

Company Registration No. SC032187 (Scotland)

MURRAYFIELD ICE RINK LTD

**DIRECTORS' REPORT AND
UNAUDITED FINANCIAL STATEMENTS**

FOR THE YEAR ENDED 31 JULY 2011



Saffery Champness
CHARTERED ACCOUNTANTS

MURRAYFIELD ICE RINK LTD

COMPANY INFORMATION

Directors	W D Kerr (Chairman) I W M Kerr J R S Stirling E J Neil (Appointed 20 March 2011)
Secretary	W D Kerr (Chairman)
Company number	SC032187
Registered office	Riversdale Crescent Murrayfield Edinburgh EH12 5XN
Accountants	Saffery Champness Edinburgh Quay 133 Fountainbridge Edinburgh EH3 9BA
Business address	Riversdale Crescent Murrayfield Edinburgh EH12 5XN
Bankers	Lloyds TSB plc 163 St Johns Road Edinburgh EH12 7SD
Solicitors	Bonar MacKenzie, W.S 9 Hill Street Edinburgh EH2 3JT

MURRAYFIELD ICE RINK LTD

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MURRAYFIELD ICE RINK LTD

DIRECTORS' REPORT FOR THE YEAR ENDED 31 JULY 2011

The directors present their report and financial statements for the year ended 31 July 2011.

Principal activities

The principal activity of the company continued to be that of ice rink managers.

Review of the Business

The Directors were saddened to record the death of the Company's oldest and longest serving director when Mrs M. S. Neil passed away on 28 February 2011. Mrs Neil was appointed a director in 1971 following the sudden death of her husband and had represented the Neil family's interest in the business for almost 40 years. Molly, as she was affectionately known, always took a keen and active interest in the business and the Company's intention to continue providing a skating facility in Edinburgh for the local and surrounding community. Her daughter Elizabeth accepted the Board's invitation to become a director to continue the family interest and took up the appointment in March 2011.

Following a full year's trading turnover dropped by some £87,679 whilst cost of sales fell by £75,518. However, the business was able to report a profit before tax of £20,154 for the year ended 31 July 2011. Skating numbers fell by about 5,500 over the year but this drop can almost entirely be blamed on the particularly bad weather that descended on the City last November/December when the City was brought to a standstill for 3 - 4 weeks meaning customers simply could not get out and about. During these harsh economic times the business chose, for the second time in succession, not to pass on the January VAT increase to customers, instead choosing to absorb the cost. Reduced overheads and slightly improved margins contributed to a net profit after tax of £14,839, which can be seen as a good result during these difficult times for the leisure industry.

As a result of fewer numbers through the door both for skating and ice hockey sales from the box office, bar, skate hire and cafe/vending were all lower but income from hockey rental and skate shop sales held up well. Hockey ice rental figures were almost identical to last year despite a poor season for the senior team playing out of the rink with most of the recreational teams' again hiring ice through the summer months. The outstanding debt carried over from the previous year was greatly reduced and there now only remains a small balance outstanding to be paid. Murrayfield Skating School run by the skating coaches continued to generate valuable income for the business, running classes during the quieter sessions as well as taking up slack ice during holiday periods. The Learn to Skate Session continues to hold up and provides a starting point for skaters to move into the various courses run by the Skating School. The Disco sessions on a Friday and Saturday night continue to disappoint.

Utility costs fell, partly helped by the cold weather over the winter, as did insurance premiums with wages/salaries being fairly well contained throughout the whole business. Margins in the skate hire, skate shop and from cafe/vending activities, despite lower sales, all improved and the margin from the bar/events only dipped slightly.

Apart from the appointment of Miss E. J. Neil as a director, staff changes were minimal with Martin Ramsay re-joining the Company as an assistant manager after Alex Thomas left after only a short period in employment in this position.

MURRAYFIELD ICE RINK LTD

DIRECTORS' REPORT (continued) FOR THE YEAR ENDED 31 JULY 2011

Review of the Business (continued)

The business plans a maintenance shutdown next summer and is looking during this period to install a new refrigeration plant thus pre-empting the illegal use of our current refrigerant (R22) after December 2014. Also under consideration is the installation of an Alumazorb ceiling over the main ice pad, which, apart from making the roof ceiling appear much brighter and cleaner, is expected to reduce refrigeration running costs and reduce condensation during the summer months.

The business takes its responsibilities to protecting the environment most seriously and in order to control and reduce energy consumption adopts a hands on approach to monitoring and adjusting the refrigeration required to produce ice. Where possible, low energy lighting has been installed in various locations throughout the building. Waste paper is collected for recycling

Looking forward, the Company expects a further difficult trading year whilst the economy recovers and anticipates making a significant loss in 2011-2012 due to the intended works being carried out. Prices are also under review but we need to remain aware of the lack of disposable income available to our customers and any increases will only be marginal.

Directors

The following directors have held office since 1 August 2010:

W D Kerr (Chairman)

I W M Kerr

J R S Stirling

M S Neil

(Deceased 28 February 2011)

E J Neil

(Appointed 20 March 2011)

In accordance with the company's Articles of Association, Mr I W M Kerr and Mr J R S Stirling retire by rotation and, being eligible, offer themselves for re-election.

MURRAYFIELD ICE RINK LTD

DIRECTORS' REPORT (continued) FOR THE YEAR ENDED 31 JULY 2011

Statement of directors' responsibilities

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

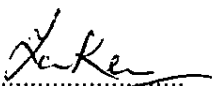
Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). 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 these 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.

This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

On behalf of the board



I W M Kerr

Director

20/12/2011

MURRAYFIELD ICE RINK LTD

CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE PREPARATION OF THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF MURRAYFIELD ICE RINK LTD FOR THE YEAR ENDED 31 JULY 2011

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Murrayfield Ice Rink Ltd for the year ended 31 July 2011 set out on pages 5 to 12 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales, we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com>.

This report is made solely to the Board of Directors of Murrayfield Ice Rink Ltd, as a body, in accordance with the terms of our engagement letter dated 19 May 2008. Our work has been undertaken solely to prepare for your approval the financial statements of Murrayfield Ice Rink Ltd and state those matters that we have agreed to state to the Board of Directors of Murrayfield Ice Rink Ltd, as a body, in this report in accordance with AAF 2/10 as detailed at <http://www.icaew.com>. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Murrayfield Ice Rink Ltd and its Board of Directors as a body, for our work or for this report.

It is your duty to ensure that Murrayfield Ice Rink Ltd has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Murrayfield Ice Rink Ltd. You consider that Murrayfield Ice Rink Ltd is exempt from the statutory audit requirement for the year.



Saffery Champness

Chartered Accountants

21/12/11

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Edinburgh Quay
133 Fountainbridge
Edinburgh
EH3 9BA

MURRAYFIELD ICE RINK LTD**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 JULY 2011**

		2011	2010
	Notes	£	£
Turnover		742,052	829,731
Cost of sales		<u>(511,391)</u>	<u>(586,909)</u>
Gross profit		230,661	242,822
Administrative expenses		<u>(211,038)</u>	<u>(226,841)</u>
Operating profit	2	19,623	15,981
Other interest receivable and similar income	3	<u>531</u>	<u>914</u>
Profit on ordinary activities before taxation		20,154	16,895
Tax on profit on ordinary activities	4	<u>(5,315)</u>	<u>(3,397)</u>
Profit for the year	11	<u>14,839</u>	<u>13,498</u>

The notes on pages 9 to 12 form part of these financial statements.

MURRAYFIELD ICE RINK LTD

**BALANCE SHEET
AS AT 31 JULY 2011**

	Notes	£	2011 £	£	2010 £
Fixed assets					
Tangible assets	5		178,457		189,744
Investments	6		276		276
			<u>178,733</u>		<u>190,020</u>
Current assets					
Stocks		12,875		12,471	
Debtors	7	24,333		40,302	
Cash at bank and in hand		301,734		255,626	
		<u>338,942</u>		<u>308,399</u>	
Creditors: amounts falling due within one year	8	(49,802)		(45,384)	
Net current assets			<u>289,140</u>		<u>263,015</u>
Total assets less current liabilities			<u>467,873</u>		<u>453,035</u>
Capital and reserves					
Called up share capital	10		10,000		10,000
Revaluation reserve	11		146,264		146,264
Profit and loss account	11		311,609		296,771
Shareholders' funds			<u>467,873</u>		<u>453,035</u>

MURRAYFIELD ICE RINK LTD

BALANCE SHEET (continued)
AS AT 31 JULY 2011

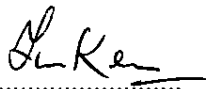
For the financial year ended 31 July 2011 the company was entitled to exemption from audit under section 477 Companies Act 2006. No member of the company has deposited a notice, pursuant to section 476, requiring an audit of these financial statements under the requirements of the Companies Act 2006.

The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 386 of the Act and for preparing financial statements 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 sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the company.

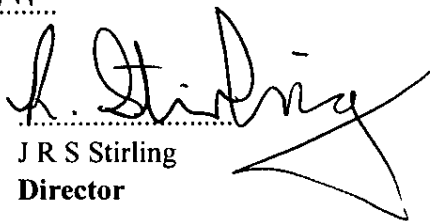
These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The notes on pages 9 to 12 form part of these financial statements.

Approved by the Board for issue on 20/12/11



I W M Kerr
Director



J R S Stirling
Director

Company Registration No. SC032187

MURRAYFIELD ICE RINK LTD

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 JULY 2011**

	2011	2010
	£	£
Operating profit	19,623	15,981
Depreciation of tangible assets	13,360	13,941
Loss on disposal of tangible assets	-	612
Increase in stocks	(404)	(2,406)
Decrease/(increase) in debtors	12,417	(3,490)
Increase in creditors within one year	2,499	18,760
Cash generated from operations	47,495	43,398
Cash from other sources		
Interest received	531	914
Receipts from sales of tangible assets	-	500
	531	1,414
Application of cash		
Tax paid	(155)	-
Payments to acquire tangible assets	2,073	8,245
	(1,918)	(8,245)
Net increase in cash	46,108	36,567
Cash at bank and in hand less overdrafts at beginning of year	255,626	219,059
Cash at bank and in hand less overdrafts at end of year	301,734	255,626
Consisting of:		
Cash at bank and in hand	301,734	255,626
	301,734	255,626

MURRAYFIELD ICE RINK LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2011

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention modified to include the revaluation of heritable land and buildings and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

1.2 Turnover

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

1.3 Tangible fixed assets and depreciation

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

Heritable property	2% straight line
Plant and machinery	25% reducing balance
Fixtures, fittings & equipment	15% reducing balance

1.4 Investments

Fixed asset investments are stated at cost less provision for diminution in value. Those held as current assets are stated at the lower of cost and net realisable value.

1.5 Stock

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

1.6 Pensions

The pension costs charged in the financial statements represent the contributions payable by the company during the year in accordance with Financial Reporting Standard for Smaller Entities (effective April 2008).

2 Operating profit

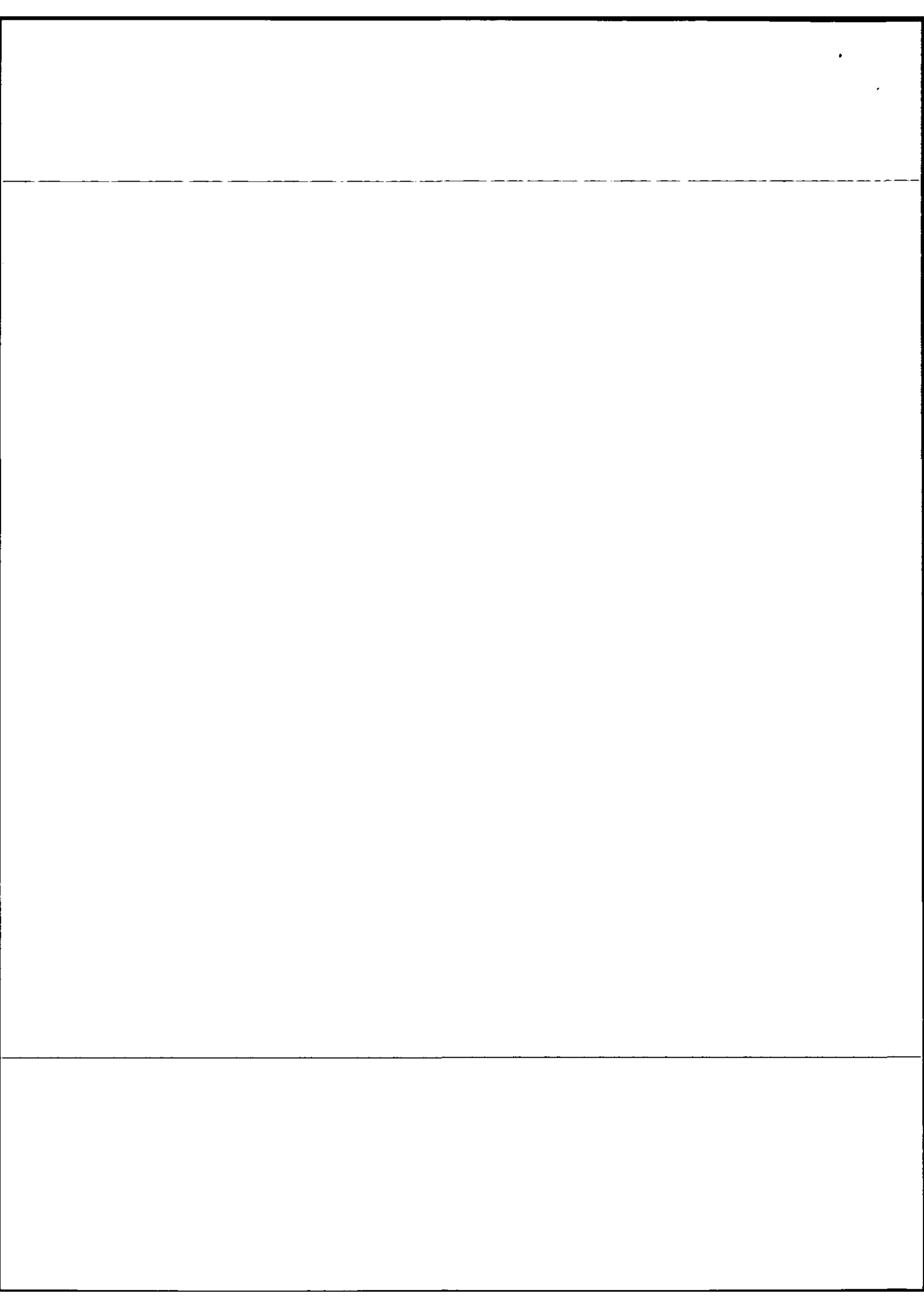
	2011	2010
	£	£
Operating profit is stated after charging:		
Depreciation of tangible assets	13,360	13,941
Directors' remuneration	129,038	137,447

MURRAYFIELD ICE RINK LTD

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 JULY 2011

3	Investment income	2011 £	2010 £
	Bank interest	522	914
	Other interest	9	-
		<u>531</u>	<u>914</u>
4	Taxation	2011 £	2010 £
	Domestic current year tax		
	U.K. corporation tax	<u>5,315</u>	<u>3,397</u>
	Total current tax	<u>5,315</u>	<u>3,397</u>
5	Tangible fixed assets		
		Land and buildings £	Plant and machinery etc £ Total £
	Cost or valuation		
	At 1 August 2010	399,743	390,507 790,250
	Additions	-	2,073 2,073
	At 31 July 2011	<u>399,743</u>	<u>392,580</u> <u>792,323</u>
	Depreciation		
	At 1 August 2010	243,695	356,811 600,506
	Charge for the year	7,995	5,365 13,360
	At 31 July 2011	<u>251,690</u>	<u>362,176</u> <u>613,866</u>
	Net book value		
	At 31 July 2011	<u>148,053</u>	<u>30,404</u> <u>178,457</u>
	At 31 July 2010	156,048	33,696 189,744

The heritable property was revalued by a firm of independent chartered surveyors in 1979. This valuation has been adopted as the historical cost under the transitional provisions of Financial Reporting Standard 15. Subsequent additions are included as historic cost.



MURRAYFIELD ICE RINK LTD

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 JULY 2011

6 Fixed asset investments

	Unlisted investments £
Cost or valuation	
At 1 August 2010 & at 31 July 2011	<u>276</u>
Net book value	
At 31 July 2011	<u>276</u>
At 31 July 2010	<u>276</u>

The unlisted investment relates to the cost of 530 Ordinary shares of £1 each in Kirkcaldy Ice Rink Limited.

7 Debtors	2011 £	2010 £
Trade debtors	4,552	13,220
Other debtors	<u>19,781</u>	<u>27,082</u>
	<u>24,333</u>	<u>40,302</u>

8 Creditors: amounts falling due within one year	2011 £	2010 £
Trade creditors	14,695	28,009
Taxation and social security	20,907	13,175
Other creditors	<u>14,200</u>	<u>4,200</u>
	<u>49,802</u>	<u>45,384</u>

Other creditors includes £1,200 (2010 - £1,200) in respect of 5% Debentures.

MURRAYFIELD ICE RINK LTD

**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 JULY 2011**

9 Pension costs

Defined contribution

	2011	2010
	£	£
Contributions payable by the company for the year	<u>55,913</u>	<u>53,855</u>

10 Share capital

	2011	2010
	£	£
Allotted, called up and fully paid 10,000 Ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>

11 Statement of movements on reserves

	Revaluation reserve	Profit and loss account
	£	£
Balance at 1 August 2010	146,264	296,770
Profit for the year	-	14,839
Balance at 31 July 2011	<u>146,264</u>	<u>311,609</u>

12 Control

There is no ultimate controlling party.