

Unaudited Financial Statements for the Year Ended 30 June 2017

for

R.F. & M.H.Donaldson Limited

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for the Year Ended 30 June 2017

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Balance Sheet
30 June 2017

	Notes	30.6.17 £	30.6.16 £
FIXED ASSETS			
Tangible assets	4	375,496	374,194
CURRENT ASSETS			
Stocks		41,000	39,500
Debtors	5	60,931	70,347
Cash at bank		24,778	24,357
		<u>126,709</u>	<u>134,204</u>
CREDITORS			
Amounts falling due within one year	6	<u>(109,423)</u>	<u>(126,884)</u>
NET CURRENT ASSETS		<u>17,286</u>	<u>7,320</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		392,782	381,514
CREDITORS			
Amounts falling due after more than one year	7	(64,402)	(76,908)
PROVISIONS FOR LIABILITIES		<u>(5,913)</u>	<u>(5,478)</u>
NET ASSETS		<u><u>322,467</u></u>	<u><u>299,128</u></u>
CAPITAL AND RESERVES			
Called up share capital		100	100
Retained earnings		<u>322,367</u>	<u>299,028</u>
SHAREHOLDERS' FUNDS		<u><u>322,467</u></u>	<u><u>299,128</u></u>

The notes form part of these financial statements

Balance Sheet - continued
30 June 2017

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 June 2017.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 June 2017 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395
- (b) and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors on 27 September 2017 and were signed on its behalf by:

Mr G T Donaldson - Director

Mr R F Donaldson - Director

Notes to the Financial Statements
for the Year Ended 30 June 2017

1. **STATUTORY INFORMATION**

R.F. & M.H. Donaldson is a private company, limited by shares, domiciled in Scotland, registration number SC071148. The registered office is 14 West High Street, Crieff, Perthshire, PH7 4DL.

2. **ACCOUNTING POLICIES**

Basis of preparing the financial statements

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Turnover

Turnover represents net invoiced sales of goods and services in respect of the sale of confectionery and mail order clothing, excluding value added tax. Sales are recognised at the point of sale.

Tangible fixed assets and depreciation

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

Freehold property	- not provided
Long leasehold	- 10% on cost
Plant and machinery	- between 0% and 25% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 25% on reducing balance

Tangible fixed assets are stated at cost less depreciation. Cost represent purchase price together with any incidental costs of acquisition.

The directors have considered the residual value of all tangible fixed assets to be immaterial and therefore all tangible fixed assets are depreciated to nil value.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items. Cost is represented by purchase price.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Notes to the Financial Statements - continued
for the Year Ended 30 June 2017

2. **ACCOUNTING POLICIES - continued**

Hire purchase and leasing commitments

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis.

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Provisions

Provisions are recognised when the company has a legal or constructive obligation as a result of a past event, it is probable that an outflow of resources will be required to settle the obligation, and the amount has been reliably estimated. Provisions are not recognised for future operating losses. Provisions are discounted where the time value of money is material.

Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one item included in the same class of obligations may be small.

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 9 (2016 - 9) .

4. **TANGIBLE FIXED ASSETS**

	Freehold property £	Long leasehold £	Plant and machinery £
COST			
At 1 July 2016	350,825	30,633	53,300
Additions	-	-	8,995
At 30 June 2017	<u>350,825</u>	<u>30,633</u>	<u>62,295</u>
DEPRECIATION			
At 1 July 2016	24,258	30,633	22,913
Charge for year	-	-	4,274
At 30 June 2017	<u>24,258</u>	<u>30,633</u>	<u>27,187</u>
NET BOOK VALUE			
At 30 June 2017	<u>326,567</u>	<u>-</u>	<u>35,108</u>
At 30 June 2016	<u>326,567</u>	<u>-</u>	<u>30,387</u>

Notes to the Financial Statements - continued
for the Year Ended 30 June 2017

4. **TANGIBLE FIXED ASSETS - continued**

	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 July 2016	21,895	6,885	463,538
Additions	<u>1,000</u>	<u>-</u>	<u>9,995</u>
At 30 June 2017	<u>22,895</u>	<u>6,885</u>	<u>473,533</u>
DEPRECIATION			
At 1 July 2016	6,857	4,683	89,344
Charge for year	<u>3,906</u>	<u>513</u>	<u>8,693</u>
At 30 June 2017	<u>10,763</u>	<u>5,196</u>	<u>98,037</u>
NET BOOK VALUE			
At 30 June 2017	<u>12,132</u>	<u>1,689</u>	<u>375,496</u>
At 30 June 2016	<u>15,038</u>	<u>2,202</u>	<u>374,194</u>

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Motor vehicles £
COST	
At 1 July 2016 and 30 June 2017	<u>21,895</u>
DEPRECIATION	
At 1 July 2016	6,857
Charge for year	<u>3,760</u>
At 30 June 2017	<u>10,617</u>
NET BOOK VALUE	
At 30 June 2017	<u>11,278</u>
At 30 June 2016	<u>15,038</u>

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

	30.6.17 £	30.6.16 £
Trade debtors	<u>60,931</u>	<u>70,347</u>

Notes to the Financial Statements - continued
for the Year Ended 30 June 2017

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30.6.17	30.6.16
	£	£
Bank loans and overdrafts	7,903	7,675
Hire purchase contracts	4,375	4,375
Trade creditors	15,669	13,576
Tax	28,646	33,149
Social security and other taxes	883	920
VAT	25,179	26,459
Directors' current accounts	23,420	39,415
Accrued expenses	3,348	1,315
	<u>109,423</u>	<u>126,884</u>

7. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	30.6.17	30.6.16
	£	£
Bank loans - 1-2 years	7,903	7,675
Bank loans - 2-5 years	23,709	23,024
Bank loans more 5 yr by instal	29,873	38,917
Hire purchase contracts	2,917	7,292
	<u>64,402</u>	<u>76,908</u>

Amounts falling due in more than five years:

Repayable by instalments		
Bank loans more 5 yr by instal	<u>29,873</u>	<u>38,917</u>

8. SECURED DEBTS

The following secured debts are included within creditors:

	30.6.17	30.6.16
	£	£
Bank loans	69,388	77,291
Hire purchase contracts	7,292	11,667
	<u>76,680</u>	<u>88,958</u>

The bank overdraft is secured by a floating charge over the assets of the company.

The bank also holds standard securities over Leafield Cottage, 4 & 5 Aspen Court and 14-16 West High Street, Crieff.

The hire purchase creditors are secured over the assets concerned.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.