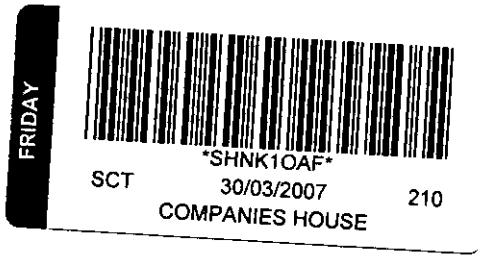
Registrar

Registration number 32256

A J Allan (Blairnyle) Ltd

Directors' report and financial statements

for the year ended 31 May 2006



A J Allan (Blairnyle) Ltd

Company information

Directors	A T Allan W W Allan
Secretary	A T Allan
Company number	32256
Registered office	Blairnyle Farm Alexandria Dunbartonshire G83 8RR
Accountants	Alexander Sloan 144 West George Street Glasgow G2 2HG
Business address	Blairnyle Farm Alexandria Dunbartonshire G83 8RR
Bankers	Bank of Scotland 17 High Street Dumbarton G82 1NF

A J Allan (Blairnyle) Ltd

Directors' report
for the year ended 31 May 2006

The directors present their report and the financial statements for the year ended 31 May 2006

Principal activity
The principal activity of the company is farming
Results and dividends

Directors and their interests
The directors who served during the year and their interests in the company are as stated below

	Class of share	31/05/06	01/06/05
A T Allan	Ordinary shares	50	50
W W Allan	Ordinary shares	50	50

This report is 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 30 March 2007 and signed on its behalf by

A.T. Allan

A T Allan
Secretary

A J Allan (Blairnyle) Ltd

Chartered Accountants' report to the Board of Directors on the unaudited accounts of A J Allan (Blairnyle) Ltd

In accordance with the engagement letter dated 29 March 2007, and in order to assist you to fulfil your duties under the Companies Act 1985, we have prepared the accounts of the company on pages 3 to 10 from the accounting records and information and explanations supplied to us

This report is made to the company's board of directors in accordance with the terms of our engagement Our work has been undertaken to enable us to prepare the accounts on behalf of the company's board of directors 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 board of directors, as a body, for our work or for this report

We have carried out this engagement in accordance with best practice guidance issued by the Institute of Chartered Accountants of Scotland and have complied with the ethical guidance laid down by the Institute relating to members undertaking the preparation of accounts

You have acknowledged on the balance sheet for the year ended 31 May 2006 your duty to ensure that the company has kept proper accounting records and to prepare accounts that give a true and fair view under the Companies Act 1985 You consider that the company is exempt from the statutory requirement for an audit for the year

We have not been instructed to carry out an audit of the accounts For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the accounts

Alexander Sloan
Chartered Accountants

144 West George Street
Glasgow
G2 2HG

30 March 2007

A J Allan (Blairnyle) Ltd

Profit and loss account
for the year ended 31 May 2006

	Notes	2006 £	2005 £
Turnover	2	16,750	40,305
Cost of sales		(830)	(45,154)
Gross profit/(loss)		15,920	(4,849)
Administrative expenses		(31,046)	(28,894)
Other operating income		6,680	7,215
Operating loss	3	(8,446)	(26,528)
Profit on sale of land and buildings freehold		420,000	
Profit/(loss) on ordinary activities before interest		411,554	(26,528)
Other interest receivable and similar income		2,452	
Interest payable and similar charges		(8,205)	(17,425)
Profit/(loss) on ordinary activities before taxation		405,801	(43,953)
Tax on profit/(loss) on ordinary activities	5	(42,948)	
Profit/(loss) on ordinary activities after taxation		362,853	(43,953)
Retained profit/(loss) for the year	12	362,853	(43,953)

The notes on pages 6 to 10 form an integral part of these financial statements.

A J Allan (Blairnyle) Ltd

Balance sheet
as at 31 May 2006

	Notes	2006 £	2006 £	2005 £	2005 £
Fixed assets					
Intangible assets	6		70		70
Tangible assets	7		67,685		190,257
			67,755		190,327
Current assets					
Debtors	8	5,008		5,850	
Cash at bank and in hand		178,753			
		183,761		5,850	
Creditors: amounts falling due within one year	9	(82,013)		(300,083)	
Net current assets/(liabilities)			101,748		(294,233)
Total assets less current liabilities			169,503		(103,906)
Creditors: amounts falling due after more than one year	10				(19,444)
Net assets/(liabilities)			169,503		(123,350)
Capital and reserves					
Called up share capital	11		100		100
Profit and loss account	12		169,403		(123,450)
Shareholders' funds			169,503		(123,350)

The directors' statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet

The notes on pages 6 to 10 form an integral part of these financial statements.

A J Allan (Blairnyle) Ltd

Balance sheet (continued)

Directors' statements required by Section 249B(4) for the year ended 31 May 2006

In approving these financial statements as directors of the company we hereby confirm

(a) that for the year stated above the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985 ,

(b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 31 May 2006 and

(c) that we acknowledge our responsibilities for

(1) ensuring that the company keeps accounting records which comply with Section 221, and

(2) 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 year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002)

The financial statements were approved by the Board on 30 March 2007 and signed on its behalf by

A T. Allan.

A T Allan
Director

The notes on pages 6 to 10 form an integral part of these financial statements.

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 June 2002)

1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year

1.3. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows

Plant and machinery	5% 22 5% reducing balance
Motor vehicles	20% reducing balance

No depreciation has been charged on farmland and buildings as the directors are of the opinion that the property has a long useful life and accordingly any depreciation charge would be immaterial The directors have also carried out an impairment review on the buildings and they are satisfied that no adjustment is required to the carrying value

1.4. 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 otherwise required by FRS 19

1.5. Government grants

Grants are credited to deferred revenue Grants towards capital expenditure are released to the profit and loss account over the expected useful life of the assets Grants towards revenue expenditure are released to the profit and loss account as the related expenditure is incurred

2. Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the UK

3. Operating loss

	2006	2005
	£	£
Operating loss is stated after charging		
Depreciation and other amounts written off tangible assets	4,196	2,901
Loss on disposal of tangible fixed assets	326	
and after crediting		
Government grants	5,190	7,215

continued

4. Directors' emoluments

	2006	2005
	£	£
Remuneration and other benefits	3,064	5,577

5. Tax on profit/(loss) on ordinary activities

Analysis of charge in period	2006	2005
	£	£
Current tax		
UK corporation tax	42,948	

6. Intangible fixed assets

	Investments	Total
	£	£
Cost		
At 1 June 2005 and at 31 May 2006	432	432
Provision for diminution in value		
At 1 June 2005 and at 31 May 2006	362	362
Net book values		
At 31 May 2006	70	70
At 31 May 2005	70	70

continued

7. Tangible fixed assets	Land and buildings freehold £	Plant and machinery £	Motor vehicles £	Total £
Cost				
At 1 June 2005	170,992	141,884	10,052	322,928
Additions		11,650	300	11,950
Disposals	(130,000)		(10,052)	(140,052)
At 31 May 2006	40,992	153,534	300	194,826
Depreciation				
At 1 June 2005		122,945	9,726	132,671
On disposals			(9,726)	(9,726)
Charge for the year		4,136	60	4,196
At 31 May 2006		127,081	60	127,141
Net book values				
At 31 May 2006	40,992	26,453	240	67,685
At 31 May 2005	170,992	18,939	326	190,257

8. Debtors	2006 £	2005 £
Trade debtors	3,000	5,000
Other debtors	1,528	850
Prepayments and accrued income	480	
	5,008	5,850

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9. Creditors: amounts falling due within one year	2006 £	2005 £
Bank overdraft		216,999
Bank loan		6,667
Trade creditors	5,729	2,919
Corporation tax	42,948	
Other taxes and social security costs	476	860
Directors' accounts	30,179	68,480
Accruals and deferred income	2,681	4,158
	82,013	300,083

10. Creditors: amounts falling due after more than one year	2006 £	2005 £
Bank loan		19,444

11. Share capital	2006 £	2005 £
Authorised		
100 Ordinary shares of £1 each	100	100
Allotted, called up and fully paid		
100 Ordinary shares of £1 each	100	100

12. Reserves	Profit and loss account £	Total £
At 1 June 2005	(123,450)	(123,450)
Retained profit/(loss) for the year	362,853	362,853
Equity Dividends	(70,000)	(70,000)
At 31 May 2006	169,403	169,403

A J Allan (Blairnyle) Ltd

Detailed trading profit and loss account and expenses schedule for the year ended 31 May 2006

	2006		2005	
	£	£	£	£
Sales				
Cattle				40,305
Silage Bales		2,750		
Hay Bales		1,000		
Rent receivable		13,000		
		16,750		40,305
Cost of sales				
Opening stock			44,750	
Purchases	830		404	
	830		45,154	
		(830)		(45,154)
Gross profit/(loss)		15,920		(4,849)
Administrative expenses				
Directors' remuneration	3,064		5,577	
Employer's NI contributions	1,490		1,030	
Rates and insurance	4,540		8,347	
Heat and light	2,801		(308)	
Repairs and maintenance	5,639		4,897	
Veterinary and medical costs	282		824	
Telephone	1,241		978	
Legal and professional	4,190			
Accountancy	2,311		1,871	
Bank charges	596		2,161	
General expenses	337		616	
Subscriptions	276			
Depreciation on plant and machinery	4,136		2,820	
Depreciation on motor vehicles	60		81	
Profits/losses on disposal of intangible assets	(243)			
Profits/losses on disposal of tangible assets	326			
		31,046		28,894
		(15,126)		(33,743)
Other operating income				
Government grants received	5,190		7,215	
Insurance claims receivable	1,490			
Profit on sale of land and buildings freehold	420,000			
		426,680		7,215
Operating profit/(loss)		411,554		(26,528)

A J Allan (Blairnyle) Ltd

Detailed trading profit and loss account and expenses schedule for the year ended 31 May 2006

	2006		2005	
	£	£	£	£
Interest receivable				
Bank deposit interest	2,452			
		2,452		
Interest payable				
Bank interest	7,289		14,962	
Interest on loans repayable in less than 5 years	916		2,463	
		(8,205)		(17,425)
Net profit/(loss) for the year		405,801		(43,953)