

**Strategic Report, Report of the Directors and  
Financial Statements for the Year Ended 31 March 2015**  
**for**  
**LOCHS AND GLENS (TRANSPORT) LIMITED**

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# **LOCHS AND GLENS (TRANSPORT) LIMITED**

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# **LOCHS AND GLENS (TRANSPORT) LIMITED**

## **Company Information for the Year Ended 31 March 2015**

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**Directors:**

N Wells  
I Wells  
Mrs S Wells  
Mrs M Wells

**Secretary:**

N Wells

**Registered office:**

School Road  
Gartocharn  
Alexandria  
Dunbartonshire  
G83 8RW

**Registered number:**

SC161833 (Scotland)

**Auditors:**

James Anderson & Co  
Chartered Accountants  
Pentland Estate  
Straiton  
Edinburgh  
EH20 9QH

## **LOCHS AND GLENS (TRANSPORT) LIMITED**

### **Strategic Report for the Year Ended 31 March 2015**

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The directors present their strategic report for the year ended 31 March 2015.

#### **Review of business**

The principal activity of the company during the year was a supplier of tour transport. Transport continued to be supplied to the tour operator MF Wells (Hotels) Ltd.

The results for the year show a pre tax profit of £453,721 (2014 £290,854). The directors consider progress during the year to be satisfactory.

#### **Key performance indicators**

Turnover in the year was £7,586,234 (2014 £7,238,944).

Gross profit in the year was £3,100,705 (2014 £2,538,328).

#### **Principal risks and uncertainties**

The company faces a number of business risks and uncertainties.

Transport is provided to the tour operator MF Wells (Hotels) Ltd. The company is therefore reliant on one customer but as they have common ownership and management this is considered to be a low risk.

General economic uncertainties continue to impact on demand in the tourism sector. However the company has continued to offer good value to its customers and has successfully maintained the level of business.

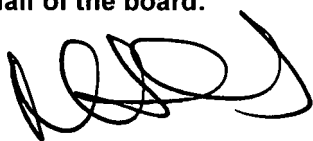
#### **Future developments**

The directors anticipate the business environment will remain competitive. The company is in a good financial position and the directors remain confident that the company can maintain its financial performance.

#### **Financial instruments**

The company has a normal level of exposure to price, credit, liquidity and cash flow risks arising from trading activities which are only conducted in sterling. The company does not enter into any hedging transactions.

#### **On behalf of the board:**



N Wells - Secretary

17 November 2015

## **LOCHS AND GLENS (TRANSPORT) LIMITED**

### **Report of the Directors for the Year Ended 31 March 2015**

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The directors present their report with the financial statements of the company for the year ended 31 March 2015.

#### **Dividends**

No dividends will be distributed for the year ended 31 March 2015.

#### **Directors**

The directors shown below have held office during the whole of the period from 1 April 2014 to the date of this report.

N Wells  
I Wells  
Mrs S Wells  
Mrs M Wells

#### **Disclosure in the strategic report**

The company has chosen in accordance with s414C(11) Companies Act 2006 to set out in the company's strategic report information required by Schedule 7 of the Large and Medium-sized Companies and Groups (Accounts and Reports) Regulations 2008 to be contained in the directors' report. It has done so in respect of future developments and financial instruments.

#### **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.

**LOCHS AND GLENS (TRANSPORT) LIMITED**

**Report of the Directors  
for the Year Ended 31 March 2015**

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**Auditors**

The auditors, James Anderson & Co, will be proposed for re-appointment at the forthcoming Annual General Meeting.

**On behalf of the board:**

A handwritten signature in black ink, appearing to be 'N Wells', written in a cursive style.

N Wells - Secretary

17 November 2015

## **Report of the Independent Auditors to the Members of Lochs And Glens (Transport) Limited**

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We have audited the financial statements of Lochs And Glens (Transport) Limited for the year ended 31 March 2015 on pages seven to fifteen. 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 Strategic Report and 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 March 2015 and of its profit for the year 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 Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

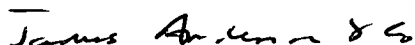
**Report of the Independent Auditors to the Members of  
Lochs And Glens (Transport) Limited**

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**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.



Christopher Spalding (Senior Statutory Auditor)  
for and on behalf of James Anderson & Co  
Chartered Accountants  
Pentland Estate  
Straiton  
Edinburgh  
EH20 9QH

25 November 2015



## LOCHS AND GLENS (TRANSPORT) LIMITED

### Profit and Loss Account for the Year Ended 31 March 2015

	Notes	2015 £	2014 £
Turnover		7,586,234	7,238,944
Cost of sales		(4,485,529)	(4,700,616)
<b>Gross profit</b>		<b>3,100,705</b>	<b>2,538,328</b>
Administrative expenses		(2,646,984)	(2,247,474)
<b>Operating profit and Profit on ordinary activities before taxation</b>	3	<b>453,721</b>	<b>290,854</b>
Tax on profit on ordinary activities	4	(88,796)	(56,733)
<b>Profit for the financial year</b>		<b>364,925</b>	<b>234,121</b>

#### Continuing operations

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

#### Total recognised gains and losses

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

**LOCHS AND GLENS (TRANSPORT) LIMITED (REGISTERED NUMBER: SC161833)****Balance Sheet  
31 March 2015**

	Notes	2015 £	2014 £
<b>Fixed assets</b>			
Tangible assets	5	3,593,702	3,293,190
<b>Current assets</b>			
Debtors	6	174,367	163,933
Cash at bank		351,436	260,179
		525,803	424,112
<b>Creditors</b>			
Amounts falling due within one year	7	(301,442)	(323,104)
<b>Net current assets</b>		224,361	101,008
<b>Total assets less current liabilities</b>		3,818,063	3,394,198
<b>Provisions for liabilities</b>	8	(482,675)	(423,735)
<b>Net assets</b>		3,335,388	2,970,463
<b>Capital and reserves</b>			
Called up share capital	9	8	8
Profit and loss account	10	3,335,380	2,970,455
<b>Shareholders' funds</b>	13	3,335,388	2,970,463

The financial statements were approved by the Board of Directors on 17 November 2015 and were signed on its behalf by:



N Wells - Director

The notes form part of these financial statements

# **LOCHS AND GLENS (TRANSPORT) LIMITED**

## **Cash Flow Statement for the Year Ended 31 March 2015**

	Notes	2015 £	2014 £
<b>Net cash inflow from operating activities</b>	1	695,618	518,648
<b>Taxation</b>		(29,081)	(29,380)
<b>Capital expenditure</b>	2	(575,280)	(568,800)
<b>Increase/(decrease) in cash in the period</b>		<u>91,257</u>	<u>(79,532)</u>
<hr/>			
<b>Reconciliation of net cash flow to movement in net funds</b>	3		
Increase/(decrease) in cash in the period		<u>91,257</u>	<u>(79,532)</u>
Change in net funds resulting from cash flows		<u>91,257</u>	<u>(79,532)</u>
<b>Movement in net funds in the period</b>		<u>91,257</u>	<u>(79,532)</u>
<b>Net funds at 1 April</b>		<u>260,179</u>	<u>339,711</u>
<b>Net funds at 31 March</b>		<u>351,436</u>	<u>260,179</u>

The notes form part of these financial statements

# **LOCHS AND GLENS (TRANSPORT) LIMITED**

## **Notes to the Cash Flow Statement for the Year Ended 31 March 2015**

### **1. Reconciliation of operating profit to net cash inflow from operating activities**

	<b>2015</b>	<b>2014</b>
	<b>£</b>	<b>£</b>
Operating profit	453,721	290,854
Depreciation charges	262,768	204,121
Decrease in debtors	1,566	3,746
(Decrease)/increase in creditors	(22,437)	19,927
<b>Net cash inflow from operating activities</b>	<b>695,618</b>	<b>518,648</b>

### **2. Analysis of cash flows for headings netted in the cash flow statement**

	<b>2015</b>	<b>2014</b>
	<b>£</b>	<b>£</b>
<b>Capital expenditure</b>		
Purchase of tangible fixed assets	(1,345,249)	(1,323,800)
Sale of tangible fixed assets	769,969	755,000
<b>Net cash outflow for capital expenditure</b>	<b>(575,280)</b>	<b>(568,800)</b>

### **3. Analysis of changes in net funds**

	<b>At 1/4/14</b>	<b>Cash flow</b>	<b>At</b>
	<b>£</b>	<b>£</b>	<b>31/3/15</b>
			<b>£</b>
Net cash:			
Cash at bank	260,179	91,257	351,436
	<u>260,179</u>	<u>91,257</u>	<u>351,436</u>
<b>Total</b>	<b>260,179</b>	<b>91,257</b>	<b>351,436</b>

The notes form part of these financial statements

## LOCHS AND GLENS (TRANSPORT) LIMITED

### Notes to the Financial Statements for the Year Ended 31 March 2015

#### 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.

Fixtures & equipment	- 15% on reducing balance
Motor vehicles & coaches	- 25% on reducing balance and 8% on cost

##### Deferred tax

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

##### Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to the profit and loss account in the period to which they relate.

#### 2. Staff costs

	2015 £	2014 £
Wages and salaries	592,181	602,541
Social security costs	34,439	35,885
Other pension costs	253	-
	<u>626,873</u>	<u>638,426</u>

The average monthly number of employees during the year was as follows:

	2015	2014
Drivers	<u>44</u>	<u>45</u>

#### 3. Operating profit

The operating profit is stated after charging:

	2015 £	2014 £
Depreciation - owned assets	262,768	204,121
Auditors' remuneration	<u>5,120</u>	<u>5,000</u>
Directors' remuneration	<u>-</u>	<u>-</u>

## LOCHS AND GLENS (TRANSPORT) LIMITED

### Notes to the Financial Statements - continued for the Year Ended 31 March 2015

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#### 4. Taxation

##### Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows:

	2015 £	2014 £
Current tax:		
UK corporation tax	29,856	29,081
Deferred tax	58,940	27,652
Tax on profit on ordinary activities	<u>88,796</u>	<u>56,733</u>

UK corporation tax has been charged at 20%.

##### Factors affecting the tax charge

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below:

	2015 £	2014 £
Profit on ordinary activities before tax	<u>453,721</u>	<u>290,854</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 20% (2014 - 20%)	90,744	58,171
Effects of: Capital allowances in excess of depreciation	<u>(60,888)</u>	<u>(29,090)</u>
Current tax charge	<u>29,856</u>	<u>29,081</u>

# **LOCHS AND GLENS (TRANSPORT) LIMITED**

## **Notes to the Financial Statements - continued for the Year Ended 31 March 2015**

### **5. Tangible fixed assets**

	<b>Fixtures &amp; equipment £</b>	<b>Motor vehicles &amp; coaches £</b>	<b>Totals £</b>
<b>Cost</b>			
At 1 April 2014	15,650	4,281,789	4,297,439
Additions	5,229	1,340,020	1,345,249
Disposals	-	(1,365,945)	(1,365,945)
At 31 March 2015	20,879	4,255,864	4,276,743
<b>Depreciation</b>			
At 1 April 2014	10,984	993,265	1,004,249
Charge for year	1,027	261,741	262,768
Written back on disposals	-	(583,976)	(583,976)
At 31 March 2015	12,011	671,030	683,041
<b>Net book value</b>			
At 31 March 2015	8,868	3,584,834	3,593,702
At 31 March 2014	4,666	3,288,524	3,293,190

### **6. Debtors: amounts falling due within one year**

	<b>2015 £</b>	<b>2014 £</b>
Other debtors	167,463	156,445
Prepayments	6,904	7,488
	<u>174,367</u>	<u>163,933</u>

### **7. Creditors: amounts falling due within one year**

	<b>2015 £</b>	<b>2014 £</b>
Trade creditors	216,778	115,469
Corporation tax	29,856	29,081
Taxation and social security	10,082	11,156
Other creditors	35,620	158,411
Accruals	9,106	8,987
	<u>301,442</u>	<u>323,104</u>

### **8. Provisions for liabilities**

	<b>2015 £</b>	<b>2014 £</b>
Deferred tax		
Accelerated capital allowances	482,675	423,735

# **LOCHS AND GLENS (TRANSPORT) LIMITED**

## **Notes to the Financial Statements - continued for the Year Ended 31 March 2015**

### **8. Provisions for liabilities - continued**

	<b>Deferred tax £</b>
Balance at 1 April 2014	423,735
Charge to Profit and Loss Account during year	58,940
Balance at 31 March 2015	<u>482,675</u>

### **9. Called up share capital**

#### **Allotted, issued and fully paid:**

Number:	Class:	Nominal value: £1	2015 £	2014 £
8	Ordinary		<u>8</u>	<u>8</u>

### **10. Reserves**

	<b>Profit and loss account £</b>
At 1 April 2014	2,970,455
Profit for the year	364,925
At 31 March 2015	<u>3,335,380</u>

### **11. Related party disclosures**

#### **M F Wells (Hotels) Limited**

A company under common control

	<b>2015 £</b>	<b>2014 £</b>
Tour income	7,578,234	7,233,134
Management charge	2,620,000	2,220,000
	<b>2015 £</b>	<b>2014 £</b>
Amount due to related party at the balance sheet date	<u>35,620</u>	<u>158,411</u>



## LOCHS AND GLENS (TRANSPORT) LIMITED

### Notes to the Financial Statements - continued for the Year Ended 31 March 2015

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#### 11. Related party disclosures - continued

##### **Wells Hotels Limited**

A company under common control

	<b>2015</b>	<b>2014</b>
	<b>£</b>	<b>£</b>
Amount due from related party at the balance sheet date	<u>88,240</u>	<u>88,240</u>

#### 12. Ultimate controlling party

No one party had ultimate control in the current year.

#### 13. Reconciliation of movements in shareholders' funds

	<b>2015</b>	<b>2014</b>
	<b>£</b>	<b>£</b>
Profit for the financial year	<u>364,925</u>	<u>234,121</u>
<b>Net addition to shareholders' funds</b>	<b>364,925</b>	<b>234,121</b>
Opening shareholders' funds	<u>2,970,463</u>	<u>2,736,342</u>
<b>Closing shareholders' funds</b>	<b><u>3,335,388</u></b>	<b><u>2,970,463</u></b>