

WEST HIGHLAND RURAL SOLUTIONS LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

for the year ended 31 March 2011

WEST HIGHLAND RURAL SOLUTIONS LIMITED

COMPANY INFORMATION

DIRECTORS

Antony Cave
Alexander Murray Sim
John MacMillan

COMPANY SECRETARY

Alexander Murray Sim

COMPANY NUMBER

SC282170

REGISTERED OFFICE

Crannog Lane
Oban
Argyll
PA34 4HB

AUDITORS

BAKER TILLY UK AUDIT LLP
Statutory Auditor & Chartered Accountant
Breckenridge House
274 Sauchiehall Street
Glasgow
G2 3EH

WEST HIGHLAND RURAL SOLUTIONS LIMITED

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WEST HIGHLAND RURAL SOLUTIONS LIMITED

DIRECTORS' REPORT for the year ended 31 March 2011

The directors present their report and the financial statements for the year ended 31 March 2011.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Directors' report 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 judgments and 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.

PRINCIPAL ACTIVITIES

The company acts as an agent for West Highland Housing Association Limited (which is the ultimate parent company). The company's principal activity is the provision of development services.

DIRECTORS

The directors who served during the year were:

Antony Cave
Alexander Murray Sim
John MacMillan

PROVISION OF INFORMATION TO AUDITORS

Each of the persons who are directors at the time when this Directors' report is approved has confirmed that:

- so far as that director is aware, there is no relevant audit information of which the company's auditors are unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any information needed by the company's auditors in connection with preparing their report and to establish that the company's auditors are aware of that information.

WEST HIGHLAND RURAL SOLUTIONS LIMITED

**DIRECTORS' REPORT
for the year ended 31 March 2011**

AUDITORS

The auditors, BAKER TILLY UK AUDIT LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

SMALL COMPANIES PROVISIONS

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the board on 21 September 2011 and signed on its behalf.

Alexander Murray Sim
Director

WEST HIGHLAND RURAL SOLUTIONS LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF WEST HIGHLAND RURAL SOLUTIONS LIMITED

We have audited the financial statements on pages 4 to 7. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (Effective April 2008).

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 an auditor's 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 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 auditor

As more fully explained in the Directors' Responsibilities Statement set out on page 1, 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 (APB's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the APB's website at www.frc.org.uk/apb/scope/private.cfm.

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 2011 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; 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 Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

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; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption in preparing the directors' report.

KELLY ADAMS (Senior Statutory Auditor)
for and on behalf of BAKER TILLY UK AUDIT LLP, Statutory Auditor

Chartered Accountants
Breckenridge House
274 Sauchiehall Street
Glasgow
G2 3EH

Date

WEST HIGHLAND RURAL SOLUTIONS LIMITED

**PROFIT AND LOSS ACCOUNT
for the year ended 31 March 2011**

	Note	2011 £	2010 £
TURNOVER	1	-	26,370
Administrative expenses		<u>(2,210)</u>	<u>(26,142)</u>
OPERATING (LOSS)/PROFIT	2	(2,210)	228
Interest receivable and similar income		<u>12</u>	<u>3</u>
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(2,198)	231
Tax on (loss)/profit on ordinary activities	3	<u>49</u>	<u>(49)</u>
(LOSS)/PROFIT FOR THE FINANCIAL YEAR		<u>(2,149)</u>	<u>182</u>

The notes on pages 6 to 7 form part of these financial statements.

WEST HIGHLAND RURAL SOLUTIONS LIMITED
Registered number: SC282170

BALANCE SHEET
as at 31 March 2011

	Note	£	2011 £	£	2010 £
CURRENT ASSETS					
Debtors	4	-		13,200	
Cash at bank		3,057		710	
		<u>3,057</u>		<u>13,910</u>	
CREDITORS: amounts falling due within one year	5	(4,714)		(13,418)	
NET CURRENT (LIABILITIES)/ASSETS			(1,657)		492
TOTAL ASSETS LESS CURRENT LIABILITIES			(1,657)		492
CAPITAL AND RESERVES					
Called up share capital	6		100		100
Profit and loss account	7		(1,757)		392
SHAREHOLDERS' (DEFICIT)/FUNDS			(1,657)		492

The financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 21 September 2011.

Antony Cave
Director

The notes on pages 6 to 7 form part of these financial statements.

WEST HIGHLAND RURAL SOLUTIONS LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2011

1. ACCOUNTING POLICIES

1.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

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).

1.2 TURNOVER

Turnover comprises revenue recognised by the company in respect of goods and services supplied, exclusive of Value Added Tax and trade discounts.

1.3 GOING CONCERN

The financial statements have been prepared on a going concern basis as a result of the continued support of the company's parent company.

2. OPERATING (LOSS)/PROFIT

The operating (loss)/profit is stated after charging:

	2011 £	2010 £
Auditors' remuneration	1,846	813

During the year, no director received any emoluments (2010 - £NIL).

3. TAXATION

	2011 £	2010 £
UK corporation tax (credit)/charge on (loss)/profit for the year	(49)	49

There were no factors that affected the tax charge for the year which has been calculated on the profits on ordinary activities before tax at the standard rate of corporation tax in the UK of 21% (2010 - 21%).

4. DEBTORS

	2011 £	2010 £
Amounts owed by group undertakings	-	13,200

WEST HIGHLAND RURAL SOLUTIONS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2011**

**5. CREDITORS:
AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2011 £	2010 £
Trade creditors	-	12,168
Amounts owed to group undertakings	3,800	-
Corporation tax	-	49
Other creditors	914	1,201
	4,714	13,418

6. SHARE CAPITAL

	2011 £	2010 £
ALLOTTED, CALLED UP AND FULLY PAID		
100 Ordinary £1 shares shares of £1 each	100	100
	100	100

7. RESERVES

	Profit and loss account £
At 1 April 2010	392
Loss for the year	(2,149)
At 31 March 2011	(1,757)

8. RELATED PARTY TRANSACTIONS

West Highland Rural Solutions Limited is a wholly owned subsidiary of West Highland Housing Association and two of the directors are also committee members of West Highland Housing Association. During the year the company received fee income from West Highland Housing Association amounting to £nil (2010: £26,370). In addition, the company received a loan of £3,800 from West Highland Housing Association to cover administration costs arising during the year. As at the year end the company owed £3,800 to West Highland Housing Association (2010: £13,200 owed by West Highland Housing Association)

9. ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY

The company is ultimately controlled by West Highland Housing Association Limited which owns 100% of the issued share capital.

WEST HIGHLAND RURAL SOLUTIONS LIMITED

**DETAILED TRADING AND PROFIT AND LOSS ACCOUNT
for the year ended 31 March 2011**

	Page	2011 £	2010 £
Turnover	9	-	26,370
Less: Overheads			
Administration expenses	9	(2,210)	(26,142)
		<hr/>	<hr/>
Operating (loss)/profit		(2,210)	228
Interest receivable	9	12	3
		<hr/>	<hr/>
(Loss)/profit for the year		(2,198)	231
		<hr/> <hr/>	<hr/> <hr/>

WEST HIGHLAND RURAL SOLUTIONS LIMITED

**SCHEDULE TO THE DETAILED ACCOUNTS
for the year ended 31 March 2011**

	2011	2010
	£	£
Turnover		
Fees receivable	-	26,370
	<u> </u>	<u> </u>
	2011	2010
	£	£
Administration expenses		
Consultancy	-	25,001
Legal and professional	330	300
Auditors' remuneration	1,846	813
Bank charges	34	13
Sundry expenses	-	15
	<u> </u>	<u> </u>
	2,210	26,142
	<u> </u>	<u> </u>
	2011	2010
	£	£
Interest receivable		
Bank interest receivable	12	3
	<u> </u>	<u> </u>