

Company Registration No. SC182421 (Scotland)

ARDKINGLAS ESTATE NURSERIES LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2003



Saffery Champness
CHARTERED ACCOUNTANTS

ARDKINGLAS ESTATE NURSERIES LIMITED

COMPANY INFORMATION

Directors	J A Maskell D P Sumsion
Secretary	J A Maskell
Company number	SC182421
Registered office	The Tree Shop, Clachan Cairndow Argyll PA26 8BH
Accountants	Saffery Champness 40 Melville Street Edinburgh EH3 7TW

ARDKINGLAS ESTATE NURSERIES LIMITED

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ARDKINGLAS ESTATE NURSERIES LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 JANUARY 2003

The directors present their report and financial statements for the year ended 31 January 2003.

Principal activities

The principal activity of the company continued to be that of the operation of a retail nursery outlet in Cairndow, Argyll.

Directors

The following directors have held office since 1 February 2002:

M Sands	(Resigned 31 March 2002)
J A Maskell	(Appointed 31 March 2002)
D P Sumsion	(Appointed 14 February 2002)
S J Noble	(Deceased 9 February 2002)

Directors' interests

The directors' interests in the shares of the company were as stated below:

	Ordinary of £ 1 each	
	31 January 2003	1 February 2002
J A Maskell	-	-
D P Sumsion	181,000	-

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

On behalf of the board



J A Maskell

Director

14.8.03

ARDKINGLAS ESTATE NURSERIES LIMITED**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 JANUARY 2003**

	Notes	2003 £	2002 £
Turnover		415,898	420,772
Cost of sales		(208,901)	(230,042)
Gross profit		206,997	190,730
Administrative expenses		(179,371)	(210,502)
Other operating income		1,600	1,600
Operating profit/(loss)	2	29,226	(18,172)
Interest payable and similar charges		(5,274)	(4,957)
Profit/(loss) on ordinary activities before taxation		23,952	(23,129)
Tax on profit/(loss) on ordinary activities	3	-	-
Profit/(loss) on ordinary activities after taxation	12	23,952	(23,129)

The notes on pages 5 to 9 form part of these financial statements.

ARDKINGLAS ESTATE NURSERIES LIMITED

BALANCE SHEET

AS AT 31 JANUARY 2003

		2003		2002	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	5		303,487		317,600
Current assets					
Stocks		64,955		55,819	
Debtors	6	1,316		2,735	
Cash at bank and in hand		210		210	
		<u>66,481</u>		<u>58,764</u>	
Creditors: amounts falling due within one year	7	<u>(83,356)</u>		<u>(99,743)</u>	
Net current liabilities			<u>(16,875)</u>		<u>(40,979)</u>
Total assets less current liabilities			286,612		276,621
Creditors: amounts falling due after more than one year	8		(56,179)		(68,540)
Accruals and deferred income	9		<u>(76,560)</u>		<u>(78,160)</u>
			<u>153,873</u>		<u>129,921</u>
Capital and reserves					
Called up share capital	11		181,000		181,000
Profit and loss account	12		<u>(27,127)</u>		<u>(51,079)</u>
Shareholders' funds			<u>153,873</u>		<u>129,921</u>

ARDKINGLAS ESTATE NURSERIES LIMITED

**BALANCE SHEET (continued)
AS AT 31 JANUARY 2003**

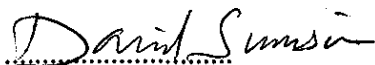
In preparing these financial statements:

- (a) 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;
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The directors acknowledge their responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
 - (ii) 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 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 June 2002).

The notes on pages 5 to 9 form part of these financial statements.

The financial statements were approved by the Board on 14/8/03.....



D P Sumsion
Director

ARDKINGLAS ESTATE NURSERIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JANUARY 2003

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 amounts receivable for goods and services net of value added tax.

1.3 Tangible fixed assets and depreciation

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

Land and buildings	0% to 2% straight line
Leasehold improvements	10% straight line
Plant, fixtures and fittings	20% straight line
Motor vehicles	25% straight line

1.4 Stock

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

2 Operating profit/(loss)	2003	2002
	£	£
Operating profit/(loss) is stated after charging:		
Depreciation of tangible assets	18,278	19,715
Directors' emoluments	3,871	20,430
and after crediting:		
Government grants	1,600	1,600

3 Taxation

On the basis of these financial statements no provision has been made for corporation tax, due to the existence of losses brought forward.

ARDKINGLAS ESTATE NURSERIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 JANUARY 2003

4 Related party transactions

	2003 £	2002 £
The company entered into transactions during the year with related parties as follows:		
Ardkinglas Estate		
Sale of goods	1,977	2,795
Expenses recharged	(17,283)	(14,863)
The balances due to related parties at the year end were as follows:		
Ardkinglas Estate	4,418	4,312
Ardkinglas Trust	17,095	17,095

Ardkinglas Estate is a business that was wholly owned by S J Noble until his death on 9 February 2002. S J Noble was a company director. The Ardkinglas Estate is currently under the control of the executors of S J Noble's estate. D P Sumsion, a director of the company, is one of the estate's executors.

The Trustees of Ardkinglas Trust own 100% of the issued share capital of the company.

ARDKINGLAS ESTATE NURSERIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued) **FOR THE YEAR ENDED 31 JANUARY 2003**

5 Tangible fixed assets

	Land and buildings	Other tangible fixed assets	Total
	£	£	£
Cost			
At 1 February 2002	301,861	63,058	364,919
Additions	2,621	1,544	4,165
At 31 January 2003	304,482	64,602	369,084
Depreciation			
At 1 February 2002	14,501	32,818	47,319
Charge for the year	6,301	11,977	18,278
At 31 January 2003	20,802	44,795	65,597
Net book value			
At 31 January 2003	283,680	19,807	303,487
At 31 January 2002	287,360	30,240	317,600

The net book value of other tangible fixed assets includes £3,750 (2002 - £5,625) in respect of assets held under finance leases or hire purchase contracts. The depreciation charge in respect of such assets amounted to £1,875 (2002 - £1,875) for the year.

6 Debtors

	2003 £	2002 £
Trade debtors	673	414
Other debtors	643	2,321
	1,316	2,735

ARDKINGLAS ESTATE NURSERIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 JANUARY 2003

7 Creditors: amounts falling due within one year	2003	2002
	£	£
Bank loans and overdrafts	57,404	65,714
Net obligations under hire purchase contracts	2,250	2,250
Trade creditors	21,452	28,096
Taxation and social security	-	1,313
Other creditors	2,250	2,370
	<u>83,356</u>	<u>99,743</u>

The bank loan and overdraft is secured by a fixed and floating charge over the assets of the company.

8 Creditors: amounts falling due after more than one year	2003	2002
	£	£
Bank loans	37,584	47,695
Net obligations under hire purchase contracts	1,500	3,750
Other creditors	17,095	17,095
	<u>56,179</u>	<u>68,540</u>
Analysis of loans		
Wholly repayable within five years	64,059	73,438
Included in current liabilities	(9,380)	(8,648)
	<u>54,679</u>	<u>64,790</u>

9 Accruals and deferred income

	Government grants £
Balance at 1 February 2002	78,160
Amortisation in the year	(1,600)
Balance at 31 January 2003	<u>76,560</u>

ARDKINGLAS ESTATE NURSERIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 JANUARY 2003

10 Pension costs

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £4,928 (2002 - £6,072).

11 Share capital	2003 £	2002 £
Authorised 250,000 Ordinary of £ 1 each	<u>250,000</u>	<u>250,000</u>
Allotted, called up and fully paid 181,000 Ordinary of £ 1 each	<u>181,000</u>	<u>181,000</u>

12 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 February 2002	(51,079)
Retained profit for the year	<u>23,952</u>
Balance at 31 January 2003	<u>(27,127)</u>

13 Financial commitments

At 31 January 2003 the company had annual commitments under non-cancellable operating leases as follows:

	2003 £	2002 £
Expiry date: In over five years	<u>1,432</u>	<u>-</u>

14 Control

The directors consider the Trustees of the Ardkinglas Trust to be the ultimate controlling party of the company.