

JOHN WATSON SEEDS LIMITED

Company registration number SC192259

Abbreviated Financial Statements

For the year ended 30 June 2010

WEDNESDAY



SCT
23/03/2011
COMPANIES HOUSE

335

JOHN WATSON SEEDS LIMITED

Abbreviated Financial statements for the year ended 30 June 2010

Contents	Pages
Accountants' report	1
Balance sheet	2
Notes to the abbreviated financial statements	3-4

JOHN WATSON SEEDS LIMITED

Accountants' Report to the Board of Directors on the Unaudited Financial Statements

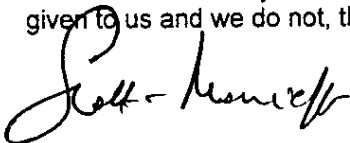
In accordance with the engagement letter dated 27 October 2010, and in order to assist you to fulfil your duties under the Companies Act 2006, we have compiled the abbreviated financial statements of the company, set out on the balance sheet and related notes, from the accounting records and information and explanations you have given 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 so that we might compile the abbreviated financial statements that we have been engaged to compile, report to the company's board of directors that we have done so, and state those matters that we have agreed to state to them in this report 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 technical 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 compilation of financial statements.

You have acknowledged on the balance sheet for the year ended 30 June 2010 your duty to ensure that the company has kept adequate accounting records and to prepare financial statements that give a true and fair view under the Companies Act 2006. 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 financial statements. 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 abbreviated financial statements.



Scott-Moncrieff
Chartered Accountants
Exchange Place 3
Semple Street
Edinburgh
EH3 8BL

Date: 18/3/11

JOHN WATSON SEEDS LIMITED
Abbreviated balance sheet as at 30 June 2010

	<u>Notes</u>	<u>2010</u>	<u>2009</u>
		£	£
Fixed assets			
Intangible assets	2	74,374	87,117
Tangible assets	2	49,858	59,082
	2	<u>124,232</u>	<u>146,199</u>
Current assets			
Stock		204,902	230,493
Debtors		510,634	593,084
Cash at bank and in hand		75,053	10,042
		<u>790,589</u>	<u>833,619</u>
Creditors: amounts falling due within one year		<u>(425,394)</u>	<u>(552,740)</u>
Net current assets		<u>365,195</u>	<u>280,879</u>
Total assets less current liabilities		<u>489,427</u>	<u>427,078</u>
Creditors: amounts falling due after more than one year		-	(6,499)
Provision for liabilities		-	(700)
Net assets		<u><u>489,427</u></u>	<u><u>419,879</u></u>
Capital and reserves			
Called up share capital	4	2	2
Profit and loss account		<u>489,425</u>	<u>419,877</u>
Shareholders' funds		<u><u>489,427</u></u>	<u><u>419,879</u></u>

These abbreviated financial statements have been prepared in accordance with the special provisions relating to small companies within part 15 of the Companies Act 2006.

The directors are of the opinion that the company is entitled to the exemptions from audit conferred by section 477 of the Companies Act 2006 for the year ended 30 June 2010.

The directors confirm that no member or members have requested an audit pursuant to section 476 of the Companies Act 2006.

The directors are responsible for:-

- a) ensuring that the company keeps accounting records which comply with section 386 of the Companies Act 2006, and
- b) preparing accounts which give a true and fair view of the state of affairs of the company as at 30 June 2010 and of its results for the year then ended in accordance with the requirements of section 394 and 395 of the Companies Act 2006, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

The abbreviated financial statements were authorised for issue by the board of directors on 14 / 3 / 2011 and signed on its behalf by:

John Watson
Director

John Watson -

Company Registration No: SC192259

The notes on pages 3 to 4 form part of these financial statements.

1 Accounting policies**Basis of accounting**

The financial statements are prepared on the historical cost basis of accounting and have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

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 April 2008).

Turnover

Turnover represents the value of goods and services supplied by the company, excluding value added tax.

Deferred taxation

Deferred tax is provided in respect of the tax effect of all timing differences that have originated but not reversed at the balance sheet date.

A deferred tax asset is regarded as recoverable and therefore recognised only when, on the basis of all available evidence, it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on a nondiscounted basis, at the average tax rates that are expected to apply in the periods in which the timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Goodwill

Goodwill is the difference between amounts paid on the acquisition of a business and the fair value of the identifiable assets and liabilities. It is amortised to the profit and loss account over its estimated economic life.

It is the directors' opinion that the goodwill has a life of 10 years.

Patents

It is the directors' opinion that the life of the patents is indefinite and as such no amortisation is charged.

Depreciation of tangible fixed assets

Depreciation is provided on all tangible fixed assets at rates calculated to write off the full cost or valuation less estimated residual value of each asset over its estimated useful life. The principal rates in use are:

Motor vehicles	25%	straight line
Equipment, fixtures and fittings	15% & 25%	straight line
Plant and machinery	25%	straight line

Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowances for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

Hire purchase and lease transactions

Assets acquired under hire purchase agreements and finance leases are capitalised in the balance sheet and are depreciated in accordance with the company's normal policy. The outstanding liabilities under such agreements less interest not yet due are included in creditors. Interest on such agreements is charged to the profit and loss account evenly over the term of each agreement.

Rentals under operating leases are charged to the profit and loss account as they fall due.

JOHN WATSON SEEDS LIMITED

Notes to the abbreviated financial statements for the year ended 30 June 2010 (continued)

2 Fixed assets

	Intangible fixed assets	Tangible fixed assets	Total
	£	£	£
Cost			
At 1 July 2009	132,603	155,306	287,909
Additions	-	23,661	23,661
Disposals	-	(19,950)	(19,950)
At 30 June 2010	132,603	159,017	291,620
Depreciation			
At 1 July 2009	45,486	96,224	141,710
Provision for the year	12,743	25,405	38,148
Adjustments for disposals	-	(12,470)	(12,470)
At 30 June 2010	58,229	109,159	167,388
Net book value			
At 30 June 2010	74,374	49,858	124,232
At 30 June 2009	87,117	59,082	146,199

Included within fixed assets are assets held under finance lease and hire purchase agreements with a net book value of £20,952 (2009: £31,428). Depreciation charged on these assets during the year was £10,476 (2009: £10,476).

3 Creditors: amounts falling due within one year

	2010	2009
	£	£
Secured creditors	-	16,914

Bank borrowings are secured by a bond and floating charge over the assets of the company.

4 Called-up share capital

	2010	2009
	£	£
Allotted, called up and fully paid		
Equity shares:		
Ordinary shares of £1 each	2	2

5 Related parties

During the year the company paid a dividend of £87,041 (2009: £159,100) to John Watson and £87,040 (2009: £159,099) to Sandra Watson.

Both John Watson and Sandra Watson are shareholders of the company.