

# Ardrossan North Shore LLP

Members' Report and Financial Statements

for the Year to 31 March 2020



## **Ardrossan North Shore LLP**

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**Ardrossan North Shore LLP**  
**Partnership Information**

<b>Designated members</b>	North Ayrshire Council  Peel Land and Property (Ardrossan) Limited (resigned 01/07/2020)
<b>Registration number</b>	SO302748
<b>Registered office</b>	Cunninghame House Friars Croft Irvine KA12 8EE
<b>Solicitors</b>	Dentons 1 George Square Glasgow G2 1AL
<b>Auditors</b>	Galbraith Pritchards Chartered Accountants and Statutory Auditors 20 Barns Street Ayr KA7 1XA

## **Ardrossan North Shore LLP**

### **Members' Report for the Year Ended 31 March 2020**

The members present their report and the audited financial statements for the year ended 31 March 2020.

#### **Members' responsibilities**

The members are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

The Limited Liability Partnerships (LLP) Regulations 2008 made under the Limited Liability Partnerships Act 2000 requires the members to prepare financial statements which give a true and fair view of the state of affairs of the LLP at the end of the financial period and of the profit or loss of the LLP for the period ending on that date. In preparing those financial statements, members are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on a going concern basis unless it is inappropriate to presume that the LLP will continue in business.

The members are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the LLP and enable them to ensure the financial statements comply with the Companies Act 2006 as applied to LLPs by the Limited Liability Partnerships Regulations 2008. They are also responsible for safeguarding the assets of the LLP and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The members are responsible for the maintenance and integrity of the corporate and financial information relating to the LLP included on their websites. It is important to bear in mind that legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

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

#### **Incorporation details**

The LLP was incorporated on 18 March 2010.

#### **Principal activity**

The principal activity of the LLP is that of property development of the Ardrossan North Shore site.

#### **Policy on members' drawings and the subscription and repayment of capital**

Members are permitted to make drawings in anticipation of profits which will be allocated to them. The amount of such drawings is set at the beginning of each financial year, taking into account the anticipated cash needs of the LLP.

New members are required to subscribe a minimum level of capital and in subsequent years, members are invited to subscribe for further capital, the amount of which is determined by the performance and seniority of those members. On retirement, capital is repaid to members.

#### **Designated members**

The designated members of the LLP during the period were as follows:

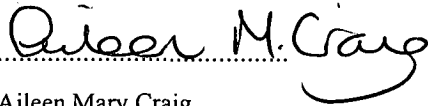
- Peel Land and Property (Ardrossan) Limited
- North Ayrshire Council

**Ardrossan North Shore LLP**

**Members' Report for the Year Ended 31 March 2020**

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 as applied to LLPs by the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008 relating to small LLPs.

Approved by the members and signed on their behalf by:

A handwritten signature in black ink, reading "Aileen M. Craig". The signature is written over a dotted line.

Aileen Mary Craig  
Senior Manager (Legal Services) and  
Proper Officer

On behalf of

North Ayrshire Council

Designated Member

Date 21<sup>st</sup> December 2020

## **Report of the Independent Auditor's to the Members of Ardrossan North Shore LLP**

### **Opinion**

We have audited the financial statements of Ardrossan North Shore LLP (the 'LLP') for the year ended 31 March 2020 which comprise the Profit and Loss Account, Balance Sheet and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the LLP's affairs as at 31 March 2020 and of its loss 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 as applied to LLPs by the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008.

### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the LLP in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Material uncertainty relating to going concern**

We draw attention to note 2 in the financial statements, which indicates the intention of the members to have the LLP wound up and as a result the financial statements are not prepared on a going concern basis. Our opinion is not modified in respect of this matter.

### **Other information**

The members are responsible for the other information. The other information comprises the information in the Report of the Members, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

## Report of the Independent Auditor's to the Members of Ardrossan North Shore LLP

### 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 as applied to LLPs 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
- we have not received all the information and explanations we require for our audit; or
- the members were not entitled to prepare the financial statements in accordance with the small LLPs regime.

### Responsibilities of members

As explained more fully in the Statement of Members' Responsibilities set out on page two, the members are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the members determine necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the members are responsible for assessing the LLP's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the members either intend to liquidate the LLP or to cease operations, or have no realistic alternative but to do so.

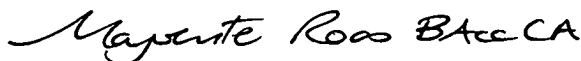
### Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Auditors.

### Use of our report

This report is made solely to the LLP's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006 as applied to LLPs by the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008. Our audit work has been undertaken so that we might state to the LLP'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 LLP and the LLP's members as a body, for our audit work, for this report, or for the opinions we have formed.



Marguerite Roos BAcc CA (Senior Statutory Auditor)  
for and on behalf of Galbraith Pritchards  
Chartered Accountants & Statutory Auditor  
20 Barns Street  
Ayr  
Ayrshire  
KA7 1XA

23 December 2020

**Ardrossan North Shore LLP**  
**Profit and Loss Account for the Year Ended 31 March 2020**

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		2020	2019
		£	£
	Note		
Cost of sales		(3,500)	-
Other income			1,000
Administrative expenses		(2,600)	(2,351)
Operating loss	4	(6,100)	(1,351)
Loss for the financial year before members' remuneration and profit shares available for discretionary division amongst members		(6,100)	(1,351)

Results derive wholly from continuing operations.

The LLP has no recognised gains or losses for the year other than the results above.

The notes on pages 9 to 11 form an integral part of these financial statements.

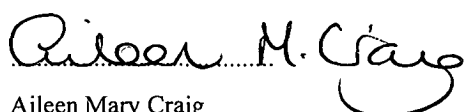


**Ardrossan North Shore LLP**  
**Balance Sheet as at 31 March 2020**

		2020	2019
	Note	£	£
<b>Current assets</b>			
Stocks		1,850,000	1,850,000
Debtors	5	-	300
Cash at bank and in hand		6,321	27,945
		<u>1,856,321</u>	<u>1,878,245</u>
<b>Creditors: Amounts falling due within one year</b>	6	(1,500)	(21,324)
<b>Net assets</b>		<u>1,854,821</u>	<u>1,856,921</u>
 <b>Represented by:</b>			
<b>Equity: Members' other interests</b>			
Members' capital		6,134,000	6,130,000
Other reserves		(4,279,179)	(4,273,079)
		<u>1,854,821</u>	<u>1,856,921</u>

The financial statements have been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 as applied to LLPs by the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008 relating to small LLPs.

Approved by the members and signed on their behalf by:



Aileen Mary Craig  
 Senior Manager (Legal Services) and  
 Proper Officer

On behalf of  
 North Ayrshire Council  
 Designated Member

Date 21<sup>st</sup> December 2020

The notes on pages 9 to 11 form an integral part of these financial statements.

**Ardrossan North Shore LLP**  
**Reconciliation of Members' Interests**

	Members' Capital (Classified as equity)	Other Reserves £	Total £
	£		
As at 1 April 2019	6,130,000	(4,273,079)	1,856,921
Loss for the financial year available for discretionary division among members	-	(6,100)	(6,100)
Capital increase	4,000	-	4,000
Members' interests after loss for the period	6,134,000	(4,279,179)	1,854,821
As at 31 March 2020	6,134,000	(4,279,179)	1,854,821

The notes on pages 9 to 11 form an integral part of these financial statements.

# **Ardrossan North Shore LLP**

## **Reconciliation of Members' Interests**

### **1 Statutory Information**

Ardrossan North Shore LLP is registered in Scotland. The LLP's registered number and registered office address can be found on the general information page.

### **2 Accounting policies**

#### **Basis of preparation**

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the requirements of the Statement of Recommended Practice, Accounting by Limited Liability Partnerships. The financial statements have been prepared under the historical cost convention.

#### **Going concern.**

It is the intention of the members to wind up the LLP during the next financial year and the land to be transferred to North Ayrshire Council as the remaining partner. This follows the resignation of Peel Land and Property (Ardrossan) Limited. As a result the financial statements have been prepared on a basis other than that of a going concern. This basis includes, where appropriate stating assets and liabilities at their recoverable value.

In light of the current COVID-19 pandemic, which has had a significant impact on the LLP and the wider economy, it cannot be known with any certainty how long and to what extent restrictions will remain in place, or the time it will take for the macro-economic climate to recover.

#### **Members' remuneration**

There is no remuneration to members.

A members' share of the profit or loss for the period is accounted for as an allocation of profits. Unallocated profits or losses are included within 'other reserves'.

#### **Taxation**

Taxation on LLP profits is the personal liability of the members. Consequently neither partnership taxation nor related deferred taxation are accounted for in these financial statements.

#### **Stocks**

Stocks consist of land value, and stock and work in progress is valued at the lower of cost and net realisable value, after due regard for obsolete and slow-moving stocks. Net realisable value is based on selling price less anticipated costs to completion and selling costs. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads. The members believe the outbreak of COVID-19 has caused extensive disruptions to businesses and economic activities. The uncertainties created have increased the estimation uncertainty over the net realisable value of stocks at the balance sheet date. This has been taken into consideration in determining the carrying value of stocks, which can be found in the Balance Sheet.

#### **Start-up costs**

Start-up costs are accounted for on a basis consistent with similar costs incurred as part of the LLP's ongoing business.

Where there are no similar ongoing costs, start-up costs which satisfy the criteria under relevant accounting standards to be recognised as assets are included in the balance sheet. All other costs are written off as incurred.

#### **Financial instruments**

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

**Ardrossan North Shore LLP**  
**Reconciliation of Members' Interests**

**3 Operating loss**

Operating loss is stated after charging:

	2020	2019
	£	£
The audit of the LLP's annual accounts	1,500	1,500
	<u>1,500</u>	<u>1,500</u>

**4 Information in relation to members**

	2020	2019
	£	£
Average number of members during the year	2	2
	<u>2</u>	<u>2</u>

**5 Debtors**

	2020	2019
	£	£
Other debtors	-	300
	<u>-</u>	<u>300</u>

**6 Creditors: Amounts falling due within one year**

	2020	2019
	£	£
Trade creditors	-	1,830
Amounts owed to member	-	17,994
Taxation and social security	-	-
Other creditors	1,500	1,500
	<u>1,500</u>	<u>21,324</u>

**7 Other financial commitments**

Amounts authorised but not provided for in the financial statements amounted to £nil (2019: £nil).

**Ardrossan North Shore LLP**  
**Reconciliation of Members' Interests**

**8 Related parties**

In the year to 31 March 2020 the company charged the following fees:

- £Nil (2019: £6,886) to Port Salford 1 Unit Trust, the balance owed at the year end was £nil (2019: £2,500).
- £Nil (2019: £6,886) to L175 Unit Trust, the balance owed at the year end was £nil (2019: £2,500).
- £Nil (2019: £6,886) to PS 50 Unit Trust the balance owed at the year end was £nil(2019:£2,500).

All of the above related party transactions are between entities under common control.

**9 Post year end significant events**

Following the year end, Peel Land and Property (Ardrossan) Limited resigned from the LLP leaving North Ayrshire Council as the sole partner.

The intention is for the land to be transferred from the LLP to North Ayrshire Council. Once this has been completed , the LLP will be wound up.