

XANEBINGX

E REID & SON (SCOTLAND) LTD

DIRECTORS' REPORT
AND
FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 OCTOBER 2008

COMPANY NO. SCO 160969

MONDAY



SCT 07/06/2010 801
COMPANIES HOUSE

E REID & SON (SCOTLAND) LTD

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 OCTOBER 2008

The directors present their report and financial statements for the year ended 31 October 2008.

PRINCIPAL ACTIVITIES

The principal activity was that of motor vehicle engineers.

DIRECTORS

The directors who served during the year and their beneficial interests in the companies issued ordinary share capital were: -

	NUMBER OF SHARES
ERIC REID	2

CLOSE COMPANY

The company is a close company as defined by the provisions of the Income and Corporation Taxes Act 1988. There has been no change in this respect since the end of the financial year.

DIRECTORS' RESPONSIBILITIES FOR THE FINANCIAL STATEMENTS

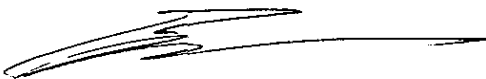
Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that year. In preparing those financial statements, the directors are required to

- select suitable accounting principles and 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 directors are responsible for keeping proper accounting records, which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and for taking reasonable steps for the prevention of fraud and other irregularities.

This report was approved by the board on 29 August 2009 taking advantage of special exemption available to small companies conferred by Part II of Schedule 8 of the Companies Act 1985.

By order of the board



Eric Reid - Director

E REID & SON (SCOTLAND) LTD
 PROFIT AND LOSS ACCOUNT
 FOR THE YEAR ENDED 31 OCTOBER 2008

	2004 £	2003 £
TURNOVER	671,966	646,941
Cost of Sales	<u>433,833</u>	<u>366,814</u>
GROSS PROFIT	238,133	280,127
Administration Expenses	<u>190,264</u>	<u>245,129</u>
OPERATING PROFIT	47,869	34,998
Interest Payable	<u>6,011</u>	<u>5,309</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	41,858	29,689
Tax on profit on ordinary activities	=	<u>4,564</u>
Prior Year Adjustment	[134,837]	
PROFIT/ [LOSS] ON ORDINARY ACTIVITIES AFTER TAXATION	<u>[92,979]</u>	<u>25,125</u>

The company has no recognized gains or losses other than the loss above and therefore no separate statement of total gains and losses has been presented.

There is no material difference between the loss on ordinary activities before taxation stated above and its historical cost equivalent.

E REID & SON (SCOTLAND) LTD

BALANCE SHEET AS AT 31 OCTOBER 2008.

	Note	2008	2007
TANGIBLE ASSETS	6	<u>134,670</u>	<u>118,828</u>
CURRENT ASSETS			
CASH AT BANK		17,832	26,967
STOCK	7	25,060	14,546
TRADE DEBTORS	8	<u>95,643</u>	<u>67,024</u>
		<u>138,535</u>	<u>108,537</u>
CREDITORS: amounts falling due within one year	9	<u>52,468</u>	<u>48,486</u>
NET CURRENT ASSETS/(LIABILITIES)		86,067	60,051
CONTINGENT LIABILITY		[134,837]	-
		<u>85,900</u>	<u>178,879</u>
CAPITAL & RESERVES			
CALLED UP SHARE CAPITAL		2	2
PROFIT & LOSS ACCOUNT		<u>85,898</u>	<u>178,877</u>
		<u>85,900</u>	<u>178,879</u>

advantage has been taken of the audit exemptions for small companies conferred by section 249A(1) of the Companies Act 1985 on the grounds:

- a) that for the year ended 31 October 2008 the company was entitled to the exemption from a statutory audit under section 249A(1) on the Companies Act 1985; and
- b) that no notice has been deposited under section 249B(2) of the Companies Act 1985 in relation to the financial statements for the financial year.


E REID & SON (SCOTLAND) LTD

BALANCE SHEET
AS AT 31 OCTOBER 2008

The directors acknowledge their responsibilities for:

- a) ensuring that the company keep proper accounting records which comply with section 221 of the Companies Act 1985; and
- b) preparing financial statements which give a true and fair view of the state of affairs of the company as at 31 October 2008 and of its profit and loss for the year then ended in accordance with the requirement of section 226 of the Companies Act 1985 relating to financial statements, so far as applicable to the company.
- c) preparing the accounts in accordance with the special provisions in part VII of the Companies Act 1985 relating to small companies.

The financial statements on pages 3-9 were approved by the board of directors on 29 August 2009 and signed on its behalf by:

A handwritten signature in black ink, appearing to read 'Eric Reid', with a long horizontal stroke extending to the right.

Eric Reid
Director

E REID & SON (SCOTLAND) LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2008

1 ACCOUNTING POLICIES

Basis of preparation of accounts

The financial statements are prepared under the historical cost convention and in accordance with applicable accounting standards.

The company has taken advantage of the exemption in FRS 1 from the requirement to prepare a cash flow statement on the grounds that it qualifies as a small company.

Depreciation

Depreciation is provided on all fixtures and fittings, at rates calculated to write off the cost, less their estimated residual value, over their expected useful lives on the following basis:

Motor Vehicles	25% reducing balance
Fixture and Fittings	15% reducing balance
Plant and Equipment	15% reducing balance

No depreciation is provided on property as the directors consider the property has an estimated useful life in excess of fifty years and the present market value to exceed the book value as shown in the financial statements.

Leasing and hire purchase

Assets obtained under hire purchase contracts and finance leases are capitalized as tangible fixed assets and depreciated over the shorter of the lease term and their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss accounts as incurred.

Stocks

Stocks are valued at the lower cost and net realizable value after making due allowance for obsolete and slow moving stock.

Going concern

The financial statements have been prepared on the going concern basis. This assumes the continued support of the company's directors.

E REID & SON (SCOTLAND) LTD

NOTES TO FINANCIAL STATEMENTS
AS AT 31 OCTOBER 2008

2 TURNOVER

Turnover represents the amounts derived from the provision of goods and services which fall within the company's ordinary activities, stated net of value added tax.

In the opinion of the directors none of the company's turnover was attributable to markets outside the UK.

3 OPERATING COSTS

The operating profit is stated after charging:

	2008 £	2007 £
Depreciation of tangible fixed assets - owned	<u>20,202</u>	<u>25,405</u>

4 DIRECTOR REMUNERATION

2008 £	2007 £
<u>32,480</u>	<u>29,760</u>

5 INTEREST PAYABLE

	2008	2007
Interest payable	<u>6,011</u>	<u>5,309</u>

E REID & SON (SCOTLAND) LTD
NOTES TO FINANCIAL STATEMENTS
AS AT 31 OCTOBER 2008

6 TANGIBLE FIXED ASSETS

	MOTOR VEHICLES	PLANT & EQUIPMENT	FIXTURES & FITTINGS	TOTAL
Cost				
As at 1 November 2007	76,812	166,758	1,000	244,570
Purchased in year	<u>-</u>	<u>36,044</u>		<u>36,044</u>
As at 31 October 2008	<u>76,812</u>	<u>202,802</u>	<u>1,000</u>	<u>280,614</u>
Depreciation				
As at 1 November 2007	53,036	71,939	767	124,742
Charge for year	5944	14,223	35	20,202
	<u>58,980</u>	<u>86,162</u>	<u>802</u>	<u>145,944</u>
Net Book Values				
31 October 2008	<u>17,832</u>	<u>116,640</u>	<u>30,198</u>	<u>134,670</u>
31 October 2007	<u>23,766</u>	<u>94,819</u>	<u>274</u>	<u>118,828</u>

7 STOCKS

	2008 £	2007 £
Stocks	<u>25,060</u>	<u>14,546</u>

8 DEBTORS

	2008 £	2007 £
Trade debtors	<u>95,643</u>	<u>67,024</u>

E REID & SON (SCOTLAND) LTD

NOTES TO FINANCIAL STATEMENTS
AS AT 31 OCTOBER 2008

9 CREDITORS: amounts falling due within one year

	2008 £	2007 £
Trade creditors	31,022	37,772
Taxation & VAT	11,486	2,936
Corporation tax	<u>9,960</u>	<u>7,778</u>
	<u>52,468</u>	<u>48,486</u>

10 CONTINGENT LIABILITY

	2008	2007
Corporation Tax Investigation Assessment raised	56,062	-
Value Added Tax Investigation Assessment Raised	<u>78,785</u>	-
	<u>134,837</u>	

E REID & SON (SCOTLAND) LTD

NOTES TO FINANCIAL STATEMENTS
AS AT 31 OCTOBER 2008

11 RECONCILIATION OF MOVEMENT IN SHAREHOLDERS FUNDS

	2008 £	2007 £
Profit/ [Loss] for the period	34,628	25,125
Opening shareholders funds	<u>178,879</u>	<u>153,754</u>
	<u>213,507</u>	<u>178,879</u>

12 CALLED UP SHARE CAPITAL

	2008 £	2007 £
Authorised Equity shares		
Ordinary shares of £1 each	<u>100</u>	<u>100</u>
Allotted, called up and fully paid Equity shares		
Ordinary shares of £1 each, fully paid	<u>2</u>	<u>2</u>

13 PROFIT & LOSS ACCOUNT

	2008 £	2007 £
Balance at 31 October 2008	213,505	<u>178,877</u>

E REID & SON (SCOTLAND) LTD

TRADING & PROFIT & LOSS ACCOUNT
FOR THE YEAR ENDED 31 OCTOBER 2008

	2008 £	2007 £
SALES	671,966	542,442
LESS:		
Materials	241,440	205,687
Labour	129,617	105,598
Sub contractors	<u>62,776</u>	<u>55,529</u>
	<u>433,833</u>	<u>366,814</u>
GROSS PROFIT	<u>238,133</u>	<u>280,127</u>
EXPENSES:		
Directors remuneration	32,480	29,760
Rents Rates and insurance	44,522	46,986
Heat and light	8,709	18,928
Telephone	11,054	8,169
Repairs and renewals	2,837	4,788
Overalls	1,368	874
Motor expenses	7,809	8,564
Printing and advertising	1,494	5,367
Hire purchase interest	4,005	4,027
Bank charges	2,483	2,665
Factoring fees	7,200	7,200
Factoring interest	3,528	2,644
Leasing	15,422	18,236
Professional fees	7,295	7,130
Depreciation	20,202	25,405
Sundry	2,681	3,589
Bad Debt written off	23,186	56,106
	<u>196,275</u>	<u>250,438</u>
Prior Year Adjustment	[134,837]	-
NET PROFIT/ [LOSS]	£ <u>[92,979]</u>	£ <u>29,689</u>