

**MONZIE JOINERY LIMITED**

***Registered number: SC063496***

**Directors' Report and Financial Statements**

**For the year ended 31 December 2007**

THURSDAY



\*SWYBX0WQ\*

SCT

26/06/2008

883

COMPANIES HOUSE

# **MONZIE JOINERY LIMITED**

## **Company Information**

### **Directors**

I S M M Crichton  
D M M Crichton

### **Secretary**

D M M Crichton

### **Registered office**

15 17 Melville Street  
Edinburgh  
EH3 7PH

### **Registered number**

SC063496

### **Accountants**

Scott Moncrieff  
Chartered Accountants  
17 Melville Street  
Edinburgh  
EH3 7PH

### **Principal banker**

The Royal Bank of Scotland plc  
Perth Chief Office  
12 Dunkeld Road  
Perth  
PH1 5RB

# **MONZIE JOINERY LIMITED**

## **Financial Statements**

**For the year ended 31 December 2007**

<b>Contents</b>	<b>Page</b>
Directors' Report	1
Accountants' Report	2
Profit and Loss Account	3
Balance Sheet	4
Notes to the Financial Statements	5 10

# **MONZIE JOINERY LIMITED**

## **Report of the directors**

The directors present their report and the financial statements for the year ended 31 December 2007

### **Principal activity**

The principal activity and core business of the company continues to be manufacturing joiners

### **Directors**

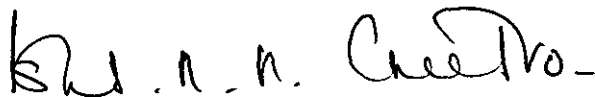
The directors during the year were

I S M M Crichton  
D M M Crichton

### **Small company exemptions**

This report has been 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 28 May 2008 and signed on its behalf by

A handwritten signature in black ink, appearing to read 'I S M M Crichton', written over a horizontal line.

**I S M M Crichton**  
Director

## **MONZIE JOINERY LIMITED**

### **Accountants' report to the directors on the unaudited financial statements of Monzie Joinery Limited**


In accordance with the engagement letter dated 18 April 2005, and in order to assist you to fulfil your duties under the Companies Act 1985, we have prepared the accounts of the company on pages 3 to 10 from the accounting records and information and explanations supplied to us

This report is made to the company's board of directors, as a body, in accordance with the terms of our engagement. Our work has been undertaken to enable us to prepare the accounts on behalf of the company's board of directors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's board of directors, as a body, for our work or for this report.

We have carried out this engagement in accordance with best practice guidance issued by the Institute of Chartered Accountants of Scotland and have complied with the ethical guidance laid down by the Institute relating to members undertaking the preparation of accounts.

You have acknowledged on the balance sheet for the year ended 31 December 2007, your duty to ensure that the company has kept proper accounting records and to prepare accounts that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the accounts. 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 accounts.



**Scott-Moncreiff**  
**Chartered Accountants**  
**17 Melville Street**  
**Edinburgh**

Date: 24/6/08

**MONZIE JOINERY LIMITED**

**Profit and Loss Account**

**For the year ended 31 December 2007**

	<b>Note</b>	<b>2007 £</b>	<b>2006 £</b>
<b>Turnover</b>		1,016,909	962,057
<b>Cost of sales</b>		<u>(951,289)</u>	<u>(928,468)</u>
<b>Gross profit</b>		65,620	33,589
<b>Administrative expenses</b>		(186,499)	(336,784)
<b>Other operating income</b>	2	<u>26,584</u>	<u>21,744</u>
<b>Operating loss</b>	3	(94,295)	(281,451)
<b>Interest received</b>		30	
<b>Interest payable and similar charges</b>		<u>(26,125)</u>	<u>(23,285)</u>
<b>Loss on ordinary activities before taxation</b>		(120,390)	(304,736)
<b>Tax on loss on ordinary activities</b>	5	<u>(3)</u>	<u>21,193</u>
<b>Loss on ordinary activities after taxation</b>	13	<u><u>(120,393)</u></u>	<u><u>(283,543)</u></u>

The notes on pages 5 to 10 form part of these financial statements

# MONZIE JOINERY LIMITED

## Balance Sheet


At 31 December 2007

	Note	2007 £	2006 £
<b>Fixed assets</b>			
Tangible assets	6	224,946	240,305
Investments	7	100	100
		<u>225,046</u>	<u>240,405</u>
<b>Current assets</b>			
Stocks and work in progress	8	108,523	129,909
Debtors	9	221,844	216,607
Cash at bank and in hand		1	
		<u>330,368</u>	<u>346,516</u>
<b>Creditors: amounts falling due within one year</b>	10	(455,936)	(517,331)
<b>Net current liabilities</b>		<u>(125,568)</u>	<u>(170,815)</u>
<b>Total asset less current liabilities</b>		99,478	69,590
<b>Creditors: amounts falling due after more than one year</b>	11	(419,353)	(269,072)
<b>Net liabilities</b>		<u>(319,875)</u>	<u>(199,482)</u>
<b>Capital and reserves</b>			
Called up share capital	12	30,358	30,358
Profit and loss account	13	(350,233)	(229,840)
<b>Shareholders' funds</b>		<u>(319,875)</u>	<u>(199,482)</u>

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 249A(1) of the Companies Act 1985 and members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 249B(2) of the Act. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and for preparing financial statements which give a true and fair view of the state of affairs of the company as at 31 December 2007 and of its loss for the year then ended in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to the financial statements so far as applicable to the company.

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007).

The financial statements were authorised for issue by the board of directors on 28 May 2008 and signed on its behalf by



**I S M M Crichton**  
Director

The notes on pages 5 to 10 form part of these financial statements

# MONZIE JOINERY LIMITED

## Notes to the Financial Statements

For the year ended 31 December 2007

### 1 Accounting policies

#### **Basis of accounting**

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007)

#### **Consolidation**

In the opinion of the directors, the company and its subsidiary undertakings comprise a small group. The company has therefore taken advantage of the exemption provided by Section 248 of the Companies Act 1985 not to prepare group accounts.

#### **Cash Flow**

The financial statements do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirements to prepare such a statement under the Financial Reporting Standard for Smaller Entities (effective January 2007).

#### **Turnover**

Turnover comprises the value of goods and services supplied by the company, exclusive of Value Added Tax and trade discounts.

Retentions are not accounted for until they can be quantified accurately.

#### **Tangible fixed assets**

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Heritable properties	3 3% straight line
Plant and machinery	10% & 25% reducing balance
Fixtures and fittings	3 3% straight line
Motor vehicles	20% straight line

#### **Stocks and work in progress**

Stocks are stated at the lower of cost and net realisable value. Net realisable value is based on estimated selling price less further costs to completion and disposal. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

Work in progress is valued on the basis of direct costs plus attributable overheads based on normal level of activity. Provision is made for any foreseeable losses where appropriate. No profit is recognised until the contract has advanced to a stage where the total profit can be assessed with reasonable certainty.

#### **Deferred tax**

Provision is made in full for all taxation deferred in respect of timing differences that have originated but not reversed by the balance sheet date, except for gains on disposal of fixed assets which will be rolled over into replacement assets. No provision is made for taxation on permanent differences.

Deferred tax assets are recognised to the extent that it is more likely than not that they will be recovered.



# **MONZIE JOINERY LIMITED**

## **Notes to the Financial Statements**

**For the year ended 31 December 2007**

### **2 Other operating income**

	<b>2007</b>	<b>2006</b>
	<b>£</b>	<b>£</b>
Management charges receivable	20,000	19,500
Other operating income	<u>6,584</u>	<u>2,244</u>
	<u><u>26,584</u></u>	<u><u>21,744</u></u>

### **3 Operating (loss)**

	<b>2007</b>	<b>2006</b>
	<b>£</b>	<b>£</b>
Operating (loss) is stated after charging		
Depreciation of tangible assets	<u>15,354</u>	<u>20,342</u>

### **4 Directors' emoluments**

	<b>2007</b>	<b>2006</b>
	<b>£</b>	<b>£</b>
Directors' emoluments	<u>                    </u>	<u>12,000</u>

*The directors did not receive any emoluments during the year (2006 £12,000)*

### **5 Tax on profit on ordinary activities**

	<b>2007</b>	<b>2006</b>
	<b>£</b>	<b>£</b>
UK corporation tax adjustment to prior years	3	
Deferred taxation	<u>                    </u>	<u>(21,193)</u>
	<u><u>3</u></u>	<u><u>(21,193)</u></u>

There is no tax charge for the current year due to losses incurred in the period

# **MONZIE JOINERY LIMITED**

## **Notes to the Financial Statements**

**For the year ended 31 December 2007**

### **6 Tangible fixed assets**

	<b>Freehold Properties £</b>	<b>Plant and machinery £</b>	<b>Fixtures and fittings £</b>	<b>Motor vehicles £</b>	<b>Total £</b>
<b>Cost</b>					
At 1 January 2007	200,950	143,190	75,776	60,945	480,861
Additions		1,575			1,575
Disposals				(21,722)	(21,722)
At 31 December 2007	<u>200,950</u>	<u>144,765</u>	<u>75,776</u>	<u>39,223</u>	<u>460,714</u>
<b>Depreciation</b>					
At 1 January 2007	46,875	114,137	24,176	55,368	240,556
Depreciation for the year	6,692	4,472	2,024	2,166	15,354
Disposals	-			(20,142)	(20,142)
At 31 December 2007	<u>53,567</u>	<u>118,609</u>	<u>26,200</u>	<u>37,392</u>	<u>235,768</u>
<b>Net book value</b>					
At 31 December 2007	<u>147,383</u>	<u>26,156</u>	<u>49,576</u>	<u>1,831</u>	<u>224,946</u>
At 31 December 2006	<u>154,075</u>	<u>29,053</u>	<u>51,600</u>	<u>5,577</u>	<u>240,305</u>

### **7 Fixed asset investments**

	<b>Group undertakings £</b>
<b>Cost</b>	
At 1 January 2007 and 31 December 2007	<u>100</u>

#### **Financial information summary**

The company owns 100% of the share capital of Monzie Enterprises Limited. The aggregate capital and reserves at the 31 December 2007 were £100 (2006: £100) and the profit for the period was £nil (2006: nil).

### **8 Stocks**

	<b>2007 £</b>	<b>2006 £</b>
Stock	37,179	41,476
Work in Progress	71,344	88,433
	<u>108,523</u>	<u>129,909</u>

# MONZIE JOINERY LIMITED

## Notes to the Financial Statements

For the year ended 31 December 2007

### 9 Debtors

	2007 £	2006 £
Trade debtors	136,885	133,201
Amounts owed by group undertakings	72,065	75,000
Prepayments and accrued income	12,894	8,406
	<u>221,844</u>	<u>216,607</u>

Included in trade debtors are amounts due from Monzie farms, Monzie Maintenance Fund and Monzie Castle Properties. Further details are provided in note 14

### 10 Creditors: amounts falling due within one year

	2007 £	2006 £
Bank loans and overdrafts	334,304	377,926
Trade creditors	69,854	56,036
Amounts owed to group undertakings	100	100
Tax and social security	25,804	42,238
Other creditors	25,874	41,031
	<u>455,936</u>	<u>517,331</u>

The bank overdraft is secured by a bond and floating charge over all the company's assets

Included in other creditors are amounts due to Monzie Castle Maintenance Fund. Further details are provided in note 14

### 11 Creditors amounts falling due after more than one year

	2007 £	2006 £
Other creditors	<u>419,353</u>	<u>269,072</u>

Included within creditors over one year are amounts due to I S M M Crichton and D M M Crichton, directors. Further details are provided in note 14

# **MONZIE JOINERY LIMITED**

## **Notes to the Financial Statements**

**For the year ended 31 December 2007**

### **12 Share capital**

	<b>2007</b>	<b>2006</b>
	<b>£</b>	<b>£</b>
<b>Authorised</b>		
30,000 Ordinary shares of £1 each	30,000	30,000
20,000 £1 Deferred ordinary shares	20,000	20,000
	<u>50,000</u>	<u>50,000</u>
 <b>Allotted, called up and fully paid</b>		
30,000 Ordinary shares of £1 each	30,000	30,000
358 £1 Deferred ordinary shares	358	358
	<u>30,358</u>	<u>30,358</u>

The holders of deferred shares and ordinary shares have equal voting rights. Any dividend will be applied firstly in payment of the dividend due on the ordinary shares and secondly of the dividend due on the deferred shares and the surplus thereafter will be divided among the holders of the deferred shares.

### **13 Reserves**

	<b>Profit and loss account £</b>
At 1 January 2007	(229,840)
Loss for the year	<u>(120,393)</u>
At 31 December 2007	<u><u>(350,233)</u></u>

# **MONZIE JOINERY LIMITED**

## **Notes to the Financial Statements**

**For the year ended 31 December 2007**

### **14 Related parties**

During the year the following material transactions took place between related parties

Name	Relationship	Material Transactions	Income/ (expenditure) amount	Amount due (to)/from related parties	
				31.12.07	31.12.06
Monzie Farms	Common Ownership	Sales	9,399	(19,254)	4,923
Monzie Estate Rented Properties	Common Ownership	Sales	5,477	3,438	
Monzie Hydro Electric	Common Ownership	Management fee Sales	20,000 1,371	75,631	75,000
Monzie Castle Properties	Common Ownership	Sales	32,540	32,540	47,293
Monzie Castle Maintenance Fund	Common Ownership	Sales	1,620	22,917	(10,000)

### **Transactions with directors**

During the year I S M M Crichton advanced loans to the company totalling £103,300 During the year the company also incurred expenditure totalling £17,019 on I S M M Crichton's behalf As at 31 December 2007 I S M M Crichton was owed £321,741 (2006 £235,460) by the company

During the year D M M Crichton advanced loans to the company totalling £64,000 As at 31 December 2007 D M M Crichton was owed £97,612 by the company (2006 £33,612)

There are no repayment terms for these loans which are interest free

### **15 Controlling party**

The company was under the control of D M M Crichton D M M Crichton is a director and controls 100% of the issued share capital