

BLUENOTCH LIMITED



Director's Report And Financial Statements

For the year ended 31 July 2012

BLUENOTCH LIMITED

COMPANY INFORMATION

Director	D W Dove
Company number	01124571
Registered office	Surrey House 36-44 High Street Redhill Surrey RH1 1RH
Auditors	Kingston Smith LLP Surrey House 36-44 High Street Redhill Surrey RH1 1RH

BLUENOTCH LIMITED

DIRECTOR'S REPORT FOR THE YEAR ENDED 31 JULY 2012

The director presents his report and financial statements for the year ended 31 July 2012

Principal activities

The principal activity of the company throughout the year was that of investment property ownership and rental

Director

The following director has held office since 1 August 2011

D W Dove

J M Rowlands

(Deceased 19 June 2012)

Auditors

The auditors, Kingston Smith LLP, are deemed to be reappointed under section 487(2) of the Companies Act 2006

Statement of director's responsibilities

The director is responsible for preparing the Director's Report and the financial statements in accordance with applicable law and regulations

Company law requires the director to prepare financial statements for each financial year. Under that law the director has elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the director must not approve the financial statements unless he is satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the director is required to

- select suitable accounting policies and then apply them consistently,
- make judgements and accounting estimates that are reasonable and prudent,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable him to ensure that the financial statements comply with the Companies Act 2006. He is also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

BLUENOTCH LIMITED

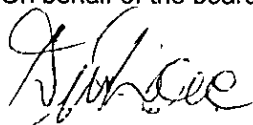
DIRECTOR'S REPORT (CONTINUED) FOR THE YEAR ENDED 31 JULY 2012

Statement of disclosure to auditors

So far as the director is aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the director has taken all the necessary steps that he ought to have taken as director in order to make himself aware of all relevant audit information and to establish that the company's auditors are aware of that information.

This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

On behalf of the board



D W Dove

Director

26/3/13

BLUENOTCH LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF BLUENOTCH LIMITED

We have audited the financial statements of Bluenotch Limited for the year ended 31 July 2012 which comprise the Profit and Loss Account, the Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken for no purpose other than to draw to the attention of the company's members those matters which we are required to include in an auditors' report addressed to them. To the fullest extent permitted by law, we do not accept or assume responsibility to any party other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of director and auditors

As explained more fully in the Director's Responsibilities Statement, the director is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the director, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Director's Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 July 2012 and of its profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Director's Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

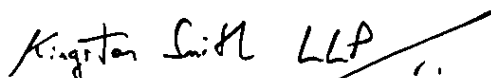
BLUENOTCH LIMITED

INDEPENDENT AUDITORS' REPORT (CONTINUED) TO THE MEMBERS OF BLUENOTCH LIMITED

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit, or
- the director was not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the director's report



Keith Halstead (Senior Statutory Auditor)
for and on behalf of Kingston Smith LLP

4 April 2013

Chartered Accountants
Statutory Auditor

Surrey House
36-44 High Street
Redhill
Surrey
RH1 1RH

BLUENOTCH LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 JULY 2012

		2012	2011
	Notes	£	£
Turnover		267,870	239,753
Administrative expenses		(60,506)	(75,408)
Other operating income		99,639	57,763
Operating profit	2	307,003	222,108
Other interest receivable and similar income	3	1,242	2,640
Interest payable and similar charges		(10,784)	(11,531)
Profit on ordinary activities before taxation		297,461	213,217
Tax on profit on ordinary activities	4	(48,308)	(39,384)
Profit for the year	10	249,153	173,833

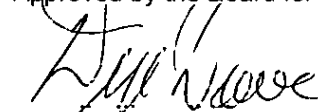
BLUENOTCH LIMITED

BALANCE SHEET AS AT 31 JULY 2012

	Notes	2012 £	£	2011 £	£
Fixed assets					
Tangible assets	5	4,442,837		4,057,600	
Current assets					
Stocks		1,265		-	
Debtors	6	37,981		44,015	
Cash at bank and in hand		782,481		1,193,980	
		<u>821,727</u>		<u>1,237,995</u>	
Creditors' amounts falling due within one year	7	<u>(115,690)</u>		<u>(103,692)</u>	
Net current assets		706,037		1,134,303	
Total assets less current liabilities		5,148,874		5,191,903	
Creditors' amounts falling due after more than one year	8	<u>(362,666)</u>		<u>(401,690)</u>	
		<u>4,786,208</u>		<u>4,790,213</u>	
Capital and reserves					
Called up share capital	9	100		100	
Revaluation reserve	10	1,068,927		1,322,085	
Profit and loss account	10	3,717,181		3,468,028	
Shareholders' funds		<u>4,786,208</u>		<u>4,790,213</u>	

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

Approved by the Board for issue on 26/3/13



D W Dove
Director

Company Registration No 01124571

BLUENOTCH LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2012

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention modified to include the revaluation of freehold land and buildings and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

1.2 Turnover

Turnover represents rents and transfer fees receivable

1.3 Tangible fixed assets and depreciation

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

Freehold land and buildings	Nil
Other fixed assets	25% per annum on reducing balance

1.4 Investment Properties

Investment properties are included in the balance sheet at their open market value. Depreciation is provided only on those investment properties which are leasehold and where the unexpired lease term is less than 20 years

Although this accounting policy is in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008), it is a departure from the general requirement of the Companies Act 2006 for all tangible assets to be depreciated. In the opinion of the director compliance with the standard is necessary for the financial statements to give a true and fair view. Depreciation or amortisation is only one of many factors reflected in the annual valuation and the amount of this which might otherwise have been charged cannot be separately identified or quantified

2 Operating profit	2012	2011
	£	£
Operating profit is stated after charging		
Depreciation of tangible assets	6,751	1,933
Auditors' remuneration	7,227	7,050
	<hr/>	<hr/>
3 Investment income	2012	2011
	£	£
Bank interest	1,242	2,631
Other interest	-	9
	<hr/>	<hr/>
	1,242	2,640
	<hr/>	<hr/>

BLUENOTCH LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2012

4	Taxation	2012 £	2011 £
	Domestic current year tax		
	U K corporation tax	48,308	39,384
	Total current tax	<u>48,308</u>	<u>39,384</u>

5	Tangible fixed assets	Land and buildings	Plant and machinery etc	Total
		£	£	£
	Cost or valuation			
	At 1 August 2011	4,051,801	23,776	4,075,577
	Additions	624,357	26,449	650,806
	Revaluation	(253,158)	-	(253,158)
	Disposals	-	(23,776)	(23,776)
	At 31 July 2012	<u>4,423,000</u>	<u>26,449</u>	<u>4,449,449</u>
	Depreciation			
	At 1 August 2011	-	17,977	17,977
	On disposals	-	(18,116)	(18,116)
	Charge for the year	-	6,751	6,751
	At 31 July 2012	<u>-</u>	<u>6,612</u>	<u>6,612</u>
	Net book value			
	At 31 July 2012	<u>4,423,000</u>	<u>19,837</u>	<u>4,442,837</u>
	At 31 July 2011	<u>4,051,801</u>	<u>5,799</u>	<u>4,057,600</u>

The investment properties have been valued on an open market basis at 31 July 2012 by the directors, and are stated at their valuation amount. The directors are considered qualified to value investment properties held by the company due to their vast experience in the field, having worked in the property industry since the 1960's.

The historical cost of the properties included at valuation at the balance sheet date is £3,233,874 (2011 £2,624,785).

BLUENOTCH LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2012

6 Debtors	2012 £	2011 £
Trade debtors	8,319	13,524
Other debtors	29,662	30,491
	<u>37,981</u>	<u>44,015</u>

7 Creditors' amounts falling due within one year	2012 £	2011 £
Bank loans and overdrafts	38,276	37,529
Trade creditors	12,641	12,491
Taxation and social security	48,308	39,384
Other creditors	16,465	14,288
	<u>115,690</u>	<u>103,692</u>

8 Creditors' amounts falling due after more than one year	2012 £	2011 £
Bank loans	<u>362,666</u>	<u>401,690</u>
Analysis of loans		
Not wholly repayable within five years by instalments	400,942	439,219
Included in current liabilities	(38,276)	(37,529)
	<u>362,666</u>	<u>401,690</u>
Instalments not due within five years	<u>209,561</u>	<u>251,574</u>

The bank loans are secured by a charge over some of the company's freehold land and buildings, as detailed below,
 70 Brighton Road
 62 Furlong Road
 8 & 12 Welcomes Terrace
 9 Bretland Road
 19 Bretland Road
 27 Bretland Road

BLUENOTCH LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2012

9	Share capital	2012 £	2011 £
	Allotted, called up and fully paid		
	100 Ordinary shares of £1 each	100	100

10 Statement of movements on reserves

	Revaluation reserve £	Profit and loss account £
Balance at 1 August 2011	1,322,085	3,468,028
Profit for the year	-	249,153
Revaluation during the year	(253,158)	-
Balance at 31 July 2012	1,068,927	3,717,181

11	Capital commitments	2012 £	2011 £
	At 31 July 2012 the company had capital commitments as follows		
	Contracted for but not provided in the financial statements	113,969	-

12 Control

The company is controlled by the director D W Dove and The Rowlands family, by virtue of their shareholdings

13 Related party relationships and transactions

The company paid secretarial fees of £11,000 (2011 £9,000) to D W D Property & Investment Company Limited which was under the control of D W Dove Esq , a shareholder and director

During the year Bluenotch sold a motor vehicle to Earlswood Fisheries which was under the control of D W Dove Esq for £5,000

At the year end Bluenotch was owed £25,063 (2011 £25,000) from Perimeter Properties Limited, which was under the control of D W Dove Esq