

Company Registration No. SC109788 (Scotland)

**SHERIFFMILL MOTOR COMPANY
LIMITED**

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 MARCH 2019

PAGES FOR FILING WITH REGISTRAR

SHERIFFMILL MOTOR COMPANY LIMITED

COMPANY INFORMATION

Directors	G A Scott S F Scott K Royan P D Scott C S Scott R A Faulkner
Secretary	R A Faulkner
Company number	SC109788
Registered office	Commerce House South Street ELGIN IV30 1JE
Accountants	Johnston Carmichael LLP Commerce House South Street ELGIN IV30 1JE

SHERIFFMILL MOTOR COMPANY LIMITED

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SHERIFFMILL MOTOR COMPANY LIMITED

BALANCE SHEET

AS AT 30 MARCH 2019

	Notes	2019 £	£	2018 £	£
Fixed assets					
Tangible assets	3		687,146		701,528
Current assets					
Stocks		97,144		59,355	
Debtors	4	943,484		834,092	
Cash at bank and in hand		143,215		290,005	
		<u>1,183,843</u>		<u>1,183,452</u>	
Creditors: amounts falling due within one year	5	<u>(257,059)</u>		<u>(266,481)</u>	
Net current assets			926,784		916,971
Total assets less current liabilities			<u>1,613,930</u>		<u>1,618,499</u>
Creditors: amounts falling due after more than one year	6		(49,947)		(61,316)
Provisions for liabilities					
Deferred tax liability		103,474		93,027	
		<u>(103,474)</u>		<u>(93,027)</u>	
Net assets			<u>1,460,509</u>		<u>1,464,156</u>
Capital and reserves					
Called up share capital	7		100,000		100,000
Profit and loss reserves			1,360,509		1,364,156
Total equity			<u>1,460,509</u>		<u>1,464,156</u>

SHERIFFMILL MOTOR COMPANY LIMITED

BALANCE SHEET (CONTINUED)

AS AT 30 MARCH 2019

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

For the financial year ended 30 March 2019 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the board of directors and authorised for issue on 21 October 2019 and are signed on its behalf by:

R A Faulkner
Director

Company Registration No. SC109788

SHERIFFMILL MOTOR COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 MARCH 2019

1 Accounting policies

Company information

Sheriffmill Motor Company Limited is a private company limited by shares incorporated in Scotland. The registered office is Commerce House, South Street, Elgin, IV30 1JE and the business address is Sheriffmill Garage, Sheriffmill Road, Elgin, IV30 6UH.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland, Section 1A applicable to Small Entities" ("FRS 102 Section 1A") and the requirements of the Companies Act 2006.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Turnover

Turnover represents amounts receivable for provision of garage services net of VAT and trade discounts.

Revenue from the provision of garage services is recognised at the point of completion of performance.

1.3 Tangible fixed assets

Tangible fixed assets other than freehold land are measured at cost, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost of assets less their residual values over their useful lives on the following bases:

Land	- not depreciated
Plant and machinery	- 15% straight line
Fixtures, fittings and equipment	- 20 to 25% straight line
Motor vehicles	- 10 to 20% reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

1.4 Stocks

Stocks and work in progress are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials on a first in first out basis and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition.

Stocks held for distribution at no or nominal consideration are measured at cost, adjusted where applicable for any loss of service potential.

At each reporting date, an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in profit or loss.

1.5 Cash at bank and in hand

Cash and cash equivalents include cash in hand and deposits held at call with banks.

SHERIFFMILL MOTOR COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2019

1 Accounting policies

(Continued)

1.6 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Basic financial assets

Basic financial assets, which include trade and other receivables, loans to group companies and cash and bank balances, are measured at transaction price.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including trade and other payables are recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less.

1.7 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when the company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

SHERIFFMILL MOTOR COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2019

1 Accounting policies

(Continued)

1.8 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

1.9 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.10 Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessees. All other leases are classified as operating leases.

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the balance sheet as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to the profit and loss account so as to produce a constant periodic rate of interest on the remaining balance of the liability.

Rentals payable under operating leases, including any lease incentives received, are charged to income on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the lease asset are consumed.

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was 24 (2018 - 24).

3 Tangible fixed assets

	Land and buildings	Plant and machinery etc	Total
	£	£	£
Cost			
At 31 March 2018	60,000	1,245,077	1,305,077
Additions	-	73,239	73,239
At 30 March 2019	60,000	1,318,316	1,378,316
Depreciation			
At 31 March 2018	-	603,549	603,549
Depreciation charged in the year	-	87,621	87,621
At 30 March 2019	-	691,170	691,170
Carrying amount			
At 30 March 2019	60,000	627,146	687,146
At 30 March 2018	60,000	641,528	701,528

SHERIFFMILL MOTOR COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2019

4 Debtors	2019	2018
	£	£
Amounts falling due within one year:		
Trade debtors	173,120	178,307
Amounts owed by group undertakings	732,606	625,265
Other debtors	37,758	30,520
	<u>943,484</u>	<u>834,092</u>

5 Creditors: amounts falling due within one year	2019	2018
	£	£
Trade creditors	133,404	111,435
Corporation tax	287	-
Other taxation and social security	71,344	54,185
Other creditors	52,024	100,861
	<u>257,059</u>	<u>266,481</u>

Net obligations under hire purchase contracts of £42,384 (2018 - £63,940) are secured over the assets which the agreements relate to.

6 Creditors: amounts falling due after more than one year	2019	2018
	£	£
Other creditors	49,947	61,316
	<u>49,947</u>	<u>61,316</u>

Net obligations under hire purchase contracts of £49,947 (2018 - £61,316) are secured over the assets which the agreements relate to.

7 Called up share capital	2019	2018
	£	£
Ordinary share capital		
Issued and fully paid		
100,000 Ordinary shares of £1 each	100,000	100,000
	<u>100,000</u>	<u>100,000</u>

8 Financial commitments, guarantees and contingent liabilities

The company has provided the group's bankers with cross guarantees over the borrowings of other group companies. At the year end this amounted to £631,026 (2018 - £702,285). The bank holds two floating charges over the assets and undertakings of the company.

SHERIFFMILL MOTOR COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2019

9 Operating lease commitments

Lessee

At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, as follows:

	2019 £	2018 £
Within one year	50,000	50,000
Between two and five years	200,000	200,000
In over five years	379,166	429,166
	<u>629,166</u>	<u>679,166</u>

Amounts included as repayable in greater than 5 years includes amounts due on a lease due to expire in 2031.

10 Related party transactions

Transactions with related parties

	Rental expense	
	2019 £	2018 £
Other related parties	50,000	50,000
	<u>50,000</u>	<u>50,000</u>

The following amounts were outstanding at the reporting end date:

	Amounts owed to related parties	
	2019 £	2018 £
Key management personnel	3,057	9,541
	<u>3,057</u>	<u>9,541</u>

No guarantees have been given or received.

The Company has taken advantage of the exemption with FRS 102 Section 33 paragraph 33.1A, not to disclose transactions entered into between two or more members of the group, as the company is a wholly owned subsidiary of the group to which it is party to the transactions.

SHERIFFMILL MOTOR COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2019

11 Parent company

The company's immediate and ultimate parent company is Ryalsting Limited, a company registered in Scotland which is jointly controlled by the directors Mr G A Scott and Mrs S F Scott.

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.