

**MCKERCHAR & MACNAUGHTON LIMITED**  
**ABBREVIATED ACCOUNTS**  
**FOR THE YEAR ENDED 14 JANUARY 2007**



# MCKERCHAR & MACNAUGHTON LIMITED

## ABBREVIATED BALANCE SHEET

AS AT 14 JANUARY 2007

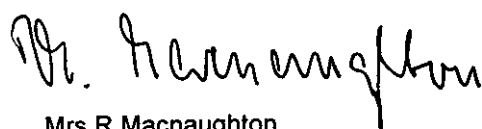
|                                                       | Notes | 2007<br>£    | £               | 2006<br>£      | £               |
|-------------------------------------------------------|-------|--------------|-----------------|----------------|-----------------|
| <b>Fixed assets</b>                                   |       |              |                 |                |                 |
| Tangible assets                                       | 2     |              | 105,725         |                | 105,725         |
| <b>Current assets</b>                                 |       |              |                 |                |                 |
| Debtors                                               |       | 250          |                 | 433            |                 |
| Cash at bank and in hand                              |       | 1,206        |                 | 3,275          |                 |
|                                                       |       | <u>1,456</u> |                 | <u>3,708</u>   |                 |
| <b>Creditors, amounts falling due within one year</b> |       | <u>(907)</u> |                 | <u>(1,443)</u> |                 |
| <b>Net current assets</b>                             |       |              | 549             |                | 2,265           |
| <b>Total assets less current liabilities</b>          |       |              | <u>106,274</u>  |                | <u>107,990</u>  |
| <b>Capital and reserves</b>                           |       |              |                 |                |                 |
| Called up share capital                               | 3     |              | 42,000          |                | 42,000          |
| Revaluation reserve                                   |       |              | 100,010         |                | 100,010         |
| Other reserves                                        |       |              | 41              |                | 41              |
| Profit and loss account                               |       |              | <u>(35,777)</u> |                | <u>(34,061)</u> |
| <b>Shareholders' funds</b>                            |       |              | <u>106,274</u>  |                | <u>107,990</u>  |

In preparing these abbreviated accounts

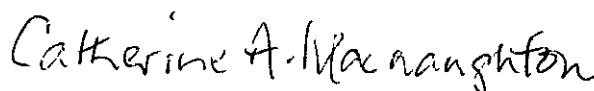
- The directors are of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985,
- No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- The directors acknowledge their responsibilities for
  - ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
  - preparing accounts 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 Section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies

Approved by the Board for issue on 15 June 2007



Mrs R Macnaughton  
Director



Miss C A Macnaughton  
Director

# MCKERCHAR & MACNAUGHTON LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 14 JANUARY 2007

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### 1 Accounting policies

#### 1.1 Accounting convention

The financial statements are prepared under the historical cost convention modified to include the revaluation of freehold land and buildings and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005)

The true and fair override provisions of the Companies Act 1985 have been invoked, see 'investment properties' below

#### 1.2 Turnover

Turnover shown in the profit and loss account represents amounts invoiced during the year

#### 1.3 Tangible fixed assets and depreciation

Tangible fixed assets other than land and buildings 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

|                             |                                                                                              |
|-----------------------------|----------------------------------------------------------------------------------------------|
| Land and buildings Freehold | no depreciation is provided on freehold land or buildings, see 'investment properties below' |
| Plant                       | 20% reducing balance basis                                                                   |

#### 1.4 Investment properties

Investment properties are included in the balance sheet at their open market value. No depreciation is provided on such properties

Although this accounting policy is in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005), it is a departure from the general requirement of the Companies Act 1985 for all tangible assets to be depreciated. In the opinion of the directors compliance with the standard is necessary for the financial statements to give a true and fair view. Depreciation or amortisation is only one of many factors reflected in the annual valuation and the amount of this which might otherwise have been charged cannot be separately identified or quantified

#### 1.5 Operating lease agreements

Assets held for use in operating leases are included as a separate category in fixed assets

Rental income from operating leases is recognised on a straight line basis over the term of the lease

# MCKERCHAR & MACNAUGHTON LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 14 JANUARY 2007

### 2 Fixed assets

|                                         | Tangible<br>assets<br>£ |
|-----------------------------------------|-------------------------|
| <b>Cost or valuation</b>                |                         |
| At 15 January 2006 & at 14 January 2007 | 106,500                 |
| <b>Depreciation</b>                     |                         |
| At 15 January 2006 & at 14 January 2007 | 775                     |
| <b>Net book value</b>                   |                         |
| At 14 January 2007                      | 105,725                 |
| At 14 January 2006                      | 105,725                 |

### 3 Share capital

|                                           | 2007<br>£ | 2006<br>£ |
|-------------------------------------------|-----------|-----------|
| <b>Authorised</b>                         |           |           |
| 42,000 Ordinary shares of £1 each         | 42,000    | 42,000    |
| <b>Allotted, called up and fully paid</b> |           |           |
| 42,000 Ordinary shares of £1 each         | 42,000    | 42,000    |