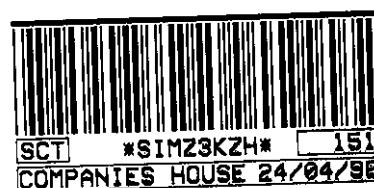


Report of the Director and  
Financial Statements For The Year Ended 30 November 1995  
for  
BERWICK UPON TWEED GARDEN CENTRE LIMITED

2



**BERWICK UPON TWEED GARDEN CENTRE LIMITED**

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**For The Year Ended 30 November 1995**

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**BERWICK UPON TWEED GARDEN CENTRE LIMITED**

**Company Information**  
**For The Year Ended 30 November 1995**

**DIRECTOR:** N G Crabbie

**SECRETARY:** Mrs. G.I.C. Crabbie

**REGISTERED OFFICE:** Westerside Farm,  
Coldingham,  
Eyemouth,  
Berwickshire,  
TD14 5QE,  
Scotland.

**REGISTERED NUMBER:** 79988 (Scotland)

**AUDITOR:** M. St. J. Wrigley  
Chartered Accountant  
Registered Auditor  
25 Newtown Street  
DUNS  
Berwickshire, TD11 3AS,  
Scotland

**BERWICK UPON TWEED GARDEN CENTRE LIMITED**

**Report of the Director**  
**For The Year Ended 30 November 1995**

The director presents his report with the financial statements of the company for the year ended 30 November 1995.

**PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was that of operating a garden centre at Berwick Upon Tweed.

**DIRECTOR**

N G Crabbie was the sole director during the year under review.

His beneficial interest in the issued share capital of the company was as follows:

	30.11.95	1.12.94
Ordinary shares £1 shares	25,133	25,133
12% Cum. Red. Preference £1 shares	30,000	30,000

**STATEMENT OF DIRECTOR'S RESPONSIBILITIES**

Company law requires the director to prepare financial statements for each financial year which 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 those financial statements, the director is required to

- select suitable accounting policies and then apply them consistently;
- make judgments and 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 proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the financial statements comply with the Companies Act 1985. 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.

**AUDITOR**

The auditor, M. St. J. Wrigley, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

In preparing this report, the director has taken advantage of special exemptions applicable to small companies conferred by Part II of Schedule 8 to the Companies Act 1985.

**ON BEHALF OF THE BOARD:**



N G Crabbie - DIRECTOR

Dated: 28<sup>th</sup> March 1996

**BERWICK UPON TWEED GARDEN CENTRE LIMITED**

**Report of the Auditor to the Shareholders of**  
**Berwick Upon Tweed Garden Centre Limited**

I have audited the financial statements on pages four to eleven which have been prepared under the historical cost convention and the accounting policies set out on page six.

**Respective responsibilities of director and auditor**

As described on page two the company's director is responsible for the preparation of financial statements. It is my responsibility to form an independent opinion, based on my audit, on those statements and to report my opinion to you.

**Basis of opinion**

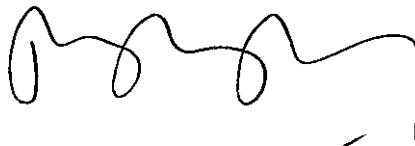
I conducted my audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgments made by the director in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

I planned and performed my audit so as to obtain all the information and explanations which I considered necessary in order to provide me with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming my opinion I also evaluated the overall adequacy of the presentation of information in the financial statements.

**Opinion**

In my opinion the financial statements give a true and fair view of the state of the company's affairs as at 30 November 1995 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.

M. St. J. Wrigley  
Chartered Accountant  
Registered Auditor  
25 Newtown Street  
DUNS  
Berwickshire, TD11 3AS,  
Scotland



Dated: 29<sup>th</sup> March 1996

**BERWICK UPON TWEED GARDEN CENTRE LIMITED**

**Profit and Loss Account**  
**For The Year Ended 30 November 1995**

		1995	1994
	Notes	£	£
<b>TURNOVER</b>	2	470,686	410,921
Cost of sales		274,101	232,176
<b>GROSS PROFIT</b>		196,585	178,745
Administrative expenses		163,698	140,520
<b>OPERATING PROFIT</b>	3	32,887	38,225
Interest payable and similar charges		11,714	10,967
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		21,173	27,258
Tax on profit on ordinary activities		6,585	5,343
<b>PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION</b>		14,588	21,915
Retained profit/(deficit) brought forward		2,902	(19,013)
		17,490	2,902
Development grant credited		1,500	-
<b>RETAINED PROFIT CARRIED FORWARD</b>		£18,990	£2,902

**CONTINUING OPERATIONS**

None of the company's activities were acquired or discontinued during the current and previous years.

**TOTAL RECOGNISED GAINS AND LOSSES**

The company has no recognised gains or losses other than the profits for the current and previous years.

The notes form part of these financial statements

**BERWICK UPON TWEED GARDEN CENTRE LIMITED**

**Balance Sheet**  
**30 November 1995**

		<u>1995</u>		<u>1994</u>	
	Notes	£	£	£	£
<b>FIXED ASSETS:</b>					
Tangible assets	4		115,807		112,388
<b>CURRENT ASSETS:</b>					
Stocks	5	101,036		98,815	
Debtors	6	10,666		11,496	
Cash in hand		500		500	
		<u>112,202</u>		<u>110,811</u>	
<b>CREDITORS: Amounts falling due within one year</b>	7	<u>140,103</u>		<u>149,810</u>	
<b>NET CURRENT LIABILITIES:</b>			<u>(27,901)</u>		<u>(38,999)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES:</b>			87,906		73,389
<b>CREDITORS: Amounts falling due after more than one year</b>	8		<u>-</u>		<u>71</u>
			<u>£87,906</u>		<u>£73,318</u>
<b>CAPITAL AND RESERVES:</b>					
Called up share capital	11		58,916		58,916
Share premium	12		10,000		10,000
Other reserves	13		-		1,500
Profit & loss account			<u>18,990</u>		<u>2,902</u>
Shareholders' funds	16		<u>£87,906</u>		<u>£73,318</u>

In preparing these financial statements, the director has taken advantage of special exemptions applicable to small companies conferred by Part I of Schedule 8 to the Companies Act 1985. The director has done so on the grounds that, in his opinion, the company is entitled to the benefit of those exemptions because it meets the qualifying conditions for small companies as stated in Section 247 of the Companies Act 1985.

**ON BEHALF OF THE BOARD:**

*N.G. Crabbie*

N G Crabbie - DIRECTOR

Approved by the Board on 28<sup>th</sup> March 1996

The notes form part of these financial statements

# **BERWICK UPON TWEED GARDEN CENTRE LIMITED**

## **Notes to the Financial Statements** **For The Year Ended 30 November 1995**

### **1. ACCOUNTING POLICIES**

#### **Accounting convention**

The financial statements have been prepared under the historical cost convention.

#### **Turnover**

Turnover represents net invoiced sales of goods, excluding value added tax.

#### **Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Buildings	- 5% on cost
Site development	- 5% on cost
Plant and machinery	- 25% on reducing balance
Fixtures and fittings	- 15% on cost
Motor vehicles	- 25% on reducing balance
Nursery assets	- Straight line over 15 years

#### **Stocks**

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

#### **Hire purchase and leasing commitments**

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

### **2. TURNOVER**

The turnover and profit before taxation are attributable to the one principal activity of the company.

### **3. OPERATING PROFIT**

The operating profit is stated after charging:

	1995	1994
	£	£
Depreciation - owned assets	13,452	1,349
Depreciation - assets on hire purchase or finance leases	1,314	1,751
Auditor's remuneration	810	770
	<u>          </u>	<u>          </u>
Director's emoluments	<u>17,750</u>	<u>16,430</u>



**BERWICK UPON TWEED GARDEN CENTRE LIMITED**

**Notes to the Financial Statements**  
**For The Year Ended 30 November 1995**

4. **TANGIBLE FIXED ASSETS**

	<u>Buildings</u>	<u>Site developm- ent</u>	<u>Plant and machinery</u>
	£	£	£
<b>COST:</b>			
At 1 December 1994	86,704	41,577	29,580
Additions	2,558	4,200	6,627
	<hr/>	<hr/>	<hr/>
At 30 November 1995	89,262	45,777	36,207
	<hr/>	<hr/>	<hr/>
<b>DEPRECIATION:</b>			
At 1 December 1994	24,463	15,560	19,282
Charge for year	4,464	2,288	4,232
	<hr/>	<hr/>	<hr/>
At 30 November 1995	28,927	17,848	23,514
	<hr/>	<hr/>	<hr/>
<b>NET BOOK VALUE:</b>			
At 30 November 1995	60,335	27,929	12,693
	<hr/>	<hr/>	<hr/>
At 30 November 1994	62,241	26,017	10,298
	<hr/>	<hr/>	<hr/>

	<u>Fixtures and fittings</u>	<u>Motor vehicles</u>	<u>Nursery assets</u>	<u>Totals</u>
	£	£	£	£
<b>COST:</b>				
At 1 December 1994	33,965	9,120	3,605	204,551
Additions	4,800	-	-	18,185
	<hr/>	<hr/>	<hr/>	<hr/>
At 30 November 1995	38,765	9,120	3,605	222,736
	<hr/>	<hr/>	<hr/>	<hr/>
<b>DEPRECIATION:</b>				
At 1 December 1994	26,335	5,294	1,229	92,163
Charge for year	2,585	957	240	14,766
	<hr/>	<hr/>	<hr/>	<hr/>
At 30 November 1995	28,920	6,251	1,469	106,929
	<hr/>	<hr/>	<hr/>	<hr/>
<b>NET BOOK VALUE:</b>				
At 30 November 1995	9,845	2,869	2,136	115,807
	<hr/>	<hr/>	<hr/>	<hr/>
At 30 November 1994	7,630	3,826	2,376	112,388
	<hr/>	<hr/>	<hr/>	<hr/>

**BERWICK UPON TWEED GARDEN CENTRE LIMITED**

**Notes to the Financial Statements**  
**For The Year Ended 30 November 1995**

Fixed assets, included in the above, which are held under hire purchase or finance leases are as follows:

	Plant and machinery	Motor vehicles	Totals
	£	£	£
<b>COST:</b>			
At 1 December 1994 and 30 November 1995	4,200	4,570	8,770
<b>DEPRECIATION:</b>			
At 1 December 1994	1,519	1,999	3,518
Charge for year	671	643	1,314
At 30 November 1995	2,190	2,642	4,832
<b>NET BOOK VALUE:</b>			
At 30 November 1995	2,010	1,928	3,938
At 30 November 1994	2,681	2,571	5,252
5. <b>STOCKS</b>			
		1995	1994
		£	£
Stock		101,036	98,815
6. <b>DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</b>			
		1995	1994
		£	£
Trade debtors		8,467	9,674
Prepayments		2,199	1,822
		10,666	11,496

**BERWICK UPON TWEED GARDEN CENTRE LIMITED**

**Notes to the Financial Statements**  
**For The Year Ended 30 November 1995**

7. **CREDITORS: AMOUNTS FALLING  
DUE WITHIN ONE YEAR**

	1995	1994
	£	£
Bank loans and overdrafts (see note 9)	66,384	74,299
Hire purchase and finance leases (see note 10)	71	2,028
Trade creditors	47,456	46,786
Deferred trade creditors	5,237	8,331
Social security & other taxes	11,019	9,448
Taxation	6,585	5,343
Accrued expenses	3,351	3,575
	<u>140,103</u>	<u>149,810</u>

The charge to Corporation Tax is relatively high in relation to the profit on ordinary activities before taxation, because site development costs and buildings do not attract capital allowances even though they have been depreciated in these accounts. There is no provision for deferred taxation because it is unlikely that an actual liability will crystallise.

8. **CREDITORS: AMOUNTS FALLING  
DUE AFTER MORE THAN ONE YEAR**

	1995	1994
	£	£
Hire purchase and finance leases (see note 10)	-	71
	<u>-</u>	<u>71</u>

9. **LOANS AND OVERDRAFTS**

An analysis of the maturity of loans and overdrafts is given below:

	1995	1994
	£	£
Amounts falling due within one year or on demand:		
Bank overdrafts	<u>66,384</u>	<u>74,299</u>

The bank overdraft is with The Royal Bank of Scotland. It is secured by a legal charge in favour of the Bank over subjects, leasehold garden centre at East Ord, Berwick Upon Tweed, and by a bond and floating charge by the company for all monies due.

**BERWICK UPON TWEED GARDEN CENTRE LIMITED**

**Notes to the Financial Statements**  
**For The Year Ended 30 November 1995**

**10. OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES**

	Hire purchase contracts	
	1995 £	1994 £
Gross obligations repayable:		
Within one year	84	2,316
Between one and five years	-	84
	<hr/> 84	<hr/> 2,400
Finance charges repayable:		
Within one year	13	288
Between one and five years	-	13
	<hr/> 13	<hr/> 301
Net obligations repayable:		
Within one year	71	2,028
Between one and five years	-	71
	<hr/> 71	<hr/> 2,099

**11. CALLED UP SHARE CAPITAL**

Authorised:				
Number:	Class:	Nominal value:	1995 £	1994 £
60,000	Ordinary shares	£1	60,000	-
30,000	12% Cum. Red. Preference	£1	30,000	-
			<hr/> 90,000	<hr/> -
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	1995 £	1994 £
28,916	Ordinary shares	£1	28,916	28,916
30,000	12% Cum. Red. Preference	£1	30,000	30,000
			<hr/> 58,916	<hr/> 58,916

**12. SHARE PREMIUM**

	1995 £	1994 £
Share premium	<hr/> 10,000	<hr/> 10,000

**BERWICK UPON TWEED GARDEN CENTRE LIMITED**

**Notes to the Financial Statements**  
**For The Year Ended 30 November 1995**

13. **OTHER RESERVES**

	1995	1994
	£	£
Development grant	-	1,500
	<u>          </u>	<u>          </u>

14. **OTHER FINANCIAL COMMITMENTS**

There were capital commitments amounting to £2400 at the year end which were contracted but not provided for.

15. **TRANSACTIONS WITH DIRECTORS**

Mr. N.G. Crabbie owed the company £83 at the year end for goods purchased at retail prices in November 1995. This was repaid on 1st December 1995.

16. **RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

	1995	1994
	£	£
Profit for the financial year	14,588	21,915
	<u>          </u>	<u>          </u>
<b>NET ADDITION TO SHAREHOLDERS' FUNDS</b>	14,588	21,915
Opening shareholders' funds	73,318	51,403
	<u>          </u>	<u>          </u>
<b>CLOSING SHAREHOLDERS' FUNDS</b>	87,906	73,318
	<u>          </u>	<u>          </u>
Equity interests	87,906	73,318
	<u>          </u>	<u>          </u>