

Abbreviated Audited Accounts  
for the Year Ended 31 October 2012  
for  
Hugh Simpson (Contractors) Limited

TUESDAY



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COMPANIES HOUSE

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**for the Year Ended 31 October 2012**

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**Hugh Simpson (Contractors) Limited**

**Company Information**  
**for the Year Ended 31 October 2012**

<b>DIRECTOR:</b>	H Simpson
<b>SECRETARY:</b>	Mrs E C Simpson
<b>REGISTERED OFFICE:</b>	South Quay The Harbour Wick Caithness KW1 5HA
<b>REGISTERED NUMBER:</b>	SC067751 (Scotland)
<b>SENIOR STATUTORY AUDITOR:</b>	H M Stewart Busby
<b>AUDITORS:</b>	Victor T Fraser & Co Limited Chartered Accountants and Statutory Auditor 3-4 Market Place Wick Caithness KW1 4LP
<b>BANKERS:</b>	Clydesdale Bank PLC 30 Bridge Street Wick Caithness KW1 4NG
<b>SOLICITORS:</b>	MacRoberts Capella 60 York Street Glasgow G2 8JX

**Report of the Independent Auditors to**  
**Hugh Simpson (Contractors) Limited**  
**Under Section 449 of the Companies Act 2006**

We have examined the abbreviated accounts set out on pages three to five, together with the full financial statements of Hugh Simpson (Contractors) Limited for the year ended 31 October 2012 prepared under Section 396 of the Companies Act 2006.

This report is made solely to the company, in accordance with Section 449 of the Companies Act 2006. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditors' report 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, for our work, for this report, or for the opinions we have formed.

**Respective responsibilities of director and auditors**

The director is responsible for preparing the abbreviated accounts in accordance with Section 444 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the Regulations made under that Section and to report our opinion to you.

**Basis of opinion**

We conducted our work in accordance with Bulletin 2008/4 issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts are properly prepared.

**Opinion**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 444(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the Regulations made under that Section.

*H M Stewart Busby C.A.*

H M Stewart Busby (Senior Statutory Auditor)  
for and on behalf of Victor T Fraser & Co Limited  
Chartered Accountants and Statutory Auditor  
3-4 Market Place  
Wick  
Caithness  
KW1 4LP

Date: *30 October 2013*

**Abbreviated Balance Sheet**  
**31 October 2012**

	Notes	£	2012	£	2011	£
<b>FIXED ASSETS</b>						
Intangible assets	2		-		-	
Tangible assets	3		<u>3,235,815</u>		<u>2,338,214</u>	
			3,235,815		2,338,214	
<b>CURRENT ASSETS</b>						
Stocks		22,362		24,488		
Debtors		2,492,415		2,459,069		
Cash at bank and in hand		<u>764,822</u>		<u>120,146</u>		
		3,279,599		2,603,703		
<b>CREDITORS</b>						
Amounts falling due within one year	4	<u>1,191,555</u>		<u>503,242</u>		
<b>NET CURRENT ASSETS</b>			<u>2,088,044</u>		<u>2,100,461</u>	
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			5,323,859		4,438,675	
<b>CREDITORS</b>						
Amounts falling due after more than one year	4		(862,242)		(299,343)	
<b>PROVISIONS FOR LIABILITIES</b>			(324,895)		(328,703)	
<b>ACCRUALS AND DEFERRED INCOME</b>			<u>(100,428)</u>		<u>(119,282)</u>	
<b>NET ASSETS</b>			<u>4,036,294</u>		<u>3,691,347</u>	
<b>CAPITAL AND RESERVES</b>						
Called up share capital	5		82,107		82,107	
Capital redemption reserve			(472,391)		(472,391)	
Profit and loss account			<u>4,426,578</u>		<u>4,081,631</u>	
<b>SHAREHOLDERS' FUNDS</b>			<u>4,036,294</u>		<u>3,691,347</u>	

The abbreviated accounts 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 director on

2 October 2013

and were signed by:

*Hugh Simpson*

H Simpson - Director

**Notes to the Abbreviated Accounts**  
**for the Year Ended 31 October 2012**

**1. ACCOUNTING POLICIES**

**Accounting convention**

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

**Turnover**

Turnover represents the value of the sale of goods and services to external customers net of value added tax and discounts. Turnover is recognised when significant risks and rewards of ownership of the goods are transferred to the buyer.

**Goodwill**

Goodwill, being the amount paid in connection with the acquisition of a business in 2005, is being amortised evenly over its estimated useful life of one years.

Goodwill, being the amount paid in connection with the acquisition of a business in 2005 was fully written off in the year of acquisition.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Freehold property	- 2% on cost
Long leasehold	- at varying rates on cost
Plant and machinery	- 10% on reducing balance
Fixtures and fittings	- 10% on reducing balance
Motor vehicles	- 20% on reducing balance

Freehold property is stated at cost less accumulated depreciation and any recognised provision for impairment. Costs include original purchase price of the asset and the costs incurred attributable to bringing the asset to its working condition for intended use.

**Stocks**

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

**Deferred tax**

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 pay less tax in the future have occurred at the balance date.

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

No provision is made for temporary differences.

**Hire purchase and leasing commitments**

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

**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.

**Government grants**

Government Grants are recognised at fair value when there is reasonable assurance that the Company will comply with the conditions attaching to them and the grants will be received. Grants relating to the purchase of assets are treated as deferred income and allocated to the profit and loss account over the useful life of the related assets. Grants relating to expenses are treated as income in the profit and loss account.

**Notes to the Abbreviated Accounts - continued**  
**for the Year Ended 31 October 2012**

**2. INTANGIBLE FIXED ASSETS**

Total  
£

**COST**

At 1 November 2011  
and 31 October 2012

21,500

**AMORTISATION**

At 1 November 2011  
and 31 October 2012

21,500

**NET BOOK VALUE**

At 31 October 2012

-

At 31 October 2011

-

**3. TANGIBLE FIXED ASSETS**

Total  
£

**COST**

At 1 November 2011  
Additions  
Disposals  
Impairments

5,440,043  
1,377,236  
(909,883)  
170,442

At 31 October 2012

6,077,838

**DEPRECIATION**

At 1 November 2011  
Charge for year  
Eliminated on disposal  
Impairments

3,101,829  
284,932  
(698,512)  
153,774

At 31 October 2012

2,842,023

**NET BOOK VALUE**

At 31 October 2012

3,235,815

At 31 October 2011

2,338,214

**4. CREDITORS**

Creditors include an amount of £1,502,154 (2011 - £473,742) for which security has been given.

**5. CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:

Number: Class:

Nominal  
value:  
£1

2012  
£  
82,107

2011  
£  
82,107

82,107 Ordinary

**6. TRANSACTIONS WITH DIRECTOR**

The amounts outstanding at the end of the financial year in respect of loans from the Directors to the company were:

Mr H Simpson £3,477 (2011 - £43,477)

**7. ETHICAL STANDARD**

In common with many other businesses of our size and nature we use our auditors to prepare and submit returns to the tax authorities and assist with the preparation of the financial statements.