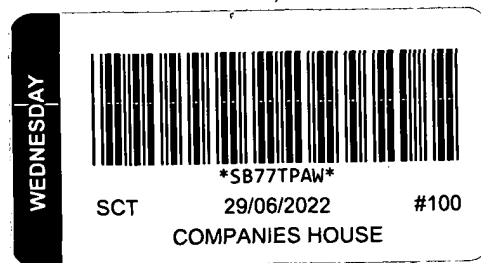


Registration number: SC014022

J & A McKenzie Limited

Annual Report and Unaudited Financial Statements

for the Year Ended 30 September 2021



Morris & Young
Chartered Accountants
6 Atholl Crescent
PERTH
PH1 5JN

J & A McKenzie Limited

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J & A McKenzie Limited

Company Information

Director	Mr R Hannigan
Registered office	Easter Moncreiffe Rhynd Road BRIDGE OF EARN Perthshire PH2 8QA
Accountants	Morris & Young Chartered Accountants 6 Atholl Crescent PERTH PH1 5JN

J & A McKenzie Limited

(Registration number: SC014022)

Statement of Financial Position as at 30 September 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	4	1,435,995	1,438,902
Current assets			
Stocks	5	89,421	123,447
Debtors	6	1,015,067	1,015,642
Investments	7	65	65
Cash at bank and in hand		<u>467,211</u>	<u>777,540</u>
		1,571,764	1,916,694
Creditors: Amounts falling due within one year	8	<u>(112,811)</u>	<u>(155,286)</u>
Net current assets		<u>1,458,953</u>	<u>1,761,408</u>
Total assets less current liabilities		2,894,948	3,200,310
Creditors: Amounts falling due after more than one year	8	<u>(413,107)</u>	<u>(797,829)</u>
Net assets		<u>2,481,841</u>	<u>2,402,481</u>
Capital and reserves			
Called up share capital	9	2,668	2,668
Capital redemption reserve		5,332	5,332
Retained earnings		<u>2,473,841</u>	<u>2,394,481</u>
Shareholders' funds		<u>2,481,841</u>	<u>2,402,481</u>

The notes on pages 4 to 10 form an integral part of these financial statements.

J & A McKenzie Limited

(Registration number: SC014022)

Statement of Financial Position as at 30 September 2021

For the financial year ending 30 September 2021 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with the provisions of FRS 102 Section 1A.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the director on 24 June 2022



.....
Mr R Hannigan
Director

The notes on pages 4 to 10 form an integral part of these financial statements.

J & A McKenzie Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 September 2021

1 General information

The company is a private company limited by share capital, incorporated in Scotland.

The address of its registered office is:

Easter Moncreiffe
Rhynd Road
BRIDGE OF EARN
Perthshire
PH2 8QA

These financial statements were authorised for issue by the director on 24 June 2022.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A smaller entities - 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' and the Companies Act 2006 (as applicable to companies subject to the small companies' regime).

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Land and buildings	0 - 10% Straight line
Plant and machinery	10 - 40% Reducing balance
Motor vehicles and tractors	25% Reducing balance

J & A McKenzie Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 September 2021

Investments

Investments in equity shares which are publicly traded or where the fair value can be measured reliably are initially measured at fair value, with changes in fair value recognised in profit or loss. Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment.

Interest income on debt securities, where applicable, is recognised in income using the effective interest method. Dividends on equity securities are recognised in income when receivable.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price.

J & A McKenzie Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 September 2021

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the profit and loss account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Staff numbers

The average number of persons employed by the company (including the director) during the year, was 12 (2020 - 9).

J & A McKenzie Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 September 2021

4 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Total £
Cost or valuation				
At 1 October 2020	1,840,150	149,392	64,436	2,053,978
Additions	-	6,661	-	6,661
At 30 September 2021	<u>1,840,150</u>	<u>156,053</u>	<u>64,436</u>	<u>2,060,639</u>
Depreciation				
At 1 October 2020	435,906	120,340	58,830	615,076
Charge for the year	235	7,931	1,402	9,568
At 30 September 2021	<u>436,141</u>	<u>128,271</u>	<u>60,232</u>	<u>624,644</u>
Carrying amount				
At 30 September 2021	<u>1,404,009</u>	<u>27,782</u>	<u>4,204</u>	<u>1,435,995</u>
At 30 September 2020	<u>1,404,244</u>	<u>29,052</u>	<u>5,606</u>	<u>1,438,902</u>

Included within the net book value of land and buildings is £1,404,009 (2020 - £1,404,244) in respect of freehold land and buildings and £nil (2020 - £235) in respect of short leasehold land and buildings.

5 Stocks

	2021 £	2020 £
Other inventories	<u>89,421</u>	<u>123,447</u>

J & A McKenzie Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 September 2021

6 Debtors

Current	Note	2021 £	2020 £
Trade debtors		12,536	5,691
Amounts owed by related parties	11	993,357	993,357
Prepayments		5,721	5,261
Other debtors		3,453	11,333
		1,015,067	1,015,642

7 Current asset investments

	2021 £	2020 £
Other investments	65	65

8 Creditors

Creditors: amounts falling due within one year

	Note	2021 £	2020 £
Due within one year			
Loans and borrowings	10	-	7,396
Trade creditors		21,353	16,687
Taxation and social security		23,317	6,323
Accruals and deferred income		56,387	85,598
Other creditors		11,754	39,282
		112,811	155,286

Creditors: amounts falling due after more than one year

	2021 £	2020 £
Due after one year		
Other non-current financial liabilities	413,107	797,829

J & A McKenzie Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 September 2021

9 Share capital

Allotted, called up and fully paid shares

	2021		2020	
	No.	£	No.	£
Ordinary £1 shares of £1 each	<u>2,668</u>	<u>2,668</u>	<u>2,668</u>	<u>2,668</u>

10 Loans and borrowings

	2021	2020
	£	£
Current loans and borrowings		
Bank overdrafts	<u>-</u>	<u>7,396</u>

11 Related party transactions

Summary of transactions with other related parties

Shareholder of parent company

The company purchased assets by way of loan notes from Peregrine Moncreiffe, a shareholder of the parent company. The company is being charged 2.5% interest on the loan notes. During the year £400,000 was repaid.

Expenditure with and payables to related parties

	Other related parties £
2021	
Amounts payable to related party	<u>413,107</u>
	Other related parties £
2020	
Amounts payable to related party	<u>797,829</u>

J & A McKenzie Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 September 2021

Loans to related parties

	Parent	Total
	£	£
2021		
At start of period	993,357	993,357
At end of period	993,357	993,357
	Parent	Total
	£	£
2020		
At start of period	993,357	993,357
At end of period	993,357	993,357

12 Parent and ultimate parent undertaking

The company's immediate parent is McKenzie Holdings Limited, incorporated in Guernsey.