

Company Registration No. SC015727 (Scotland)

**D.C. WATSON & SONS (FENTON BARNS)
LIMITED**

**UNAUDITED ABBREVIATED FINANCIAL
STATEMENTS
FOR THE YEAR ENDED
30 APRIL 2016**



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D.C. WATSON & SONS (FENTON BARNS) LIMITED

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D.C. WATSON & SONS (FENTON BARNS) LIMITED**UNAUDITED ABBREVIATED BALANCE SHEET
AS AT 30 APRIL 2016**

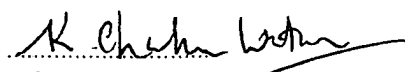
	Notes	2016 £	£	2015 £	£
Fixed assets					
Tangible assets	2	1,808,274		2,043,968	
Investments	2	25,927		25,927	
		<u>1,834,201</u>		<u>2,069,895</u>	
Current assets					
Debtors		244,786		105,218	
Cash at bank and in hand		5,481		2,503	
		<u>250,267</u>		<u>107,721</u>	
Creditors: amounts falling due within one year		<u>(436,069)</u>		<u>(406,478)</u>	
Net current liabilities		<u>(185,802)</u>		<u>(298,757)</u>	
Total assets less current liabilities		<u>1,648,399</u>		<u>1,771,138</u>	
Creditors: amounts falling due after more than one year		<u>(559,407)</u>		<u>(863,589)</u>	
Net assets		<u><u>1,088,992</u></u>		<u><u>907,549</u></u>	
Capital and reserves					
Called up share capital	3	1,056		1,056	
Share premium account		189,240		189,240	
Revaluation reserve		948,627		1,034,566	
Profit and loss account		<u>(49,931)</u>		<u>(317,313)</u>	
Shareholders' funds		<u><u>1,088,992</u></u>		<u><u>907,549</u></u>	

For the financial year ended 30 April 2016 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies and the members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These abbreviated financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

The abbreviated financial statements on pages 1 to 5 were approved by the board of directors and authorised for issue on 31/1/2017 and are signed on its behalf by:



K Chalmers-Watson
Director

D.C. WATSON & SONS (FENTON BARNS) LIMITED

NOTES TO THE UNAUDITED ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 APRIL 2016

1 Accounting policies

Basis of accounting

The financial statements are prepared under the historical cost convention modified to include the revaluation of freehold land and buildings and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

Going Concern

The accounts for the year ended 30 April 2016 have been prepared on a going concern basis. During the year the company made a profit of £181,443.

The company meets its day to day working capital requirements through an overdraft facility which is repayable on demand. The facility was £220,000 during the year but this was reduced to £150,000 in June 2016. The margin of facilities over requirements is not large and, inherently there can be no certainty in relation to these matters.

The directors have reviewed their working capital requirement for the period ending 12 months from the date of their approval of these financial statements. On the basis of this review and agreement from the company's bankers to provide term loan financing expiring in March 2018, the directors consider that the company will continue to operate within the facility currently agreed. The overdraft facility is due to be reviewed in June 2017. On this basis, the directors consider it appropriate to prepare the financial statements on the going concern basis. The financial statements do not include any adjustments that would result from a withdrawal of the overdraft facility by the company's bankers.

Turnover

Turnover represents the invoiced value, net of Value Added Tax, of goods sold and services provided to customers.

Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land are stated at cost or valuation less depreciation. Depreciation is provided at rates calculated to write off the cost or valuation less estimated residual value of each asset over its expected useful life, as follows:

Land and buildings Freehold	2% Straight line
Plant and machinery	5% - 20% Straight line

The part of the annual depreciation charge on revalued assets which relates to the revaluation surplus is transferred from the revaluation reserve to the profit and loss account.

Leasing

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. 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.

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

Investments

Long term investments are classified as fixed assets. These are unlisted investments and stated at cost.

Provision is made for any impairment in the value of fixed asset investments.

D.C. WATSON & SONS (FENTON BARNS) LIMITED
NOTES TO THE UNAUDITED ABBREVIATED FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 APRIL 2016

1 Accounting policies (Continued)

Retirement Benefits

The company operates a defined contribution scheme for the benefit of its employees. Contributions payable are charged to the profit and loss account in the year they are payable.

Deferred taxation

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 that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the company's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements.

Deferred tax is measured at the average tax rates that are expected to apply in the periods in which timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax is measured on a non-discounted basis.

Group accounts

In the opinion of the directors, the company and its subsidiary undertakings comprise a small group. The company has therefore taken advantage of the exemption provided by Section 398 of the Companies Act 2006 not to prepare group accounts.

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 company after deducting all of its liabilities.

D.C. WATSON & SONS (FENTON BARNS) LIMITED
NOTES TO THE UNAUDITED ABBREVIATED FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 APRIL 2016

2 Fixed assets

	Tangible assets	Investments	Total
	£	£	£
Cost or valuation			
At 1 May 2015	2,759,414	25,927	2,785,341
Additions	3,800	-	3,800
Disposals	(189,070)	-	(189,070)
At 30 April 2016	2,574,144	25,927	2,600,071
Depreciation			
At 1 May 2015	715,446	-	715,446
On disposals	(18,939)	-	(18,939)
Charge for the year	69,363	-	69,363
At 30 April 2016	765,870	-	765,870
Net book value			
At 30 April 2016	1,808,274	25,927	1,834,201
At 30 April 2015	2,043,968	25,927	2,069,895

Holdings of more than 20%

The company holds more than 20% of the share capital of the following companies:

Company	Country of registration or incorporation	Shares held Class	%
Subsidiary undertakings			
David Morin (Builders) Limited	Scotland	Ordinary	76.00

The aggregate amount of capital and reserves and the results of these undertakings for the last relevant financial year were as follows:

	Capital and reserves	Profit/(loss) for the year
	2016	2016
	£	£
Principal activity		
David Morin (Builders) Limited	147,196	(26,336)
Construction & civil engineering		

3 Share capital

	2016	2015
	£	£
Allotted, called up and fully paid		
960 Ordinary shares of 10p each	96	96
960 Preference share of £1 each	960	960
	1,056	1,056

D.C. WATSON & SONS (FENTON BARNS) LIMITED
NOTES TO THE UNAUDITED ABBREVIATED FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 APRIL 2016

3	Share capital	2016	2015 (Continued)
	Shares classified as financial liabilities	<u>960</u>	<u>960</u>

4 Transactions with directors

The following directors had interest free loans during the year. The movement on these loans are as follows:

	Amount outstanding 2016 £	2015 £	Maximum in year £
Director's current account	<u>130,733</u>	<u>25,096</u>	<u>140,851</u>

At the year end Keith Chalmers Watson owed £140,851 (2015: 30,297) to the company including £10,118 (2015: £5,201) in relation to his sole trade business. In July 2016, £105,000 of this balance was repaid to the company.