

REGISTERED NUMBER: SC440962 (Scotland)

New Lanark Ice Cream Limited
Report of the Directors and
Financial Statements
for the Period
23 January 2013 to 31 January 2014

Whitelaw Wells
Statutory Auditor
9 Ainslie Place
Edinburgh
EH3 6AT

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COMPANIES HOUSE

New Lanark Ice Cream Limited

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for the Period 23 January 2013 to 31 January 2014**

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New Lanark Ice Cream Limited
Company Information
for the Period 23 January 2013 to 31 January 2014

DIRECTORS:	Ms L Davidson W Macleod
SECRETARY:	Miss E Murdoch
REGISTERED OFFICE:	Mill Number Three New Lanark Mills New Lanark Lanarkshire ML11 9DB
REGISTERED NUMBER:	SC440962 (Scotland)
SENIOR STATUTORY AUDITOR:	Kevin Cattnach
AUDITORS:	Whitelaw Wells Statutory Auditor 9 Ainslie Place Edinburgh EH3 6AT
BANKERS:	Royal Bank of Scotland 88 High Street Lanark ML11 7ET
SOLICITORS:	DWF LLP Number 2 Lochrin Square 96 Fountainbridge Edinburgh EH3 9QA

New Lanark Ice Cream Limited

Report of the Directors for the Period 23 January 2013 to 31 January 2014

The directors present their report with the financial statements of the company for the period 23 January 2013 to 31 January 2014.

INCORPORATION

The company was incorporated on 23 January 2013 and commenced trading on 22 May 2013.

PRINCIPAL ACTIVITY

The principal activity in the year was the manufacture and distribution of ice cream.

REVIEW OF BUSINESS

The Directors note the trading results for 2013/14. Sales of £80,920 from May to January 2014 delivered a loss of £20,997. The two key factors that are attributable to the loss are higher than budgeted start-up and running costs, including wages, and certain flavours of ice cream yielding a low gross margin. Steps are being taken to have each flavour return a margin of at least 58%.

FUTURE DEVELOPMENTS

The directors will continue to seek to maximise the income generated from New Lanark Ice Cream Limited in carrying out the principal activities described above.

DIRECTORS

The directors who have held office during the period from 23 January 2013 to the date of this report are as follows:

A J A Bell - appointed 23 January 2013 - resigned 30 May 2013

Ms L Davidson - appointed 23 January 2013

W Macleod - appointed 30 May 2013

The company is a wholly owned subsidiary and the interests of the group directors are disclosed in the financial statements of the parent charity.

None of the directors who held office at the end of the financial year had any beneficial interest in the shares of the company or any other group companies, although Ms L Davidson held one share in two fellow subsidiary companies as nominee on behalf of the parent charity.

RISK MANAGEMENT

A complete review of the current Risk Register is being carried out by the new Property and Facilities Manager. As a result of this review, the Directors will be monitoring the highest risk category at each Board meeting. Having acknowledged the risks within this category, the Directors will seek to assess the likelihood of any adverse event and control any impact that it might have on the ability of New Lanark Ice Cream Limited to carry out its aims and objectives. This will be achieved with close management control and forward planning.

New Lanark Ice Cream Limited

**Report of the Directors
for the Period 23 January 2013 to 31 January 2014**

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Report of the Directors and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they 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 these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting 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 directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are 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.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

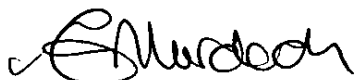
So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

AUDITORS

The auditors, Whitelaw Wells, will be proposed for re-appointment at the forthcoming Annual General Meeting.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

ON BEHALF OF THE BOARD:



Miss E Murdoch - Secretary

29 May 2014

**Report of the Independent Auditors to the Members of
New Lanark Ice Cream Limited**

We have audited the financial statements of New Lanark Ice Cream Limited for the period ended 31 January 2014 on pages six to eleven. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in a Report of the Auditors 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 members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Statement of Directors' Responsibilities set out on page three, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Report of the Directors to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 January 2014 and of its loss for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

**Report of the Independent Auditors to the Members of
New Lanark Ice Cream Limited**

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Directors.



Kevin Cattanach (Senior Statutory Auditor)
for and on behalf of Whitelaw Wells
Statutory Auditor
9 Ainslie Place
Edinburgh
EH3 6AT

29 May 2014

New Lanark Ice Cream Limited

**Profit and Loss Account
for the Period 23 January 2013 to 31 January 2014**

	Notes	£
TURNOVER	2	80,920
Cost of sales		<u>67,024</u>
GROSS PROFIT		13,896
Administrative expenses		<u>34,475</u>
OPERATING LOSS	4	(20,579)
Interest receivable and similar income	5	<u>7</u>
		(20,572)
Interest payable and similar charges	6	<u>425</u>
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		(20,997)
Tax on loss on ordinary activities	7	<u>-</u>
LOSS FOR THE FINANCIAL PERIOD		<u><u>(20,997)</u></u>

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current period.

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the loss for the current period.

The notes form part of these financial statements

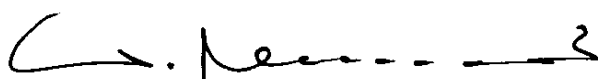
New Lanark Ice Cream Limited (Registered number: SC440962)

Balance Sheet
31 January 2014

	Notes	£
CURRENT ASSETS		
Stocks	8	10,550
Debtors	9	16,630
Cash at bank		26,907
		<u>54,087</u>
CREDITORS		
Amounts falling due within one year	10	74,984
		<u>(20,897)</u>
NET CURRENT LIABILITIES		<u>(20,897)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u><u>(20,897)</u></u>
CAPITAL AND RESERVES		
Called up share capital	12	100
Profit and loss account	13	(20,997)
		<u>(20,897)</u>
SHAREHOLDERS' FUNDS	16	<u><u>(20,897)</u></u>

The financial statements 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 Board of Directors on 29 May 2014 and were signed on its behalf by:



W Macleod - Director

The notes form part of these financial statements

New Lanark Ice Cream Limited

Notes to the Financial Statements for the Period 23 January 2013 to 31 January 2014

1. ACCOUNTING POLICIES

Accounting convention

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

Financial reporting standard number 1

Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

Turnover and revenue recognition

Turnover represents sales of ice cream, excluding value added tax. Turnover is recognised at the point an order is fulfilled.

Stocks

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

Related parties transactions

The company is a wholly owned subsidiary of New Lanark Trust, the consolidated accounts of which are publicly available. Accordingly, the company has taken advantage of the exemption in FRS 8 from disclosing transactions with members of the New Lanark group.

Financial reporting standard number 1

Exemption from preparing a cash flow statement has been taken on the grounds that the company qualifies as a small company.

Going concern

As at the period end the company had net current and total liabilities of £20,897. The directors are confident that the company will generate profits and accumulate net assets as it becomes better established. In the meantime, it is able to continue trading with the support of its parent and fellow subsidiaries, which has been pledged for the foreseeable future. Accordingly, the directors have continued to adopt the going concern principle.

2. TURNOVER

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

An analysis of turnover by geographical market is given below:

United Kingdom	100.00%
	<hr/>
	100.00%
	<hr/>

3. STAFF COSTS

The company has no employees. Wage costs included in the financial statements represent costs recharged from other group members for three employees; two work full time for the company and one works part time.

New Lanark Ice Cream Limited

**Notes to the Financial Statements - continued
for the Period 23 January 2013 to 31 January 2014**

4. OPERATING LOSS

The operating loss is stated after charging:

Auditors' remuneration	£ 3,000
Rental charge by New Lanark Trust	4,525
	<u> </u>

Directors' remuneration and other benefits etc	-
	<u> </u>

5. INTEREST RECEIVABLE AND SIMILAR INCOME

Deposit account interest	£ 7
	<u> </u>

6. INTEREST PAYABLE AND SIMILAR CHARGES

Interest paid to New Lanark Trust	£ 425
	<u> </u>
	425
	<u> </u>

7. TAXATION

Analysis of the tax charge

No liability to UK corporation tax arose on ordinary activities for the period.

8. STOCKS

Stocks	£ 10,550
	<u> </u>

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

Trade debtors	£ 15,459
Amount owed by group company	349
Prepayments and accrued income	822
	<u> </u>
	16,630
	<u> </u>

New Lanark Ice Cream Limited

**Notes to the Financial Statements - continued
for the Period 23 January 2013 to 31 January 2014**

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	£
Trade creditors	3,688
Amounts owed to group undertakings	65,271
VAT	2,606
Accruals and deferred income	3,419
	<u>74,984</u>

Included in amounts owed to group undertakings is a loan of £25,000 due to New Lanark Trust. The loan is repayable on demand and accrues interest at 2% above bank base rate.

11. OPERATING LEASE COMMITMENTS

The following operating lease payments are committed to be paid within one year:

	Land and buildings
	£
Expiring: Between one and five years	<u>5,400</u>

The company sub-lets its premises from New Lanark Trust at a base rental of £5,400.

12. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:			
Number:	Class:	Nominal value:	£
100	Ordinary	£1	<u>100</u>

13. RESERVES

	Profit and loss account £
Deficit for the period	<u>(20,997)</u>
At 31 January 2014	<u>(20,997)</u>

New Lanark Ice Cream Limited

**Notes to the Financial Statements - continued
for the Period 23 January 2013 to 31 January 2014**

14. ULTIMATE PARENT COMPANY

The company is a 100% subsidiary undertaking of New Lanark Trust which is an unincorporated charity recognised by the Office of the Scottish Charity Regulator, whose principal place of business is Mill Number Three, New Lanark Mills, Lanark, Scotland. Consolidated financial statements are available on request.

15. RELATED PARTY DISCLOSURES

No transaction with related parties were undertaken such as are required to be disclosed under Financial Reporting Standard 8.

16. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	£
Loss for the financial period	(20,997)
New share capital subscribed	<u>100</u>
Net reduction of shareholders' funds	(20,897)
Opening shareholders' funds	<u>-</u>
Closing shareholders' funds	<u>(20,897)</u>
 Equity interests	 <u>(20,897)</u>