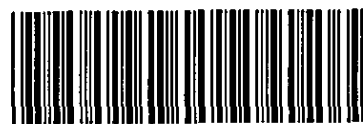


Company Registration No. SC031521 (Scotland)

THE SCOTTISH AERO CLUB LIMITED BY GUARANTEE
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2008

THURSDAY



SCT 29/10/2009 448
COMPANIES HOUSE

FRENCH DUNCAN
Chartered Accountants & Registered Auditor
74 Townhead
Kirkintilloch
G66 1NZ

THE SCOTTISH AERO CLUB LIMITED BY GUARANTEE

COMPANY INFORMATION

Directors	Mr Stuart McLean	(Appointed 15 May 2008)
	Mr Greg Couttie	(Appointed 15 May 2008)
	Mr David McElroy	(Appointed 15 May 2008)
	Mr Ian Cunningham	
	Mr Victor Marsh	
	Mr Keith Boardman	
	Mr Iain Waddell	
Secretary	Mr David Martin	
Company number	SC031521	
Registered office	The Aerodrome	
	Perth	
	PH2 6NP	
Auditors	French Duncan	
	74 Townhead	
	Kirkintilloch	
	Glasgow	
	G66 1NZ	

THE SCOTTISH AERO CLUB LIMITED BY GUARANTEE

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THE SCOTTISH AERO CLUB LIMITED BY GUARANTEE

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2008

The directors present their report and financial statements for the year ended 31 December 2008.

Principal activities

The principal activity of the company in the year under review was that of a Flying Club.

Directors

The following directors have held office since 1 January 2008:

Mr Stuart McLean	(Appointed 15 May 2008)
Mr Greg Couttie	(Appointed 15 May 2008)
Mr David McElroy	(Appointed 15 May 2008)
Mr Ian Cunningham	
Mr Victor Marsh	
Mr Keith Boardman	
Mr Iain Waddell	
Mr David Martin	
Mr Alexander Dalgetty	(Resigned 15 May 2008)
Mr Russell Hogan	(Resigned 15 May 2008)
Dr William MacPherson	(Resigned 15 May 2008)
Mr Robert Ferguson	(Resigned 15 May 2008)
Mr Michael McGreavey	(Resigned 28 March 2008)

Auditors

In accordance with the company's articles, a resolution proposing that French Duncan be reappointed as auditors of the company will be put at a General Meeting.

Statement of directors' responsibilities

The directors are responsible for preparing 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). The financial statements 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 these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and 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 proper accounting records that 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 1985. 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 SCOTTISH AERO CLUB LIMITED BY GUARANTEE

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2008

Statement of disclosure to auditors

So far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditors are aware of that information.

Small Company Provisions

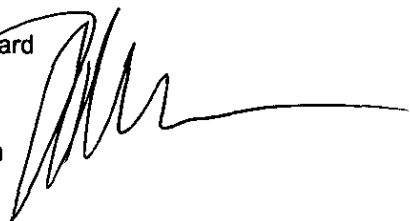
This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

On behalf of the board

Mr Ian Cunningham

Director

22 June 2009



THE SCOTTISH AERO CLUB LIMITED BY GUARANTEE

INDEPENDENT AUDITORS REPORT

TO THE SHAREHOLDERS OF THE SCOTTISH AERO CLUB LIMITED BY GUARANTEE

We have audited the financial statements of The Scottish Aero Club Limited by Guarantee for the year ended 31 December 2008 set out on pages 5 to 9. These financial statements have been prepared in accordance with the accounting policies set out therein and the requirements of the Financial Reporting Standard for Smaller Entities (effective January 2007).

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. 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 auditors' 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 the directors and auditors

The directors' responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Directors' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you whether in our opinion the information given in the directors' report is consistent with the financial statements.

In addition we report to you if, in our opinion, the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

We read the directors' report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the director in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

THE SCOTTISH AERO CLUB LIMITED BY GUARANTEE**INDEPENDENT AUDITORS REPORT (CONTINUED)****TO THE SHAREHOLDERS OF THE SCOTTISH AERO CLUB LIMITED BY GUARANTEE**

Opinion

In our opinion:

- the financial statements give a true and fair view in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, of the state of the company's affairs as at 31 December 2008 and of its loss for the year then ended;
- the financial statements have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the Directors' Report is consistent with the financial statements.



French Duncan LLP

.....
22 June 2009

**Chartered Accountants
Registered Auditor**

74 Townhead
Kirkintilloch
Glasgow
G66 1NZ

THE SCOTTISH AERO CLUB LIMITED BY GUARANTEE

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2008

	Notes	2008 £	2007 £
Turnover		166,502	122,385
Cost of sales		(142,885)	(94,760)
Gross profit		23,617	27,625
Administrative expenses		(29,295)	(25,914)
Operating (loss)/profit	2	(5,678)	1,711
Other interest receivable and similar income	3	327	1,571
(Loss)/profit on ordinary activities before taxation		(5,351)	3,282
Tax on (loss)/profit on ordinary activities	4	-	-
(Loss)/profit for the year	9	(5,351)	3,282

THE SCOTTISH AERO CLUB LIMITED BY GUARANTEE

BALANCE SHEET

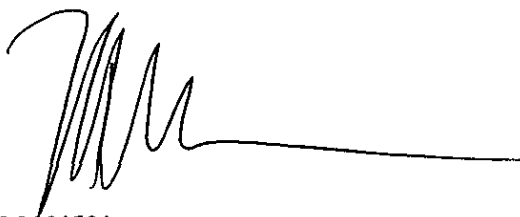
AS AT 31 DECEMBER 2008

	Notes	2008 £	£	2007 £	£
Fixed assets					
Tangible assets	5 and 6		72,057		26,987
Current assets					
Stocks		500		750	
Debtors	7	44,426		7,772	
Cash at bank and in hand		21,578		39,417	
		<u>66,504</u>		<u>47,939</u>	
Creditors: amounts falling due within one year	8	<u>(69,808)</u>		<u>(1,322)</u>	
Net current (liabilities)/assets			<u>(3,304)</u>		<u>46,617</u>
Total assets less current liabilities			<u>68,753</u>		<u>73,604</u>
Capital and reserves					
Other reserves	9	16,019		15,519	
Profit and loss account	9	52,734		58,085	
Shareholders' funds			<u>68,753</u>		<u>73,604</u>

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 2007).

Approved by the Board for issue on 22 June 2009

Mr Ian Cunningham
Director



Company Registration No. SC031521

THE SCOTTISH AERO CLUB LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2008

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007).

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated).

1.3 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Plant and machinery	20% reducing balance
Computer equipment	Straight line over 4 years
Fixtures, fittings & equipment	20% reducing balance
Trophies	no depreciation

Aeroplanes are depreciated at 10% reducing balance.

2 Operating (loss)/profit	2008	2007
	£	£
Operating (loss)/profit is stated after charging:		
Depreciation of tangible assets	6,583	8,760

3 Investment income	2008	2007
	£	£
Bank interest	327	1,571
	327	1,571

4 Taxation

No liability to UK corporation tax arose on ordinary activities for the year ended 31st December 2008 nor the year ended 31st December 2007. No provision was brought forward from previous years.

THE SCOTTISH AERO CLUB LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2008

5 Tangible fixed assets

	Plant and machinery	Fixtures, fittings & equipment	Trophies	Total
	£	£	£	£
Cost				
At 1 January 2008	2,088	25,029	-	27,117
Additions	-	1,152	500	1,652
At 31 December 2008	2,088	26,181	500	28,769
Depreciation				
At 1 January 2008	1,071	15,059	-	16,130
Charge for the year	358	2,225	-	2,583
At 31 December 2008	1,429	17,284	-	18,713
Net book value				
At 31 December 2008	659	8,897	500	10,056
At 31 December 2007	1,017	9,970	-	10,987

6 Tangible fixed assets

	Aeroplane
	£
Cost	
At 1 January 2008	32,412
Additions	50,001
At 31 December 2008	82,413
Depreciation	
At 1 January 2008	16,412
Charge for the year	4,000
At 31 December 2008	20,412
Net book value	
At 31 December 2008	62,001
At 31 December 2007	16,000

THE SCOTTISH AERO CLUB LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2008

7 Debtors	2008 £	2007 £
Trade debtors	37,836	1,181
Other debtors	6,590	6,591
	<u>44,426</u>	<u>7,772</u>

8 Creditors: amounts falling due within one year	2008 £	2007 £
Trade creditors	36,774	-
Other creditors	33,034	1,322
	<u>69,808</u>	<u>1,322</u>

9 Statement of movements on reserves	Other reserves (see below) £	Profit and loss account £
Balance at 1 January 2008	15,519	58,085
Loss for the year	-	(5,351)
Movement during the year	500	-
Balance at 31 December 2008	<u>16,019</u>	<u>52,734</u>

Other reserves

Reserves provided for by the Articles of Association

Balance at 1 January 2008	15,519
Revaluation	500
Balance at 31 December 2008	<u>16,019</u>

THE SCOTTISH AERO CLUB LIMITED BY GUARANTEE

DETAILED TRADING AND PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2008

		2008		2007
	£	£	£	£
Turnover				
Hangarage		125,866		105,705
Membership Subscriptions		27,566		16,200
Social Events and Miscellaneous		4,380		480
Office Sub Rental		1,405		-
Open Day 2008		7,285		-
		<u>166,502</u>		<u>122,385</u>
Cost of sales				
Hangar, Premises & Airfield Rentals	94,262		70,350	
Airfield Operating Charges	32,252		24,240	
Club Aircraft Costs	6,548		-	
Hanger & Club Manangement	3,656		-	
Open Day 2008	5,917		-	
Opening Stock- Goods	750		920	
	<u>143,385</u>		<u>95,510</u>	
Closing stock- Goods	(500)		(750)	
		<u>(142,885)</u>		<u>(94,760)</u>
Gross profit	14.18%	23,617	22.57%	27,625
Administrative expenses		<u>(29,295)</u>		<u>(25,914)</u>
Operating (loss)/profit		(5,678)		1,711
Other interest receivable and similar income				
Bank interest received		327		1,571
(Loss)/profit before taxation		<u>(5,351)</u>		<u>3,282</u>

THE SCOTTISH AERO CLUB LIMITED BY GUARANTEE

SCHEDULE OF ADMINISTRATIVE EXPENSES

FOR THE YEAR ENDED 31 DECEMBER 2008

	2008	2007
	£	£
Administrative expenses		
Rates & water	234	482
Light and heat	230	247
Catering and social	3,593	2,267
Repairs to property	846	1,447
Security expenses	698	3,000
Printing, postage and stationery	2,915	1,842
Advertising	322	1,845
Telephone	1,703	419
Website and internet costs	957	264
Hire of equipment	-	92
Travelling expenses	294	-
Repairs and renewals	272	915
Legal and prof fees	5,885	-
Directors & Officers Insurance	525	-
Accountancy	450	1,439
Bank charges	234	-
Sundry expenses	191	72
Household and Cleaning	3,109	2,748
Subscriptions	254	75
Depreciation on aeroplane	1,600	1,849
Loss on revaluation of aeroplane	2,400	4,042
Depreciation on plant and machinery	98	118
Depreciation on FF & E	2,225	2,493
Depreciation on computer equipment	260	258
	<u>29,295</u>	<u>25,914</u>