

NI33655.

Breagh Limited

Report and Financial Statements

31 March 2012



Directors

S Pollock
W A Pollock

Secretary

S Pollock

Bankers

Ulster Bank Limited
11-16 Donegall Square East
Belfast BT1 5UB

Solicitors

Anderson & Co
Solicitors
17 New Row
Coleraine BT52 1AD

Registered Office

Rock Castle
Portstewart BT55 7PB

Registered No. NI 33655

Directors' report

The directors present their report and financial statements for the year ended 31 March 2012.

Results and dividends

The loss for the year after taxation amounted to £122,125 (2011 – profit of £122,064). The directors do not recommend a final dividend (2011 – £nil).

Principal activities and review of the business

Breagh Limited was incorporated on 19 February 1998.

The principal activity of the company in the past was the letting of holiday accommodation. The company is in the process of developing its major asset.

Directors

The directors who served the company during the year were as follows:

S Pollock

W A Pollock

Small company exemptions

This report has been prepared in accordance with the special provisions applicable to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

On behalf of the Board



W A Pollock

Director

Date: 18 DECEMBER 2012

Profit and loss account

for the year ended 31 March 2012

	Notes	2012 £	2011 £
Turnover		—	—
Cost of sales		—	—
Gross profit		—	—
Operating costs	2	(59,720)	(59,994)
Operating loss		(59,720)	(59,994)
Interest payable and similar charges		(62,405)	(62,070)
Loss on ordinary activities before taxation		(122,125)	(122,064)
Tax		—	—
Loss for the financial year	10	(122,125)	(122,064)

All amounts relate to continuing activities.

Statement of total recognised gains and losses

for the year ended 31 March 2012

There are no recognised gains or losses other than the loss attributable to the shareholders of the company of £122,125 in the year ended 31 March 2012 (2011 – loss of £122,064).

Balance sheet

at 31 March 2012

	Notes	2012 £	2011 £
Fixed assets			
Tangible assets	4	—	—
Investments	5	1,446,734	1,430,068
		<u>1,446,734</u>	<u>1,430,068</u>
Current assets			
Cash at bank and in hand		10,474	34,153
Debtors	6	3,416	1,215
		<u>13,890</u>	<u>35,368</u>
Creditors: amounts falling due within one year	7	<u>(1,508,459)</u>	<u>(1,406,054)</u>
Net current liabilities		<u>(1,494,569)</u>	<u>(1,370,686)</u>
Total assets less current liabilities		<u>(47,835)</u>	<u>59,382</u>
Creditors: amounts falling due after more than one year			
Loan	8	(1,394,149)	(1,379,241)
Total assets less liabilities		<u>(1,441,984)</u>	<u>(1,319,859)</u>
Capital and reserves			
Called up share capital	9	100	100
Profit and loss account	10	(1,442,084)	(1,319,959)
Shareholders' funds	10	<u>(1,441,984)</u>	<u>(1,319,859)</u>

For the year ended 31 March 2010 the company is entitled to the exemption from an annual audit permitted by section 477 of the Companies Act 2006 and no notice has been deposited under section 476 by a member requiring an audit. The directors are responsible for keeping accounting records which comply with section 386 of the Companies Act 2006 and for preparing financial statements which give a true and fair view and which otherwise comply with the requirements of the Companies Act 2006 applicable to small companies and the Financial Reporting Standard for Smaller Entities (effective April 2008).


 W A Pollock
 Director
 Date 18 DECEMBER 2012

Notes to the financial statements

at 31 March 2012

1. Accounting policies

Basis of preparation

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

Going concern

The financial statements have been prepared on the going concern basis as the directors are of the opinion that the value of the property, when developed, ought to be sufficiently in excess of its current carrying value to ensure that the net current liability situation is reversed.

Statement of cash flows

The company, under the provisions of FRS 1 (revised), Statement of cash flows, has opted to prepare financial statements which exclude a statement of cash flows.

Tangible fixed assets

The cost of fixed assets is depreciated on a straight line basis over the expected useful lives of the assets.

Investments

The investment property is accounted for in accordance with SSAP 19. No depreciation is provided in respect of such properties. Although company law would normally require the systematic annual depreciation of fixed assets, it is believed that this policy of not providing depreciation is necessary in order for the financial statements to give a true and fair view, since the current value of investment properties, and changes in that current value, are of prime importance, rather than a calculation of systematic annual depreciation. Depreciation is only one of the many factors reflected in the annual valuation and the amount which might otherwise have been shown cannot be separately identified or quantified.

Deferred taxation

Deferred taxation is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or right to pay less or to receive more, tax, with the following exceptions:

- Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

2. Operating loss

This is stated after charging:

	2012	2011
	£	£
Establishment	11,816	11,072
Administrative	47,904	48,922
	<u>59,720</u>	<u>59,994</u>

Notes to the financial statements

at 31 March 2012

3. Directors' remuneration

	2012	2011
	£	£
Aggregate remuneration	40,000	40,000

4. Tangible fixed assets

	<i>Furnishings</i>	<i>Equipment</i>	<i>Total</i>
	£	£	£
Cost:			
At 1 April 2011 and 31 March 2012	2,978	1,541	4,519
Depreciation:			
At 1 April 2011 and 31 March 2012	2,978	1,541	4,519
Net book value:			
At 31 March 2012	—	—	—
At 1 April 2011	—	—	—

5. Investments

	<i>Land and buildings</i>
	£
Cost or valuation:	
At 1 April 2011	1,430,068
Additions	16,666
At 31 March 2012	1,446,734

The investment property was valued at open market value for its existing use at £1,740,000 by Halifax Property Services at 10 March 1998 on acquisition. Consequently there is no revaluation reserve. The directors believe that this valuation is still appropriate.

Notes to the financial statements

at 31 March 2012

6. Debtors

	2012	2011
	£	£
Value added tax	3,416	1,215

7. Creditors: amounts falling due within one year

	2012	2011
	£	£
Accruals	1,108,459	1,046,054
Directors current account	400,000	360,000
	<u>1,508,459</u>	<u>1,406,054</u>

The company has given fixed and floating charges over its assets, present and future, in favour of Ulster Bank Limited to secure bank borrowings of the company.

8. Loans

	2012	2011
	£	£
Directors loan:		
In more than two years but not more than five years	<u>1,394,149</u>	<u>1,379,241</u>

The unsecured loan was non interest bearing if repaid by 1 April 2003. Interest has been charged at 4% above the minimum bank base rate on any amount outstanding after 1 April 2003.

9. Issued share capital

	2012		2011	
<i>Authorised</i>	No.	£	No.	£
<i>Allotted, called up and fully paid</i>				
Ordinary shares of £1 each	100	<u>100</u>	100	<u>100</u>

Notes to the financial statements

at 31 March 2012

10. Reconciliation of shareholders' funds and movements on reserves

	<i>Share capital</i>	<i>Profit and loss account</i>	<i>Total share- holders' funds</i>
	£	£	£
At 1 April 2010	100	(1,197,895)	(1,197,795)
Loss for the year	—	(122,064)	(122,064)
At 1 April 2011	100	(1,319,959)	(1,319,859)
Loss for the year	—	(122,125)	(122,125)
At 31 March 2012	100	(1,442,084)	(1,441,984)

Management information

for the year ended 31 March 2012

The following page does not form part of the statutory financial statements.

Detailed profit and loss account

for the year ended 31 March 2012

	2012 £	2011 £
Sales	—	—
Cost of sales	—	—
Gross loss	—	—
Establishment expenses		
Light and heat	9,270	6,522
Insurance	1,480	1,325
Repairs and maintenance	1,066	3,225
	<u>11,816</u>	<u>11,072</u>
Administration		
Salaries	40,000	40,000
Telephone and postage	1,180	880
Professional fees	5,750	5,670
Motor expenses	739	2,310
General expenses	174	—
Bank charges	61	62
	<u>47,904</u>	<u>48,922</u>
Operating costs	<u>59,720</u>	<u>59,994</u>
Operating loss	(59,720)	(59,994)
Interest payable and similar charges		
Loan interest	(62,405)	(62,070)
Loss for the year before taxation	<u>(122,125)</u>	<u>(122,064)</u>