

Registration number 218713

**Netherraw Forestry Limited**  
**Directors' report and financial statements**  
**for the year ended 30 April 2004**



## **Netherraw Forestry Limited**

### **Company information**

Directors                      Lars Geil  
                                      Steen Damkilde

Secretaries                    Lars Geil  
                                      Steen Damkilde

Company number              218713

Registered office              Bewlie Mains Farm  
                                      Lilliesleaf  
                                      Melrose  
                                      TD6 9ER

Accountants                   Michael Revels & Co  
                                      Ladhope Vale House  
                                      Ladhope Vale  
                                      Galashiels  
                                      TD1 1BT

Bankers                        Royal Bank of Scotland plc  
                                      35 Bank Street  
                                      Galashiels  
                                      TD1 1EP

# **Netherraw Forestry Limited**

## **Directors' report for the year ended 30 April 2004**

The directors present their report and the financial statements for the year ended 30 April 2004.

### **Principal activity**

The principal activity of the company was the management of Christmas tree plantations.

### **Directors and their interests**

The directors who served during the year and their interests in the company are as stated below:

|                | <b>Ordinary shares</b> |                 |
|----------------|------------------------|-----------------|
|                | <b>30/04/04</b>        | <b>01/05/03</b> |
| Lars Geil      | Nil                    | Nil             |
| Steen Damkilde | Nil                    | Nil             |

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

This report was approved by the Board on 25 August 2004 and signed on its behalf by

**Steen Damkilde**

**Director**



**Netherraw Forestry Limited**

**Accountants' report on the unaudited financial statements to the directors of  
Netherraw Forestry Limited**

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 30 April 2004 set out on pages 3 to 8 and you consider that the company is exempt from an audit. In accordance with your instructions we have compiled these unaudited financial statements, in order to assist you to fulfil your statutory responsibilities, from the accounting records and information supplied to us.



**Michael Revels & Co**

**Ladhope Vale House  
Ladhope Vale  
Galashiels  
TD1 1BT**

**Date: 25 August 2004**

**Netherraw Forestry Limited**

**Profit and loss account  
for the year ended 30 April 2004**

|                                                      |              | <b>Continuing operations</b> |             |
|------------------------------------------------------|--------------|------------------------------|-------------|
|                                                      |              | <b>2004</b>                  | <b>2003</b> |
|                                                      | <b>Notes</b> | <b>£</b>                     | <b>£</b>    |
| <b>Turnover</b>                                      | <b>2</b>     | 685,340                      | 371,500     |
| Cost of sales                                        |              | (589,277)                    | (309,037)   |
| <b>Gross profit</b>                                  |              | 96,063                       | 62,463      |
| Administrative expenses                              |              | (63,421)                     | (51,331)    |
| <b>Operating profit</b>                              | <b>3</b>     | 32,642                       | 11,132      |
| Other interest receivable and similar income         |              | 783                          | 208         |
| Interest payable and similar charges                 | <b>4</b>     | (1,423)                      | (1,496)     |
| <b>Profit on ordinary activities before taxation</b> |              | 32,002                       | 9,844       |
| <b>Retained profit for the year</b>                  |              | 32,002                       | 9,844       |
| Retained profit brought forward                      |              | 14,170                       | 4,326       |
| <b>Retained profit carried forward</b>               |              | 46,172                       | 14,170      |

There are no recognised gains or losses other than the profit or loss for the above two financial years.

The notes on pages 6 to 8 form an integral part of these financial statements.

# Netherraw Forestry Limited

## Balance sheet as at 30 April 2004

|                                                       |       | 2004             |                 | 2003            |                 |
|-------------------------------------------------------|-------|------------------|-----------------|-----------------|-----------------|
|                                                       | Notes | £                | £               | £               | £               |
| <b>Fixed assets</b>                                   |       |                  |                 |                 |                 |
| Tangible assets                                       | 5     |                  | 144,967         |                 | 42,485          |
| <b>Current assets</b>                                 |       |                  |                 |                 |                 |
| Stocks                                                |       | 3,500            |                 | 3,500           |                 |
| Debtors                                               | 6     | 18,351           |                 | 7,174           |                 |
|                                                       |       | <u>21,851</u>    |                 | <u>10,674</u>   |                 |
| <b>Creditors: amounts falling due within one year</b> | 7     | <u>(120,546)</u> |                 | <u>(38,889)</u> |                 |
| <b>Net current liabilities</b>                        |       |                  | <u>(98,695)</u> |                 | <u>(28,215)</u> |
| <b>Net assets</b>                                     |       |                  | <u>46,272</u>   |                 | <u>14,270</u>   |
| <b>Capital and reserves</b>                           |       |                  |                 |                 |                 |
| Called up share capital                               | 8     |                  | 100             |                 | 100             |
| Profit and loss account                               |       |                  | <u>46,172</u>   |                 | <u>14,170</u>   |
| <b>Equity shareholders' funds</b>                     | 9     |                  | <u>46,272</u>   |                 | <u>14,270</u>   |

The directors' statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet.

The notes on pages 6 to 8 form an integral part of these financial statements.

**Netherraw Forestry Limited**

**Balance sheet (continued)**

**Directors' statements required by Section 249B(4)  
for the year ended 30 April 2004**

In approving these financial statements as directors of the company we hereby confirm:

(a) that for the year stated above the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985 ;

(b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 30 April 2004 and

(c) that we acknowledge our responsibilities for:

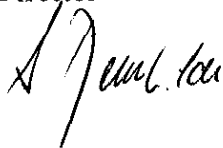
(1) ensuring that the company keeps accounting records which comply with Section 221, and

(2) preparing financial statements 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 year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies .

The financial statements were approved by the Board on 25 August 2004 and signed on its behalf by

**Steen Damkilde**  
**Director**



**The notes on pages 6 to 8 form an integral part of these financial statements.**

# Netherraw Forestry Limited

## Notes to the financial statements for the year ended 30 April 2004

### 1. Accounting policies

#### 1.1. Accounting convention

The financial statements are prepared under the historical cost convention.

The company has taken advantage of the exemption in FRS1 from the requirement to produce a cashflow statement because it is a small company.

#### 1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

#### 1.3. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

|                                     |   |                      |
|-------------------------------------|---|----------------------|
| Plant and machinery                 | - | 20% reducing balance |
| Fixtures, fittings<br>and equipment | - | 20% straight line    |
| Motor vehicles                      | - | 25% straight line    |

#### 1.4. Stock

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

#### 1.5. Deferred taxation

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors consider that a liability to taxation is unlikely to materialise.

### 2. Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the UK.

### 3. Operating profit

|                                                            | 2004   | 2003  |
|------------------------------------------------------------|--------|-------|
|                                                            | £      | £     |
| Operating profit is stated after charging:                 |        |       |
| Depreciation and other amounts written off tangible assets | 14,808 | 7,055 |

### 4. Interest payable and similar charges

|                                             | 2004  | 2003  |
|---------------------------------------------|-------|-------|
|                                             | £     | £     |
| Included in this category is the following: |       |       |
| On bank loans and overdrafts                | 1,423 | 1,496 |

# Netherraw Forestry Limited

## Notes to the financial statements for the year ended 30 April 2004

..... continued

| 5. Tangible fixed assets | Land and<br>buildings<br>freehold<br>£ | Plant and<br>machinery<br>£ | Fixtures,<br>fittings and<br>equipment<br>£ | Motor<br>vehicles<br>£ | Total<br>£ |
|--------------------------|----------------------------------------|-----------------------------|---------------------------------------------|------------------------|------------|
| <b>Cost</b>              |                                        |                             |                                             |                        |            |
| At 1 May 2003            | -                                      | 50,847                      | -                                           | -                      | 50,847     |
| Additions                | 38,115                                 | 63,605                      | 979                                         | 14,591                 | 117,290    |
| At 30 April 2004         | 38,115                                 | 114,452                     | 979                                         | 14,591                 | 168,137    |
| <b>Depreciation</b>      |                                        |                             |                                             |                        |            |
| At 1 May 2003            | -                                      | 8,362                       | -                                           | -                      | 8,362      |
| Charge for the year      | -                                      | 12,245                      | 131                                         | 2,432                  | 14,808     |
| At 30 April 2004         | -                                      | 20,607                      | 131                                         | 2,432                  | 23,170     |
| <b>Net book values</b>   |                                        |                             |                                             |                        |            |
| At 30 April 2004         | 38,115                                 | 93,845                      | 848                                         | 12,159                 | 144,967    |
| At 30 April 2003         | -                                      | 42,485                      | -                                           | -                      | 42,485     |

| 6. Debtors                     | 2004<br>£ | 2003<br>£ |
|--------------------------------|-----------|-----------|
| Trade debtors                  | 10,346    | 1,051     |
| Other debtors                  | 3,922     | 3,686     |
| Prepayments and accrued income | 4,083     | 2,437     |
|                                | 18,351    | 7,174     |

| 7. Creditors: amounts falling due<br>within one year | 2004<br>£ | 2003<br>£ |
|------------------------------------------------------|-----------|-----------|
| Bank overdraft                                       | 21,479    | 10,631    |
| Trade creditors                                      | 3,020     | 3,399     |
| Other taxes and social security costs                | 473       | -         |
| Director's loan account                              | 94,274    | 23,809    |
| Accruals and deferred income                         | 1,300     | 1,050     |
|                                                      | 120,546   | 38,889    |

# Netherraw Forestry Limited

## Notes to the financial statements for the year ended 30 April 2004

..... continued

|                                                              |                   |                   |
|--------------------------------------------------------------|-------------------|-------------------|
| <b>8. Share capital</b>                                      | <b>2004</b>       | <b>2003</b>       |
|                                                              | <b>£</b>          | <b>£</b>          |
| <b>Authorised equity</b>                                     |                   |                   |
| 50,000.00 Ordinary shares of 1.00 each                       | 50,000            | 50,000            |
|                                                              | <u>          </u> | <u>          </u> |
| <b>Allotted, called up and fully paid equity</b>             |                   |                   |
| 100 Ordinary shares of 1 each                                | 100               | 100               |
|                                                              | <u>          </u> | <u>          </u> |
| <b>9. Reconciliation of movements in shareholders' funds</b> | <b>2004</b>       | <b>2003</b>       |
|                                                              | <b>£</b>          | <b>£</b>          |
| Profit for the year                                          | 32,002            | 9,844             |
| Opening shareholders' funds                                  | 14,270            | 4,426             |
|                                                              | <u>          </u> | <u>          </u> |
| Closing shareholders' funds                                  | 46,272            | 14,270            |
|                                                              | <u>          </u> | <u>          </u> |

### 10. Controlling interest

The company is controlled by the Directors who indirectly own 100% of the issued share capital.