)
Shareholders' funds at 30 June 2012	12,070,200	13,467,852

The Dundee Property Reversionary Company Limited

Notes to the accounts (continued)

10 Related party transactions

N Barclay is a director of the company, and is also a member of Thorntons Law LLP, who act as company secretaries. During the year, legal and professional fees amounting to £9,540 (2011 - £9,120) were paid to Thorntons Law LLP. At the year end there were no sums outstanding in respect of this (2011 - £Nil).

During the year dividends were paid to the following directors, GB Dickie £53,437 (2011 - £36,638), JM Marx £37,678 (2011 - £36,607) and FAL Marx £10,401 (2011 - £2,800).

During the year dividends of £60,545 (2011 - £58,791) were paid to and dividends of £150,692 (2011 - £142,657) received from The National Investment Company Limited, a company holding 14.33% of the issued share capital and director common to both companies.

11 Ultimate control

No one individual has ultimate control of the company.