

SUNLAWS DEVELOPMENT COMPANY LIMITED

Company Number SC121007

**REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2000**

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SUNLAWS DEVELOPMENT COMPANY LIMITED

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SUNLAWS DEVELOPMENT COMPANY LIMITED
REPORT OF THE DIRECTORS

The Directors submit their report and financial statements of the company for the year to 31st March 2000.

RESULT AND DIVIDENDS

The accounts show a profit of £34,932 which, when deducted from the loss brought forward, leaves a loss of £86,044 to be carried forward.

The Directors do not recommend the payment of a dividend.

REVIEW OF THE BUSINESS

A full year's rent was received from the Roxburghe Hotel and Golf Course and four repayment instalments were made to Scottish Borders Enterprise.

The Directors are considering plans for the development of the housing land at Sunlaws.

DIRECTORS

The Directors who held office during the year were - His Grace the Duke of Roxburghe, Mr R. E. Jackson FRICS and Mr A.W.M. Christie-Miller.

None of the Directors had any beneficial interest in the shares of the company at 31st March 2000 (1999 Nil).

In terms of the Articles of Association the Duke of Roxburghe, Mr R.E. Jackson and Mr A.W.M. Christie-Miller retire but are eligible for re-election.

**SUNLAWS DEVELOPMENT COMPANY LIMITED
REPORT OF THE DIRECTORS
STATEMENT OF DIRECTORS' RESPONSIBILITIES**

Company Law requires the Directors to prepare Financial Statements for each financial year which gives 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 Financial Statements the Directors are required to:

- a. Select suitable accounting policies and then apply them consistently
- b. Make judgements and estimates that are reasonable and prudent
- c. Comply with applicable accounting standards subject to any material departures disclosed and explained in the Financial Statements
- d. 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 which disclose with reasonable accuracy at any time the financial position of the Company and to 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.

SMALL COMPANY EXEMPTIONS

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

By Order of the Board

A handwritten signature in black ink, appearing to read 'R E Jackson', written over a horizontal line.

**R E JACKSON
SECRETARY**

SUNLAWS DEVELOPMENT COMPANY LIMITED
PROFIT AND LOSS ACCOUNT
YEAR ENDED 31 MARCH 2000

	<u>Notes</u>	<u>2000</u>	<u>1999</u>
Rents Receivable		£88,145	£88,145
Operating Expenses		<u>(53,213)</u>	<u>(46,976)</u>
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION	1	34,932	41,169
Taxation	2	—	—
PROFIT/(LOSS) ON ORDINARY ACTIVITIES AFTER TAXATION		<u>£34,932</u>	<u>£41,169</u>

The notes on pages 6 & 7 form part of these financial statements

SUNLAWS DEVELOPMENT COMPANY LIMITED
BALANCE SHEET
AT 31 MARCH 2000

	<u>Notes</u>	<u>2000</u>	<u>1999</u>
FIXED ASSETS	3	£1,919,332	£1,919,332
CURRENT ASSETS			
Debtors	1,161	2,297	
CREDITORS			
Amounts falling due within one year:			
Creditors	4 (1,461,535)	(1,477,603)	(1,475,306)
Net current liabilities		(1,460,374)	(1,475,306)
CREDITORS			
Amounts falling due after one year:			
Loans	5	(545,000)	(565,000)
		£(86,042)	£(120,974)
CAPITAL AND RESERVES			
Called up share capital	6	2	2
Profit and loss account	7	(86,044)	(120,976)
Equity shareholders' funds		£(86,042)	£(120,974)

For the year ended 31 March 2000 the Directors have:

- Taken advantage of the Companies Act 1985 in not having these financial statements audited under Section 294A(1).
- Confirmed that no notice has been deposited under Section 249B(2) of the Companies Act 1985.
- Acknowledge their responsibilities for ensuring that the Company keeps accounting records which comply with Section 221 of the Companies Act 1985.
- Acknowledge their responsibilities for preparing financial statements which give a true and fair view of the state of affairs of the Company and of its profit for the year then ended in accordance with the requirements of Section 226 of the Companies Act 1985 and which otherwise comply with the requirements of this Act relating to financial statements so far as applicable to this Company.

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 March 2000).

Approved by the Board:

His Grace the Duke of Roxburghe

R E Jackson

Date

The notes on pages 6 & 7 form part of these financial statements

SUNLAWS DEVELOPMENT COMPANY LIMITED
ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for smaller entities (effective March 2000).

CASH FLOW STATEMENTS

The company has taken advantage of the exemption offered in FRS 1 and has not prepared a cash flow statement as it qualifies as a small company under the Companies Act 1985.

DEPRECIATION

Depreciation is calculated to write off the cost less residual value of fixed assets over their estimated useful lives.

No depreciation is charged on heritable property.

As the golf course construction and buildings and housing development are maintained to such a standard that their estimated residual value is not less than their cost, no depreciation is charged as it is not material.

RENTS RECEIVABLE

Rents receivable represents amounts invoiced to tenants net of Value Added Tax.

SUNLAWS DEVELOPMENT COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2000

	<u>2000</u>	<u>1999</u>
1. PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		
This is stated after charging/ (crediting):		
Auditors remuneration	<u>-</u>	<u>£2,750</u>

One of the Directors received £8,250 (1999 £5,900)
None of the other Directors received any remuneration in the year (1999 £nil).

2. TAXATION	
The company has approximately £52,539 of Corporation Tax losses to carry forward.	

3. FIXED ASSETS				
	<u>Land</u>	<u>Golf Course Construction</u>	<u>Housing Development</u>	<u>Total</u>
Cost at 1st April 1999 and 31st March 2000	<u>£626,316</u>	<u>£1,280,342</u>	<u>£12,674</u>	<u>£1,919,332</u>

4. CREDITORS	<u>2000</u>	<u>1999</u>
Amounts falling due within one year:		
Bank overdraft	£42,319	£55,561
Other Creditors	2,000	4,826
Debenture loan	1,397,216	1,397,216
Scottish Borders Enterprise - loan repayment due in next year	<u>20,000</u>	<u>20,000</u>
	<u>£1,461,535</u>	<u>£1,477,603</u>

The debenture is interest free , repayable on demand and is secured by way of a floating charge over the assets of the company.

5. CREDITORS	<u>2000</u>	<u>1999</u>
Amounts falling due after one year:		
<u>Loans received</u>		
Business Term Loans from		
Royal Bank of Scotland	£400,000	£400,000
Loan from Scottish Borders Enterprise	<u>145,000</u>	<u>165,000</u>
	<u>£545,000</u>	<u>£565,000</u>

The Business Term Loans from The Royal Bank of Scotland are secured by a Standard Security constituting a First charge over 332.8 acres land at Sunlaws. The Loan from Scottish Borders Enterprise is unsecured but covered by a personal guarantee from one of the Directors.

SUNLAWS DEVELOPMENT COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2000

	<u>2000</u>	<u>1999</u>
6. SHARE CAPITAL - EQUITY		
Authorised: 100,000 Ordinary Shares of £1 each	<u>£100,000</u>	<u>£100,000</u>
Allotted, issued and fully paid: 2 Ordinary shares of £1 each	<u>£2</u>	<u>£2</u>
7. PROFIT AND LOSS ACCOUNT	<u>2000</u>	<u>1999</u>
Deficit brought forward	(120,976)	(162,145)
Profit/(Loss) for the year	<u>34,932</u>	<u>41,169</u>
Losses to date carried forward	<u>(£86,044)</u>	<u>(£120,976)</u>
8. RELATED PARTIES		
<i>The company received rent amounting to £86,000 (1999 £86,000) from The Roxburghe Hotel and Golf Course, a partnership in which His Grace the Duke of Roxburghe is a partner.</i>		
9. CAPITAL COMMITMENT		
At the balance sheet date there were no outstanding commitments for capital expenditure (1999 Nil) and no capital expenditure had been authorised by the Directors but not contracted for (1999 Nil).		
10. CONTROLLING PARTIES		
In the opinion of the Directors the controlling parties are the Trustees of the Ninth Duke of Roxburghe's Grandchildren's Appointed Fund.		

SUNLAWS DEVELOPMENT COMPANY LIMITED
PROFIT AND LOSS ACCOUNT
YEAR ENDED 31 MARCH 2000

		<u>2000</u>	<u>1999</u>
INCOME			
Rents Received		£88,145	£88,145
EXPENDITURE			
Housing Development Costs	3,068		-
Tree Planting	969		-
Maintenance (net) of amenity woodland areas	509		1,048
Management charges (incl Directors remunerations)	14,500		5,900
Accountancy fees	3,850		2,750
Bank interest and charges	2,399		4,659
Business Term Loan interest	26,968		31,892
Miscellaneous	<u>950</u>		<u>727</u>
		<u>(53,213)</u>	<u>(46,976)</u>
PROFIT/(LOSS) FOR YEAR		<u>£34,932</u>	<u>£41,169</u>