SC172249

KIRKTON FARMS LIMITED

Report and Financial Statements

31 JANUARY 2012

SATURDAY

S1FKOO69

SCT 18/08/2012 #85

COMPANIES HOUSE

Company Number
172249

Directors
Hon. Kim I. M. Fraser
Mr S S MacDonald

Secretary
I D Shepherd

Bankers
Halifax Bank of Scotland plc
High Street
Beauly

Solicitors
Torquil MacLeod & Co
5 Longman Road
Inverness
IV1 1RY

Registered Office
Lovat Estates Office
Beauly
Inverness-shire
IV4 7DA

DIRECTORS' REPORT

The directors present their report and financial statements for the year ended 31 January 2012.

PRINCIPAL ACTIVITY

The company's principal activity during the year was arable and livestock farming.

DIRECTORS AND THEIR INTERESTS

The directors who served during the year and their interests in the company's issued share capital were as follows:

	At 31 January 2012 Ordinary £1 shares	At 1 February 2011 Ordinary £1 shares
Hon. K. I. M. Fraser	940,000	940,000
Mr S S MacDonald	-	-

The company is a Single Member company

SPECIAL PROVISIONS RELATING TO SMALL COMPANIES

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the Board on 15 Aug 2012 and signed on its behalf.

Iain D Shepherd.

I D Shepherd
Secretary

PROFIT AND LOSS ACCOUNT
For the year ended 31 January 2012

	Notes	2012 £	2011 £
Turnover		365,776	328,180
Cost of sales		(242,322)	(199,577)
Gross profit		123,454	128,603
Administrative expenses		(108,534)	(100,293)
Other operating income	3	37,148	30,448
OPERATING PROFIT (LOSS)	4	52,068	58,758
Gain (loss) on sale of fixed assets		-	6,818
Profit/(loss) on ordinary activities before interest		52,068	65,576
Interest receivable and similar income		-	-
Interest payable and similar charges		(10,327)	(10,999)
Profit/(loss) on ordinary activities before taxation		41,741	54,577
Tax (charge)/credit on profit on ordinary activities		-	-
Profit/(loss) for the financial year	12	£41,741	£54,577

BALANCE SHEET
At 31 January 2012

	Notes	2012 £	2011 £
Fixed assets			
Tangible assets	6	1,091,479	1,111,948
Investments		1,273	1,273
		1,092,752	1,113,221
Current assets			
Stocks	7	173,714	169,741
Debtors	8	48,066	58,960
Cash at bank and in hand		7,812	109,353
		229,592	338,054
Creditors: amounts falling due within one year	9	297,533	455,551
Net current liabilities		(67,941)	(117,497)
Total assets less current liabilities		1,024,811	995,724
Creditors: amounts falling due after more than one year			
Obligations under finance leases and hire purchase contracts	10	68,569	81,223
Net assets		£956,242	£914,501
Capital and reserves			
Called up share capital	11	940,000	940,000
Profit and loss account	12	16,242	(25,499)

The Directors confirm that for the year ended 31 January 2012 the company was entitled to the exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006("the Act") and the member has not required the company to obtain an audit for the year in question in accordance with section 476 of the Act. The Directors acknowledge their responsibilities for complying with the requirements of the 2006 Companies Act with respect to accounting records and for 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 sections 394 and 395(duty to prepare individual company accounts and applicable accounting framework), and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the company. The financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Companies (effective April 2008). The financial statements were approved and authorised for issue by the Board and were signed on its behalf on

) Hon Kim I M Fraser, Director

15 Aug 2012

Shareholder's funds	13	£956,242	£914,501

NOTES TO THE ACCOUNTS
At 31 January 2012

1. Accounting policies

Accounting convention
The accounts are prepared under the historical cost convention.

Depreciation
Depreciation is provided on all tangible fixed assets, other than land, at rates calculated to write off the cost or valuation, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Buildings	- over fifty years
Permanent improvements	- over ten years
Plant, equipment and furnishings	- over six years

Foreign currencies
Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated at the rate of exchange ruling at the balance sheet date. All differences are taken to the profit and loss account.

Leasing and hire purchase commitments
Assets held under finance leases and hire purchase contracts are capitalised in the balance sheet and are depreciated over their useful lives.

The corresponding lease or hire purchase obligation is capitalised in the balance sheet as a liability. The interest element of the rental obligations is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding.

Deferred tax
Deferred taxation is fully provided for in respect of the taxation effect of all timing differences between the treatment of certain items for taxation and accounting purposes.

2. Turnover

Turnover, which is stated net of value added tax, represents amounts invoiced to third parties and arose from continuing activities. All turnover arose in the United Kingdom.

3. Other operating income

	2012 £	2011 £
Other operating income	35,734	29,034
Government grants released	(1,414)	(1,414)

NOTES TO THE ACCOUNTS
At 31 January 2012

4. Operating profit/(loss)

The operating profit/(loss) is stated after charging:

	2012 £	2011 £
Depreciation of tangible fixed assets		
- owned by the company	13,282	12,386
- held under finance lease	18,844	19,715

5. Directors remuneration

	2012 £	2011 £
Aggregate emoluments	9,060	9,360

6. Tangible fixed assets

	Heritable property £	Permanent improve-ments £	Plant, equipment, furnishings £	Forestry £	TOTAL £
Cost					
At 1 February 2011	983,460	108,094	229,302	41,355	1,362,211
Additions	-	4,160	7,498	-	11,658
Disposals	-	-	-	-	0
At 31 January 2012	983,460	112,254	236,800	41,355	1,373,869
Depreciation					
At 1 February 2011	17,392	77,738	155,134	-	250,264
Charge for year	1,476	7,988	22,662	-	32,126
Relating to disposals	-	-	-	-	-
At 31 January 2012	18,868	85,726	177,796	-	282,390
Net book value:					
At 31 January 2012	£ 964,592	£ 26,528	£ 59,004	£ 41,355	£ 1,091,479
At 1 February 2011	£ 966,068	£ 30,356	£ 74,168	£ 41,355	£ 1,111,948

The net book value of plant & equipment above includes an amount of £49,970 (2011- £68,814) in respect of assets held under hire purchase contracts.

7. Stocks

	2012	2011
	£	£
Cattle	113,150	102,350
Crops	14,050	14,250
Dead stock fodder & fertiliser	46,514	53,141
	173,714	169,741

8. Debtors

	2012	2011
	£	£
Trade debtors	38,837	43,224
Other debtors	8,512	13,013
Director's loan	119	2,125
Prepayments	598	598
	48,066	58,960

9. Creditors: amounts falling due within one year

	2012	2011
	£	£
Bank loans and overdraft	215,000	290,000
Euro loan account	0	57,107
Trade creditors	66,245	80,332
Social security and other taxes	732	731
Other creditors and accruals	4,315	14,577
Hire purchase	11,241	12,804
Corporation tax	-	-
	£297,533	£455,551

The euro loan account is secured.

10. Creditors: amounts falling due after more than one year

	2012	2011
	£	£
Obligations under finance leases and hire purchase contracts	9,667	20,907
Accruals and deferred income	58,902	60,316
	68,569	81,223

NOTES TO THE ACCOUNTS
At 31 January 2012

NOTES TO THE ACCOUNTS
At 31 January 2012

11. Share capital

	2012	2011
Authorised		
	£	
1,000,000 Ordinary shares of £1 each	1,000,000	£1,000,000
Allotted, called up and fully paid		
940,000 Ordinary shares of £1 each	£940,000	£940,000

12. Reserves

	Profit and loss account
	£
At 1 February 2011	(25,499)
Retained profit for the year	41,741
At 31 January 2012	£16,242

13 Reconciliation of movement in shareholder's funds

	2012	2011
	£	£
Opening shareholder's funds	914,501	859,924
Profit (Loss) for the year	41,741	54,577
Closing shareholder's funds	956,242	914,501

14. Related party transactions

Included in Debtors (note 8) is an amount of £119 (2011 - £2,125 Dr) owing by the Hon K I M Fraser, director. This amount has been repaid since the year end.

During the year the company decreased its loan from Highlands & Islands Investments Limited of which the Hon. Kim Fraser is a director. The maximum amount of the loan was £290,000 and the balance at the year end was £215,000. Interest of £5,519 arose on the loan and the accrued interest at 31 January 2011 was £1,185.

During the year the company purchased, at arm's length, supplies and management services amounting to £40,203 (2011 - £33,725) from Conon Brae Farms. The company also received £6,494 (2011 - £8,520) for straw sales and grazing income from Conon Brae Farms during the year. Mr S MacDonald, a director of the company, is a partner of Conon Brae Farms.

Included in other creditors and accruals (note 7) is an amount of £16,502 (2011 - £22,429) owing to Conon Brae Farms. Included in trade debtors (note 6) is an amount of £nil (2011 - £8,520) owing by Conon Brae Farms.

15. Controlling party

In the directors' opinion the ultimate controlling party is the Hon. Kim I M Fraser.