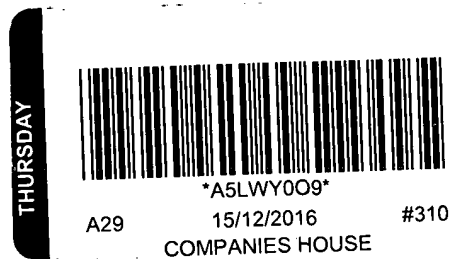


# Unaudited Financial Statements Sully Development Company Limited

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For the year ended 31 March 2016



Registered number: 04643148

**Sully Development Company Limited**  
**Registered number: 04643148**

## Company Information

<b>Directors</b>	R A E Herbert, CBE B C Herbert
<b>Company secretary</b>	C M A Lane
<b>Registered number</b>	04643148
<b>Registered office</b>	23a Gold Tops Newport South Wales NP20 4UL
<b>Accountants</b>	Grant Thornton UK LLP Chartered Accountants 11/13 Penhill Road Cardiff South Glamorgan CF11 9UP
<b>Bankers</b>	National Westminster Bank Plc High Street Newport South Wales NP20 1GG

Sully Development Company Limited  
Registered number: 04643148

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Sully Development Company Limited

## Directors' Report

For the year ended 31 March 2016

The directors present their report and the unaudited financial statements for the year ended 31 March 2016.

### Directors

The directors who served during the year were:

R A E Herbert, CBE

B C Herbert

This report has been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

This report was approved by the board on 22 November 2016 and signed on its behalf.



C M A Lane  
Secretary

## Report to the directors on the preparation of the unaudited statutory financial statements of Sully Development Company Limited for the year ended 31 March 2016

We have compiled the accompanying financial statements of Sully Development Company Limited based on the information you have provided. These financial statements comprise the Balance Sheet of Sully Development Company Limited as at 31 March 2016, the Profit and Loss Account for the year then ended, and a summary of significant accounting policies and other explanatory information.

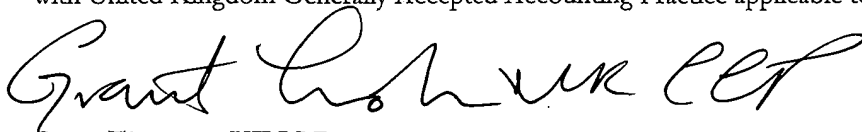
This report is made solely to the Board of Directors of Sully Development Company Limited, as a body, in accordance with the terms of our engagement letter dated 18 August 2016. Our work has been undertaken solely to prepare for your approval the financial statements of Sully Development Company Limited and state those matters that we have agreed to state to the Board of Directors of Sully Development Company Limited, as a body, in this report in accordance with our engagement letter dated 18 August 2016. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Sully Development Company Limited and its Board of Directors, as a body, for our work or for this report.

We performed this compilation engagement in accordance with International Standard on Related Services 4410 (Revised), Compilation Engagements.

We have applied our expertise in accounting and financial reporting to assist you in the preparation and presentation of these financial statements in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities). As a member firm of the Institute of Chartered Accountants in England and Wales, we are subject to its ethical and other professional requirements which are detailed at [www.icaew.com](http://www.icaew.com).

These financial statements and the accuracy and completeness of the information used to compile them are your responsibility.

Since a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the information you provided to us to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion on whether these financial statements are prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities.

  
**Grant Thornton UK LLP**

Chartered Accountants

Cardiff

Date: 22 November 2016

## Profit and Loss Account

For the year ended 31 March 2016

	Note	2016 £	2015 £
Administrative expenses		(15,859)	(8,544)
<b>Loss on ordinary activities before taxation</b>		<b>(15,859)</b>	<b>(8,544)</b>
Tax on loss on ordinary activities	3	-	-
<b>Loss for the financial year</b>		<b>(15,859)</b>	<b>(8,544)</b>

## Balance Sheet

As at 31 March 2016

	Note	£	2016 £	£	2015 £
<b>Current assets</b>					
Stocks	4	650,405		631,175	
Debtors	5	6,033		1,791	
Cash at bank		6,950		12,508	
		<u>663,388</u>		<u>645,474</u>	
<b>Creditors: amounts falling due within one year</b>	6	<u>(813,043)</u>		<u>(779,270)</u>	
<b>Net current liabilities</b>			<u>(149,655)</u>		<u>(133,796)</u>
<b>Total assets less current liabilities</b>			<u>(149,655)</u>		<u>(133,796)</u>
<b>Capital and reserves</b>					
Called up share capital	7		100		100
Profit and loss account			<u>(149,755)</u>		<u>(133,896)</u>
<b>Shareholders' deficit</b>	8		<u>(149,655)</u>		<u>(133,796)</u>

The financial statements have been prepared in accordance with the special provisions applicable to small companies within Part 15 of the Companies Act 2006 and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

For the year ended 31 March 2016 the company was entitled to exemption from audit under section 480 of the Companies Act 2006.

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 Companies Act 2006 with respect to accounting records and for 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 loss for the financial year, in accordance with the requirements of sections 394 and 395 of the Act and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 22/11/16



**B C Herbert**  
 Director

The notes on pages 5 to 8 form part of these financial statements.

# Notes to the Financial Statements

For the year ended 31 March 2016

## 1. Accounting Policies

### 1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

### 1.2 Going concern

In preparing the financial statements the directors have considered the current financial position of the company and the likely future cash flows. At the date of issuing the financial statements, the directors have concluded that it is appropriate to prepare the financial statements on a going concern basis. In forming this conclusion, the directors have considered that, whilst the company has recorded a loss in the current financial year and has net liabilities, it has the formal support of its related party, Trustees of Llanarth Estate. The directors have assessed the ability of the related party to provide that support and concluded that it is appropriate to rely on this support in assessing the appropriateness of adopting the going concern basis.

### 1.3 Stocks

Stocks are stated at the lower of cost and net realisable value and consist of land and property held for resale and development.

## 2. Directors' remuneration

The directors were the only employees of the company during the current and the prior financial year. They received no remuneration from the company during either year.

## 3. Taxation

	2016	2015
	£	£
UK corporation tax charge on loss for the year	-	-



# Notes to the Financial Statements

For the year ended 31 March 2016

## 3. Taxation (continued)

### Factors affecting tax charge for the year

The tax assessed for the year is higher than (2015 - lower than) the standard rate of corporation tax in the UK of 20% (2015 - 20%). The differences are explained below:

	2016 £	2015 £
Loss on ordinary activities before tax	<u>(15,859)</u>	<u>(8,544)</u>
Loss on ordinary activities multiplied by standard rate of corporation tax in the UK of 20% (2015 - 20%)	(3,172)	(1,709)
<b>Effects of:</b>		
Utilisation of tax losses	<u>3,172</u>	<u>1,709</u>
<b>Current tax charge for the year</b> (see note above)	<u>-</u>	<u>-</u>

### Factors that may affect future tax charges

Announcements have been made by the Chancellor of the Exchequer of proposed changes to corporation tax rates which will have an effect on future tax charges of the company. Reductions in the corporation tax rate from 20% to 19% and 18% from 1 April 2017 and 1 April 2020 respectively were substantively enacted by the balance sheet.

A subsequent reduction in the tax rate to 17% from 1 April 2020 was also announced in March 2016 but had not been enacted at the balance sheet date. Consequently, deferred tax has been calculated at the year end using a tax rate of 18% in accordance with the rates enacted at the balance sheet date.

The forthcoming changes in the corporation tax rate will not materially affect the tax charge.

## 4. Stocks

	2016 £	2015 £
Stocks	<u>650,405</u>	<u>631,175</u>

Stocks consist of land and property.

## 5. Debtors

	2016 £	2015 £
Other debtors	<u>6,033</u>	<u>1,791</u>

# Notes to the Financial Statements

For the year ended 31 March 2016

## 6. Creditors:

### Amounts falling due within one year

	2016	2015
	£	£
Trade creditors	2,462	-
Amounts owed to related parties	530,231	514,070
Directors Loan Account	278,950	261,950
Accruals	1,400	3,250
	<u>813,043</u>	<u>779,270</u>

## 7. Share capital

	2016	2015
	£	£
Allotted, called up and fully paid		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

## 8. Reconciliation of movement in shareholders' deficit

	2016	2015
	£	£
Opening shareholders' deficit	(133,796)	(125,252)
Loss for the financial year	(15,859)	(8,544)
Closing shareholders' deficit	<u>(149,655)</u>	<u>(133,796)</u>

## Notes to the Financial Statements

For the year ended 31 March 2016

### 9. Related party transactions

Name of related party	Director with a significant interest
Llanover Properties Limited	R A E Herbert
Trustees of Llanarth Estate	R A E Herbert and B C Herbert
Trustees of Llanover Estate	B C Herbert

Included within creditors is £125,000 (2015: £125,000) owed to Llanover Properties Limited.

During the year, loans were made by Trustees of Llanarth Estate to the company of £17,000 (2015: £Nil). At the year-end, there was £403,950 owed to Trustees of Llanarth Estate (2015: £386,950). During the year, Sully Development Company Limited made purchases from the Trustees of Llanover Estate of £1,281 (2015: £2,120). At the year-end, there was £1,281 (2015: £2,120) owed to the Trustees of Llanover Estate in respect of this.

During the year, a director's loan was made by R A E Herbert to the company of £17,000 (2015: £Nil). At the year-end, there was £278,950 owed to R A E Herbert (2015 - £261,950). This balance is interest-free, unsecured and there are no fixed repayment terms.

### 10. Ultimate controlling parties

The ultimate controlling parties are R A E Herbert and the trustees of Llanarth Estate.