

REGISTRAR OF COMPANIES

Registration number: SC320366

Johnstone Rae Limited
Unaudited Abbreviated Accounts
30 April 2011

dodd&co

WEDNESDAY



A10AJ0W3

A41

11/01/2012

#73

COMPANIES HOUSE

Johnstone Rae Limited
Contents

Accountants' Report	1
Abbreviated Balance Sheet	2
Notes to the Abbreviated Accounts	3

The following reproduces the text of the accountants' report in respect of the company's annual financial statements, from which the abbreviated accounts (set out on pages 2 to 6) have been prepared.

**Chartered Accountants' Report to the Board of Directors on the Preparation of
the Unaudited Financial Statements of
Johnstone Rae Limited
for the Year Ended 30 April 2011**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Johnstone Rae Limited for the year ended 30 April 2011 set out on pages 4 to 18 from the company's accounting records and from information and explanations you have given us.

As a member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at icaew.com/membershandbook.

This report is made solely to the Board of Directors of Johnstone Rae Limited, as a body, in accordance with the terms of our engagement letter dated 22 February 2010. Our work has been undertaken solely to prepare for your approval the financial statements of Johnstone Rae Limited and state those matters that we have agreed to state to them, as a body, in this report in accordance with AAF 2/10 as detailed at icaew.com/compilation. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Johnstone Rae Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Johnstone Rae Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Johnstone Rae Limited. You consider that Johnstone Rae Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Johnstone Rae Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

Dodd & Co
Chartered Accountants
FIFTEEN Rosehill
Montgomery Way
Rosehill
CARLISLE
CA1 2RW
20 December 2011

Johnstone Rae Limited
(Registration number: SC320366)
Abbreviated Balance Sheet at 30 April 2011

	Note	2011 £	2010 £
Fixed assets			
Intangible fixed assets	2	94,370	143,928
Tangible fixed assets	2	336,688	223,831
Investments	2	28,596	28,596
		<u>459,654</u>	<u>396,355</u>
Current assets			
Stocks		350,279	431,079
Debtors		62,024	63,029
Cash at bank and in hand		227,558	247,540
		<u>639,861</u>	<u>741,648</u>
Creditors: Amounts falling due within one year	3	(936,842)	(791,500)
Net current liabilities		<u>(296,981)</u>	<u>(49,852)</u>
Total assets less current liabilities		162,673	346,503
Creditors: Amounts falling due after more than one year	3	(8,333)	(197,500)
Provisions for liabilities		<u>(48,346)</u>	<u>(35,959)</u>
Net assets		<u>105,994</u>	<u>113,044</u>
Capital and reserves			
Called up share capital	4	175,100	100
Profit and loss account		<u>(69,106)</u>	<u>112,944</u>
Shareholders' funds		<u>105,994</u>	<u>113,044</u>

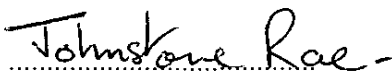
For the year ending 30 April 2011 the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the Financial Reporting Standard for Smaller Entities (effective 2008).

Approved by the Board on 20 December 2011 and signed on its behalf by:


T H J Rae
Director

The notes on pages 3 to 6 form an integral part of these financial statements.
Page 2

Johnstone Rae Limited

Notes to the Abbreviated Accounts for the Year Ended 30 April 2011

1 Accounting policies

Basis of preparation

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The company has net current liabilities at 30 April 2011 and meets its day to day working capital requirements through short term loans provided by the directors. On the basis of this support, the directors consider it appropriate to prepare the financial statements on the going concern basis.

However, should the company not have the support of its directors, and therefore be unable to continue trading, adjustments would have to be made to reduce the value of assets to their recoverable amounts, to provide for any further liabilities which might arise, and to reclassify fixed assets and long term liabilities as current assets and current liabilities.

Turnover

Turnover represents amounts chargeable, net of value added tax, in respect of the sale of goods and services to customers.

Government grants

Government grants such as the single farm payment are included in the profit and loss account when all the necessary conditions for receipt have been met.

Depreciation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Plant and machinery	15% reducing balance, 25% reducing balance
Office equipment	33% straight line

Milk quota amortisation

Purchased milk quota is being amortised on a straight line basis over its useful economic life, which is expected to end on 31 March 2015. In addition, an annual impairment review is being performed.

Single farm payment amortisation

The amount paid in connection with the purchase of the single farm payment entitlement is being amortised over the useful economic life of that entitlement, which ends in 2012. In addition, an annual impairment review is being performed.

Stocks

Trading stock is valued at the lower of cost and net realisable value, after due regard for obsolete and slow moving stocks. The cost of livestock is determined on an individual basis, and represents the purchase cost plus any additional costs of rearing the animal. Net realisable value is based on selling price less anticipated selling costs.

Johnstone Rae Limited

Notes to the Abbreviated Accounts for the Year Ended 30 April 2011

..... continued

Fixed asset investments

Fixed asset investments are stated at historical cost less provision for any diminution in value.

Deferred tax

Deferred tax is recognised, without discounting, in respect of all timing differences between the treatment of certain items for taxation and accounting purposes, which have arisen but not reversed by the balance sheet date, except as required by the FRSSE.

Deferred tax is measured at the rates that are expected to apply in the periods when the timing differences are expected to reverse, based on the tax rates and law enacted at the balance sheet date.

Foreign currency

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

Hire purchase and leasing

Rentals payable under operating leases are charged in the profit and loss account on a straight line basis over the lease term.

Assets held under finance leases, which are leases where substantially all the risks and rewards of ownership of the asset have passed to the company, are capitalised in the balance sheet as tangible fixed assets and are depreciated over the shorter of the lease term and their useful lives. The capital elements of future obligations under the leases are included as liabilities in the balance sheet. The interest element of the rental obligation 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. Assets held under hire purchase agreements are capitalised as tangible fixed assets and are depreciated over the shorter of the lease term and their useful lives. The capital element of future finance payments is included within creditors. Finance charges are allocated to accounting periods over the length of the contract and represent a constant proportion of the balance of capital repayments outstanding.

Comparatives

The directors have considered the disclosure of certain items during the year and decided that it is appropriate to amend comparatives in places. There has been no impact on profit as amendments have affected disclosure only.

Various items within the statutory profit and loss account have been reclassified between turnover and other operating income to reflect more accurately the nature of the business.

Johnstone Rae Limited

Notes to the Abbreviated Accounts for the Year Ended 30 April 2011

..... continued

2 Fixed assets

	Intangible assets £	Tangible assets £	Investments £	Total £
Cost				
At 1 May 2010	278,977	296,935	28,596	604,508
Additions	-	173,054	-	173,054
Disposals	-	(265)	-	(265)
At 30 April 2011	<u>278,977</u>	<u>469,724</u>	<u>28,596</u>	<u>777,297</u>
Depreciation				
At 1 May 2010	135,049	73,104	-	208,153
Charge for the year	<u>49,558</u>	<u>59,932</u>	<u>-</u>	<u>109,490</u>
At 30 April 2011	<u>184,607</u>	<u>133,036</u>	<u>-</u>	<u>317,643</u>
Net book value				
At 30 April 2011	<u>94,370</u>	<u>336,688</u>	<u>28,596</u>	<u>459,654</u>
At 30 April 2010	<u>143,928</u>	<u>223,831</u>	<u>28,596</u>	<u>396,355</u>

3 Creditors

Creditors includes the following liabilities, on which security has been given by the company:

	2011 £	2010 £
Amounts falling due within one year	14,167	24,833
Amounts falling due after more than one year	<u>8,333</u>	<u>22,500</u>
Total secured creditors	<u>22,500</u>	<u>47,333</u>

Included in the creditors are the following amounts due after more than five years:

	2011 £	2010 £
After more than five years not by instalments	-	175,000
	<u>-</u>	<u>175,000</u>

Johnstone Rae Limited

Notes to the Abbreviated Accounts for the Year Ended 30 April 2011

..... continued

4 Share capital

Allotted, called up and fully paid shares

	2011		2010	
	No.	£	No.	£
Ordinary A Shares of £1 each	122,570	122,570	70	70
Ordinary B Shares of £1 each	52,530	52,530	30	30
Preference Shares of £1 each	-	-	175,000	175,000
	<u>175,100</u>	<u>175,100</u>	<u>175,100</u>	<u>175,100</u>

Redemption of Preference shares

During the year the company redeemed 175,000 of its Preference shares at par. The Preference shares were redeemed for a consideration of £175,000 and represented 100% of the called up share capital for that class of share.

Bonus issue of shares

Subsequent to the redemption of Preference shares the company capitalised the consequent capital redemption reserve by way of a bonus issue of Ordinary shares. 122,500 Ordinary A shares of £1 each and 52,500 Ordinary B shares of £1 each were issued at par.

5 Control

The company is controlled by the directors who own 100% of the called up share capital.