Registered Number SC224932

Darren McKechnie Properties Limited

Abbreviated Accounts

30 April 2012

Company Information

Registered Office:
Henderson Loggie
90 Mitchell Street
Glasgow
G1 3NQ

Bankers:
The Royal Bank of Scotland plc
29 Kilmarnock Road
Shawlands
Glasgow
G41 3YP

Solicitors:
Harper McLeod LLP
Ca'dora Building
45 Gordon Street
Glasgow
G1

Darren McKechnie Properties Limited **Registered Number SC224932**

Balance Sheet as at 30 April 2012

	Notes	2012		2011	
		£	£	£	£
Fixed assets					
Tangible	2		3,160,229		4,932,886
			3,160,229		4,932,886
Current assets					
Debtors		4,245		2,495	
Cash at bank and in hand		7		12,690	
Total current assets		4,252		15,185	
Creditors: amounts falling due within one year	3	(17,148)		(3,935)	
Net current assets (liabilities)			(12,896)		11,250
Total assets less current liabilities			3,147,333		4,944,136
Creditors: amounts falling due after more than one year	3		(4,080,000)		(4,080,000)
Total net assets (liabilities)			(932,667)		864,136
Capital and reserves					
Called up share capital	4		102		102
Revaluation reserve			(837,708)		962,892
Profit and loss account			(95,061)		(98,858)
Shareholders funds			(932,667)		864,136

a. For the year ending 30 April 2012 the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.
b. The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.
c. The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.
d. These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

Approved by the board on 22 June 2012

And signed on their behalf by:
D J McKechnie, Director

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1068 of the Companies Act 2006.

Notes to the Abbreviated Accounts

For the year ending 30 April 2012

1 **Accounting policies**

Basis of preparing the financial statements

The financial statements have been prepared on the going concern basis which assumes that the company will continue in operational existence for the foreseeable future. As at 30 April 2012 the total liabilities of the company exceed its assets by £932,667. The company is thus dependent on the continued financial support of its bankers and meets its day to day working capital requirements through a term loan and overdraft facility. The director has prepared cash flow projections for the year to 30 April 2013 that include income streams dependent on the sale of investment properties. On the basis of the information available and from discussions with the company's bankers, the director considers that the company will be able to operate with their support and will meet it's day to day working capital requirements. The director considers it appropriate to prepare the financial statements on the going concern basis. The financial statements do not include any adjustments which would result from the withdrawal of financial support.

Accounting convention

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain assets and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

Investment properties

In accordance with Statement of Standard Accounting Practice number 19 : (i) investment properties are valued annually and the aggregate surplus or deficit transferred to a revaluation reserve; and (ii) no depreciation or amortisation is provided in respect of heritable investment properties. The requirements of the Companies Act 2006 is to depreciate all properties, but that requirement conflicts with the generally accepted accounting principle set out in SSAP 19. The director considers that, as these properties are not held for consumption but for investment, to depreciate them would not give a true and fair view and that it is thus necessary to adopt SSAP 19 in order to give a true and fair view. If this departure from the Act had not been made, the reported profit for the financial period would have decreased by depreciation charges of £62,380 (2011 : £97,990).

Depreciation

Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives.

	Fixtures and fittings	15% on a straight line basis

2 **Tangible fixed assets**

	Total
Cost	**£**
At 01 May 2011	4,955,790
Additions	35,338
Revaluations	(1,800,600)
At 30 April 2012	3,190,528
Depreciation	
At 01 May 2011	22,904
Charge for year	7,395
At 30 April 2012	30,299
Net Book Value	
At 30 April 2012	3,160,229
At 30 April 2011	4,932,886

3 **Creditors**

	2012	2011
	£	£
Secured Debts	4,082,197	4,080,000

4 **Share capital**

	2012	2011
	£	£
Allotted, called up and fully paid:		
100 Ordinary shares of £1 each	100	100
2 Ordinary A-J shares of £1 each	2	2