

COMPANY REGISTRATION NUMBER: SC090886

**PENKILN SAWMILL COMPANY LIMITED
ANNUAL REPORT AND UNAUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023**

PENKILN SAWMILL COMPANY LIMITED

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PENKILN SAWMILL COMPANY LIMITED

BALANCE SHEET AS AT 30 JUNE 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible assets	<u>4</u>	145,382	175,048
Other financial assets	<u>5</u>	36,455	35,700
		<u>181,837</u>	<u>210,748</u>
Current assets			
Stocks	<u>6</u>	136,808	134,308
Debtors	<u>7</u>	325,731	311,949
Cash at bank and in hand		<u>441,722</u>	<u>115,104</u>
		904,261	561,361
Creditors: Amounts falling due within one year	<u>8</u>	<u>(740,468)</u>	<u>(398,289)</u>
Net current assets		<u>163,793</u>	<u>163,072</u>
Total assets less current liabilities		345,630	373,820
Provisions for liabilities		<u>(21,012)</u>	<u>(14,456)</u>
Net assets		<u>324,618</u>	<u>359,364</u>
Capital and reserves			
Called up share capital		16,000	16,000
Capital redemption reserve		8,000	8,000
Retained earnings		<u>300,618</u>	<u>335,364</u>
Shareholders' funds		<u>324,618</u>	<u>359,364</u>

The notes on pages 3 to 8 form an integral part of these financial statements.

PENKILN SAWMILL COMPANY LIMITED

BALANCE SHEET AS AT 30 JUNE 2023 (CONTINUED)

For the financial year ending 30 June 2023 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 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.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime. As permitted by section 444 (5A) of the Companies Act 2006, the director has not delivered to the registrar a copy of the Profit and Loss Account.

Company registration number: SC090886

Approved and authorised by the director on 27 February 2024

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Mr E D Dewar
Director

PENKILN SAWMILL COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023

1 GENERAL INFORMATION

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

The address of its registered office is:

51 Newall Terrace

Dumfries

DG1 1LN

These financial statements were authorised for issue by the director on 27 February 2024.

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

The financial statements have been prepared on the historical cost basis and in accordance with the applicable accounting standards.

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

Judgements and key sources of uncertainty and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Actual results may differ from these estimates.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales, value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

Interest received or receivable is recognised as it becomes due.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023 (CONTINUED)

2 ACCOUNTING POLICIES (continued)

Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current corporation tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

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

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

Tangible assets

Tangible assets are stated in the balance sheet 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
Plant and Machinery	25% straight line
Motor Vehicles	25% reducing balance
Office Equipment	25% straight line
Leasehold Property Improvements	10% reducing balance

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.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023 (CONTINUED)

2 ACCOUNTING POLICIES (continued)

Financial instruments

A financial asset or a financial liability is recognised only when the company becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the transaction price.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised in profit or loss immediately.

Any reversals of impairment are recognised in profit or loss immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

3 STAFF NUMBERS

The average number of persons employed by the company (including the director) during the year, was 9 (2022 - 10).

PENKILN SAWMILL COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023 (CONTINUED)

4 TANGIBLE ASSETS

	Leasehold Property Improvements £	Office Equipment £	Motor Vehicles £	Plant and Machinery £	Total £
Cost or valuation					
At 1 July 2022	247,273	22,365	81,798	648,953	1,000,389
Additions	-	-	-	30,193	30,193
Disposals	-	-	-	(15,260)	(15,260)
At 30 June 2023	247,273	22,365	81,798	663,886	1,015,322
Depreciation					
At 1 July 2022	208,615	22,365	45,385	548,978	825,343
Charge for the year	3,866	-	9,104	43,263	56,233
Eliminated on disposal	-	-	-	(11,636)	(11,636)
At 30 June 2023	212,481	22,365	54,489	580,605	869,940
Carrying amount					
At 30 June 2023	34,792	-	27,309	83,281	145,382
At 30 June 2022	38,658	-	36,414	99,976	175,048

PENKILN SAWMILL COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023 (CONTINUED)

5 INVESTMENTS

	Financial assets at cost less impairment £	Total £
Non-current financial assets		
Cost or valuation		
At 1 July 2022	35,700	35,700
Revaluations	755	755
At 30 June 2023	36,455	36,455
Carrying amount		
At 30 June 2023	36,455	36,455

6 STOCKS

	2023 £	2022 £
Stocks	136,808	134,308

7 DEBTORS

	2023 £	2022 £
Current		
Trade debtors	231,962	257,822
Amounts owed by related parties	34,300	29,300
Prepayments	27,848	24,827
Other debtors	31,621	-
	325,731	311,949

PENKILN SAWMILL COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2023 (CONTINUED)

8 CREDITORS

Creditors: amounts falling due within one year

	Note	2023 £	2022 £
Due within one year			
Trade creditors		305,151	95,539
Amounts owed to group undertakings		67,300	37,900
Taxation and social security		28,411	40,194
Accruals and deferred income		92,248	27,603
Other creditors		<u>247,358</u>	<u>197,053</u>
		<u>740,468</u>	<u>398,289</u>

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.