

REGISTERED NUMBER: SC302007 (Scotland)

Abbreviated Unaudited Accounts for the Year Ended 31 December 2012

for

Hazledene (Johnstone) Limited

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31/10/2013

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Hazledene (Johnstone) Limited (Registered number: SC302007)

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for the Year Ended 31 December 2012**

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Hazledene (Johnstone) Limited

**Company Information
for the Year Ended 31 December 2012**

DIRECTOR: M D Shaw

SECRETARY: Dr N Baille

REGISTERED OFFICE: The Ca'd'ora
45 Gordon Street
Glasgow
G1 3PE

REGISTERED NUMBER: SC302007 (Scotland)

ACCOUNTANTS: AR Chartered Accountants
3 Holmwood Park
Crossford
Lanarkshire
ML8 5SZ

SOLICITORS: Harper Macleod LLP
The Ca'd'ora
45 Gordon Street
Glasgow
G1 3PE

Hazledene (Johnstone) Limited (Registered number: SC302007)**Abbreviated Balance Sheet
31 December 2012**

	Notes	2012 £	2011 £
CURRENT ASSETS			
Stocks		50,000	50,000
Debtors		196	411
Cash at bank		-	8,371
		<u>50,196</u>	<u>58,782</u>
CREDITORS			
Amounts falling due within one year	2	<u>1,024,199</u>	<u>1,000,941</u>
NET CURRENT LIABILITIES		<u>(974,003)</u>	<u>(942,159)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>(974,003)</u>	<u>(942,159)</u>
CAPITAL AND RESERVES			
Called up share capital	3	<u>1</u>	<u>1</u>
Profit and loss account		<u>(974,004)</u>	<u>(942,160)</u>
SHAREHOLDERS' FUNDS		<u>(974,003)</u>	<u>(942,159)</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2012.


The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2012 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The abbreviated accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the director on 31/10/13 and were signed by:



M D Shaw - Director

The notes form part of these abbreviated accounts

**Notes to the Abbreviated Accounts
for the Year Ended 31 December 2012**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

Going concern

The financial statements have been prepared on a going concern basis which assumes that the company will continue to meet its obligations as they fall due for at least 12 months from the date of approval of the financial statements. During the year the company made a net loss of £31,844 and had net liabilities of £974,003 at the year end.

The company has financed its development, held within work in progress, with the assistance of a bank loan. This bank loan was due to be repaid in full on 31 January 2010 at which time it had been envisaged that the development would have been sold. To date the development remains within the company and the loan remains intact. Whilst no formal bank facilities are now in place, at the time of approving the financial statements, the Director is in advanced negotiations with the company's bankers with regard to the borrowings.

The company's ability to continue as a going concern is dependent on its ability to obtain continued financing. The company's financial statements do not reflect adjustments to the carrying values and classification of assets and liabilities that might be necessary should the company be unable to continue as a going concern. Such adjustments may be material.

The Director recognises that the company also relies on the financial support provided by Hazledene Group Limited, the company's intermediate parent undertaking. Hazledene Group Limited has confirmed that it will continue to support the company for a period not less than 12 months from the date of the approval of these financial statements. Accordingly, the Director considers that it is appropriate to prepare the financial statements on a going concern basis.

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Stocks

Work in progress is stated at the lower of cost and realisable value. Costs directly attributable to the development are capitalised so long as the Director anticipates that expected future revenues will match or exceed the costs incurred. A third party valuation was performed in October 2012 and the value of work in progress has been reduced in line with this valuation.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold.

Deferred tax assets are recognised only to the extent that the director considers that it is 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 an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Hazledene (Johnstone) Limited (Registered number: SC302007)

**Notes to the Abbreviated Accounts - continued
for the Year Ended 31 December 2012**

1. ACCOUNTING POLICIES - continued

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

2. CREDITORS

Creditors include an amount of £600,000 (2011 - £600,000) for which security has been given.

3. CALLED UP SHARE CAPITAL

Allotted and issued:

Number:	Class:	Nominal value:	2012 £	2011 £
1	Ordinary	£1	<u>1</u>	<u>1</u>

4. ULTIMATE PARENT COMPANY

The ultimate parent undertaking is Morden Limited, a company incorporated in the Channel Islands and owned by a trust.

5. RELATED PARTY DISCLOSURES

Hazledene Group Limited

Parent undertaking

During the year, Hazledene Group Limited paid expenses of £26,937 (2011 £33,826) on behalf of Hazledene (Johnstone) Limited.

	2012 £	2011 £
Amount due to related party at the balance sheet date	<u>413,527</u>	<u>386,590</u>

Mark Shaw is a director of Hazledene Group Limited.

Hazledene Estates Limited

Intermediate parent undertaking

Hazledene Estates Limited owes Hazledene (Johnstone) Limited £1 (2011 £1) in unpaid share capital.

	2012 £	2011 £
Amount due from related party at the balance sheet date	<u>1</u>	<u>1</u>

Mark Shaw is a director of Hazledene Estates Limited.