

North West Highland Community Enterprises Limited

FINANCIAL STATEMENTS

for the year ended

31 March 2016

North West Highland Community Enterprises Limited

OFFICERS AND PROFESSIONAL ADVISERS

DIRECTORS

A Nicolson
J Laing
A Jones
A MacCalman
T Bowditch – Appointed 14 September 2015 Resigned 14 December 2015
R Johnston – Resigned April 2015

SECRETARY

L MacDonald

REGISTERED OFFICE

Morrison House
Bayfield
Portree
Isle of Skye
IV51 9EW

AUDITOR

RSM UK Audit LLP
Third Floor
Centenary House
69 Wellington Street
Glasgow
G2 6HG

BANKERS

Royal Bank of Scotland
Bank Street
Portree
Isle of Skye
IV51 9BX

North West Highland Community Enterprises Limited

DIRECTORS' REPORT

The directors submit their report and financial statements of North West Highland Community Enterprises Limited for the year ended 31 March 2016.

PRINCIPAL ACTIVITIES

The principal activity of the company during the period was the provision of housing properties for letting at mid-market rents.

DIRECTORS

The directors who served the company during the year and up to the date of this report are listed on page 1.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITOR

The directors who were in office on the date of approval of these financial statements have confirmed, as far as they are aware, that there is no relevant audit information of which the auditor is unaware. Each of the directors have confirmed that they have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that it has been communicated to the auditor.

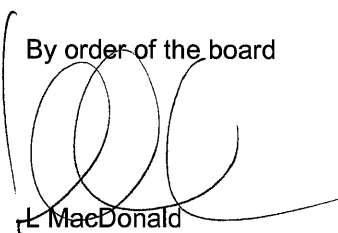
AUDITOR

RSM UK Audit LLP (formerly Baker Tilly UK Audit LLP) has indicated its willingness to continue in office.

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies' exemption.

By order of the board



L MacDonald
Company Secretary

Date: 28/6/16

North West Highland Community Enterprises Limited

DIRECTORS' RESPONSIBILITIES IN THE PREPARATION OF FINANCIAL STATEMENTS

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 those financial statements, the directors are required to:

- a. select suitable accounting policies and then apply them consistently;
- b. make judgements and accounting estimates that are reasonable and prudent;
- c. 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.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF NORTH WEST HIGHLAND COMMUNITY ENTERPRISES LIMITED

We have audited the financial statements on pages 5 to 88. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective January 2015) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

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 3, 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 Financial Reporting Council's website at www.frc.org.uk/auditscopeukprivate

Opinion on the 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 2016 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 matters 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.

RSM UK Audit LLP

LINDA GRAY (Senior Statutory Auditor)
For and on behalf of RSM UK AUDIT LLP, Statutory Auditor
Third Floor
Centenary House
69 Wellington Street
Glasgow G2 6HG

Date: 4.7.16

North West Highland Community Enterprises Limited

PROFIT AND LOSS ACCOUNT

for the year ended 31 March 2016

	<i>Notes</i>	2015/16 £	2014/15 £
TURNOVER		27,876	27,436
Administrative expenses		<u>27,638</u>	<u>27,309</u>
OPERATING PROFIT	1	238	127
Interest payable and similar charges		-	-
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>238</u>	<u>127</u>
Taxation		-	-
PROFIT FOR THE FINANCIAL YEAR		<u><u>238</u></u>	<u><u>127</u></u>

North West Highland Community Enterprises Limited

BALANCE SHEET as at 31 March 2016

		31/03/2016		31/03/2015	
	Notes	£	£	£	£
CURRENT ASSETS					
Stocks		1		1	
Debtors	2	443		-	
Cash at bank and in hand		189		204	
		<u>633</u>		<u>205</u>	
CREDITORS					
Amounts falling due within one year	3	<u>(2,838)</u>		<u>(2,648)</u>	
NET CURRENT LIABILITIES			<u>(2,205)</u>		<u>(2,443)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>(2,205)</u>		<u>(2,443)</u>
NET ASSETS					
			<u>(2,205)</u>		<u>(2,443)</u>
CAPITAL AND RESERVES					
Called up share capital	5		1		1
Profit and loss account	6		<u>(2,206)</u>		<u>(2,444)</u>
SHAREHOLDERS' FUNDS			<u>(2,205)</u>		<u>(2,443)</u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and with the Financial Reporting Standard for Smaller Entities (effective January 2015).

The financial statements on pages 5 to 8 were approved by the board of directors and authorised for issue on 28 June 2016 and are signed on their behalf by:



A Jones

Director

North West Highland Community Enterprises Limited

ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

TURNOVER

Turnover represents the rental income receivable from the letting of properties.

VALUE ADDED TAX

The company is registered for VAT as part of a group registration with Lochalsh and Skye Housing Association. The income to 31 March 2016 is exempt and therefore expenditure is shown inclusive of VAT.

GOING CONCERN

The financial statements have been prepared on a going concern basis. This assumes the continued support of the company's Parent organisation.

North West Highland Community Enterprises Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 March 2016

1 OPERATING PROFIT

Operating profit is stated after charging:

	2015/16	2014/15
	£	£
Auditor's fees	<u>1,200</u>	<u>1,200</u>

2 DEBTORS:

	2015/16	2014/15
	£	£
Former tenant rent arrears	1,974	-
Provision for doubtful debts	<u>(1,531)</u>	<u>-</u>
	<u>443</u>	<u>-</u>

3 CREDITORS: Amounts falling due within one year

	2015/16	2014/15
	£	£
Amounts owed to group undertakings	1,144	1,448
Corporation tax	-	-
Rents in advance	494	-
Other creditors	<u>1,200</u>	<u>1,200</u>
	<u>2,838</u>	<u>2,648</u>

4 RELATED PARTY TRANSACTIONS

During the year ended 31 March 2016, a rent charge of £18,847 (£18,424, 2014/15) was charged from Lochalsh and Skye Housing Association, the company's ultimate parent company, to North West Highland Community Enterprises Limited for the rental properties to be made available for letting.

Lochalsh and Skye Housing Association also charged a management fee of £5,939 (£7,570, 2014/15) to the company in the year for the provision of administration services.

Amounts due from North West Highland Community Enterprises Limited to Lochalsh and Skye Housing Association amounted to £1,144 at 31 March 2016 (£1,448, 31 March 2015).

5 SHARE CAPITAL

	2015/16	2014/15
	£	£
Allotted, called up and fully paid: 1 Ordinary shares of £1 each	<u>1</u>	<u>1</u>

6 PROFIT AND LOSS ACCOUNT

	2015/16	2014/15
	£	£
At the beginning of the year	(2,444)	(2,571)
Profit for the financial year	<u>238</u>	<u>127</u>
At the end of the year	<u>(2,206)</u>	<u>(2,444)</u>

7 ULTIMATE PARENT COMPANY

The company's parent undertaking at the balance sheet date was Lochalsh and Skye Housing Association, a charitable registered society under the Co-operative and Community Benefit Societies Act 2014 and registered with the Financial Conduct Authority, registration number 2132 RS.
