

Company Registration No. SC182421 (Scotland)

**ARDKINGLAS ESTATE NURSERIES LIMITED**

**DIRECTORS' REPORT AND  
UNAUDITED FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 JANUARY 2007**



***Saffery Champness***  
CHARTERED ACCOUNTANTS

# **ARDKINGLAS ESTATE NURSERIES LIMITED**

## **COMPANY INFORMATION**

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|                          |                                                                                   |
|--------------------------|-----------------------------------------------------------------------------------|
| <b>Directors</b>         | J A Maskell<br>D P Sumsion                                                        |
| <b>Secretary</b>         | J A Maskell                                                                       |
| <b>Company number</b>    | SC182421                                                                          |
| <b>Registered office</b> | The Tree Shop<br>Clachan<br>Cairndow<br>Argyll<br>PA26 8BH                        |
| <b>Accountants</b>       | Saffery Champness<br>Edinburgh Quay<br>133 Fountainbridge<br>Edinburgh<br>EH3 9BA |

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# ARDKINGLAS ESTATE NURSERIES LIMITED

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# ARDKINGLAS ESTATE NURSERIES LIMITED

## DIRECTORS' REPORT FOR THE YEAR ENDED 31 JANUARY 2007

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The directors present their report and financial statements for the year ended 31 January 2007

### 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 2006:

J A Maskell  
D P Sumston

### Directors' interests

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

|             | Ordinary shares of £ 1 each |                 |
|-------------|-----------------------------|-----------------|
|             | 31 January 2007             | 1 February 2006 |
| J A Maskell |                             |                 |
| D P Sumston | 181,000                     | 181,000         |

### Charitable donations

|                                                          | 2007 | 2006 |
|----------------------------------------------------------|------|------|
|                                                          | £    | £    |
| During the year the company made the following payments: |      |      |
| Charitable donations                                     | 105  | 315  |

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

31 8 07

**ARDKINGLAS ESTATE NURSERIES LIMITED****PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 31 JANUARY 2007**

|                                                    | Notes     | 2007<br>£ | 2006<br>£ |
|----------------------------------------------------|-----------|-----------|-----------|
| <b>Turnover</b>                                    |           | 584,482   | 514,997   |
| Cost of sales                                      |           | (312,776) | (278,783) |
| <b>Gross profit</b>                                |           | 271,706   | 236,214   |
| Administrative expenses                            |           | (326,802) | (257,618) |
| Other operating income                             |           | 1,697     | 1,850     |
| <b>Operating loss</b>                              | <b>2</b>  | (53,399)  | (19,554)  |
| Other interest receivable and similar income       |           |           | 368       |
| Interest payable and similar charges               |           | (4,336)   | (1,670)   |
| <b>Loss on ordinary activities before taxation</b> |           | (57,735)  | (20,856)  |
| Tax on loss on ordinary activities                 | <b>3</b>  |           | 3,355     |
| <b>Loss on ordinary activities after taxation</b>  | <b>11</b> | (57,735)  | (17,501)  |

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

**ARDKINGLAS ESTATE NURSERIES LIMITED**

**BALANCE SHEET  
AS AT 31 JANUARY 2007**

|                                                                | Notes | 2007<br>£        | £              | 2006<br>£        | £              |
|----------------------------------------------------------------|-------|------------------|----------------|------------------|----------------|
| <b>Fixed assets</b>                                            |       |                  |                |                  |                |
| Tangible assets                                                | 5     | 301,841          |                | 282,531          |                |
| <b>Current assets</b>                                          |       |                  |                |                  |                |
| Stocks                                                         |       | 86,575           |                | 84,449           |                |
| Debtors                                                        | 6     | 2,822            |                | 10,402           |                |
| Cash at bank and in hand                                       |       | 610              |                | 610              |                |
|                                                                |       | <u>90,007</u>    |                | <u>95,461</u>    |                |
| <b>Creditors: amounts falling due within one year</b>          | 7     | <u>(116,483)</u> |                | <u>(113,032)</u> |                |
| <b>Net current liabilities</b>                                 |       |                  | (26,476)       |                  | (17,571)       |
| <b>Total assets less current liabilities</b>                   |       |                  | 275,365        |                  | 264,960        |
| <b>Creditors: amounts falling due after more than one year</b> | 8     |                  | (101,871)      |                  | (32,131)       |
| <b>Accruals and deferred income</b>                            | 9     |                  | (70,160)       |                  | (71,760)       |
|                                                                |       |                  | <u>103,334</u> |                  | <u>161,069</u> |
| <b>Capital and reserves</b>                                    |       |                  |                |                  |                |
| Called up share capital                                        | 10    | 181,000          |                | 181,000          |                |
| Profit and loss account                                        | 11    | (77,666)         |                | (19,931)         |                |
| <b>Shareholders' funds</b>                                     |       |                  | <u>103,334</u> |                  | <u>161,069</u> |

**ARDKINGLAS ESTATE NURSERIES LIMITED**

**BALANCE SHEET (continued)**  
**AS AT 31 JANUARY 2007**

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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 January 2005)

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

The financial statements were approved by the board on *31 August 2007*

*David Sumson*

D P Sumson  
**Director**

## ARDKINGLAS ESTATE NURSERIES LIMITED

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JANUARY 2007

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#### 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 January 2005)

##### 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

|                                         |                   |                   |
|-----------------------------------------|-------------------|-------------------|
| <b>2 Operating loss</b>                 | <b>2007</b>       | <b>2006</b>       |
|                                         | <b>£</b>          | <b>£</b>          |
| Operating loss is stated after charging |                   |                   |
| Depreciation of tangible assets         | 19,112            | 14,292            |
| and after crediting:                    |                   |                   |
| Government grants                       | 1,600             | 1,600             |
|                                         | <u>          </u> | <u>          </u> |
| <b>3 Taxation</b>                       | <b>2007</b>       | <b>2006</b>       |
|                                         | <b>£</b>          | <b>£</b>          |
| <b>Prior years</b>                      |                   |                   |
| U K corporation tax                     |                   | (3,355)           |
|                                         | <u>          </u> | <u>          </u> |

# ARDKINGLAS ESTATE NURSERIES LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 JANUARY 2007

### 4 Related party transactions

|                                                                                       | 2007<br>£         | 2006<br>£         |
|---------------------------------------------------------------------------------------|-------------------|-------------------|
| The company entered into transactions during the year with related parties as follows |                   |                   |
| Ardkinglas Estate                                                                     |                   |                   |
| Sale of goods                                                                         | 1,071             | 7,239             |
| Expenses recharged                                                                    | (19,030)          | (23,520)          |
| Ardkinglas Trust                                                                      |                   |                   |
| Sale of goods                                                                         | 103               | 1,739             |
| Expenses recharged                                                                    | (88)              | (247)             |
| D P Sumsion                                                                           |                   |                   |
| Sale of goods                                                                         |                   | 586               |
|                                                                                       | <u>          </u> | <u>          </u> |
| The balances due to related parties at the year end were as follows                   |                   |                   |
| Ardkinglas Estate                                                                     | 26,669            | 10,174            |
| Ardkinglas Trust                                                                      | 17,095            | 17,095            |
| D P Sumsion                                                                           | 50,000            |                   |
|                                                                                       | <u>          </u> | <u>          </u> |

Ardkinglas Estate is a business that is wholly owned by D P Sumsion, who is a company director

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 2007**

**5 Tangible fixed assets**

|                       | Land and<br>buildings | Other<br>tangible<br>fixed assets | Total          |
|-----------------------|-----------------------|-----------------------------------|----------------|
|                       | £                     | £                                 | £              |
| <b>Cost</b>           |                       |                                   |                |
| At 1 February 2006    | 305,629               | 76,605                            | 382,234        |
| Additions             | 7,174                 | 31,248                            | 38,422         |
| Disposals             |                       | (8,000)                           | (8,000)        |
|                       | <u>312,803</u>        | <u>99,853</u>                     | <u>412,656</u> |
| At 31 January 2007    |                       |                                   |                |
| <b>Depreciation</b>   |                       |                                   |                |
| At 1 February 2006    | 39,774                | 59,929                            | 99,703         |
| On disposals          |                       | (8,000)                           | (8,000)        |
| Charge for the year   | 6,467                 | 12,645                            | 19,112         |
|                       | <u>46,241</u>         | <u>64,574</u>                     | <u>110,815</u> |
| At 31 January 2007    |                       |                                   |                |
| <b>Net book value</b> |                       |                                   |                |
| At 31 January 2007    | <u>266,562</u>        | <u>35,279</u>                     | <u>301,841</u> |
| At 31 January 2006    | <u>265,855</u>        | <u>16,676</u>                     | <u>282,531</u> |

The net book value of other tangible fixed assets includes £18,302 (2006 £10,015) in respect of assets held under finance leases or hire purchase contracts. The depreciation charge in respect of such assets amounted to £7,214 (2006 £3,339) for the year.

| <b>6 Debtors</b> | <b>2007</b>  | <b>2006</b>   |
|------------------|--------------|---------------|
|                  | £            | £             |
| Trade debtors    | 1,664        | 1,229         |
| Other debtors    | 1,158        | 9,173         |
|                  | <u>2,822</u> | <u>10,402</u> |

**ARDKINGLAS ESTATE NURSERIES LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS (continued)  
FOR THE YEAR ENDED 31 JANUARY 2007**

| <b>7 Creditors: amounts falling due within one year</b> | <b>2007</b>    | <b>2006</b>    |
|---------------------------------------------------------|----------------|----------------|
|                                                         | <b>£</b>       | <b>£</b>       |
| Bank loans and overdrafts                               | 65,486         | 50,065         |
| Net obligations under hire purchase contracts           | 7,339          | 3,389          |
| Trade creditors                                         | 41,183         | 47,626         |
| Taxation and social security                            |                | 5,737          |
| Other creditors                                         | 2,475          | 6,215          |
|                                                         | <u>116,483</u> | <u>113,032</u> |

The bank loan and overdraft is secured by a bond and floating charge over the assets of the company along with standard security over the heritable property owned by the company

| <b>8 Creditors: amounts falling due after more than one year</b> | <b>2007</b>    | <b>2006</b>   |
|------------------------------------------------------------------|----------------|---------------|
|                                                                  | <b>£</b>       | <b>£</b>      |
| Bank loans                                                       |                | 4,868         |
| Net obligations under hire purchase contracts                    | 14,776         | 10,168        |
| Other creditors                                                  | 87,095         | 17,095        |
|                                                                  | <u>101,871</u> | <u>32,131</u> |

**Analysis of loans**

|                                    |               |               |
|------------------------------------|---------------|---------------|
| Wholly repayable within five years | 91,198        | 32,959        |
| Included in current liabilities    | (4,103)       | (10,996)      |
|                                    | <u>87,095</u> | <u>21,963</u> |

**9 Accruals and deferred income**

|                            | <b>Government<br/>grants<br/>£</b> |
|----------------------------|------------------------------------|
| Balance at 1 February 2006 | 71,760                             |
| Amortisation in the year   | (1,600)                            |
|                            | <u>70,160</u>                      |
| Balance at 31 January 2007 | <u>70,160</u>                      |

**ARDKINGLAS ESTATE NURSERIES LIMITED****NOTES TO THE FINANCIAL STATEMENTS (continued)  
FOR THE YEAR ENDED 31 JANUARY 2007**

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| <b>10 Share capital</b>                   | <b>2007</b>       | <b>2006</b>       |
|-------------------------------------------|-------------------|-------------------|
|                                           | <b>£</b>          | <b>£</b>          |
| <b>Authorised</b>                         |                   |                   |
| Ordinary shares of £1 each                | 250,000           | 250,000           |
|                                           | <u>          </u> | <u>          </u> |
| <b>Allotted, called up and fully paid</b> |                   |                   |
| 181,000 Ordinary shares of £1 each        | 181,000           | 181,000           |
|                                           | <u>          </u> | <u>          </u> |

**11 Statement of movements on profit and loss account**

|                            |                                    |
|----------------------------|------------------------------------|
|                            | <b>Profit and<br/>loss account</b> |
|                            | <b>£</b>                           |
| Balance at 1 February 2006 | (19,931)                           |
| Retained loss for the year | (57,735)                           |
|                            | <u>          </u>                  |
| Balance at 31 January 2007 | (77,666)                           |
|                            | <u>          </u>                  |

**12 Financial commitments**

At 31 January 2007 the company had annual commitments under non cancellable operating leases as follows

|                    |                   |                   |
|--------------------|-------------------|-------------------|
|                    | <b>2007</b>       | <b>2006</b>       |
|                    | <b>£</b>          | <b>£</b>          |
| Expiry date        |                   |                   |
| In over five years | 1,300             | 1,300             |
|                    | <u>          </u> | <u>          </u> |

**13 Control**

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