

MAKEIN AND MCNAB LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2018

MAKEIN AND MCNAB LIMITED

COMPANY INFORMATION

Directors	J A D Makein J J Makein G J Makein R Makein
Company secretary	Mrs J J Makein
Registered number	SC111020
Registered office	9 Riverside Court Coal Road Cupar Fife KY15 5JY
Accountants	EQ Accountants LLP Chartered Accountants 58 Bonnygate Cupar Fife KY15 4LD

**REPORT TO THE DIRECTORS ON THE PREPARATION OF THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF
MAKEIN AND MCNAB LIMITED
FOR THE YEAR ENDED 30 APRIL 2018**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Makein and McNab Limited for the year ended 30 April 2018 which comprise the Statement of financial position and the related notes from the Company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants of Scotland, we are subject to its ethical and other professional requirements which are detailed at <http://www.icas.com/technical-resources/framework-for-the-preparation-of-accounts-revised-january-2017>.

This report is made solely to the Board of directors of Makein and McNab Limited, as a body, in accordance with the terms of our engagement letter dated 06/05/17. Our work has been undertaken solely to prepare for your approval the financial statements of Makein and McNab Limited and state those matters that we have agreed to state to the Board of directors of Makein and McNab Limited, as a body, in this report in accordance with the requirements of the Institute of Chartered Accountants of Scotland as detailed at <http://www.icas.com/technical-resources/framework-for-the-preparation-of-accounts-revised-january-2017>. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Makein and McNab Limited and its Board of directors, as a body, for our work or for this report.

It is your duty to ensure that Makein and McNab Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit or loss of Makein and McNab Limited. You consider that Makein and McNab Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or review of the financial statements of Makein and McNab Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

EQ Accountants LLP

Chartered Accountants

58 Bonnygate

Cupar

Fife

KY15 4LD

6 September 2018

STATEMENT OF FINANCIAL POSITION
AS AT 30 APRIL 2018

		2018 £	2017 £
Fixed assets			
Tangible assets	4	<u>44,651</u>	<u>33,818</u>
		44,651	33,818
Current assets			
Stocks		2,750	3,000
Debtors: amounts falling due within one year	5	118,132	76,852
Cash at bank and in hand		<u>142,610</u>	<u>220,702</u>
		263,492	300,554
Creditors: amounts falling due within one year	6	<u>(102,407)</u>	<u>(86,013)</u>
Net current assets		<u>161,085</u>	<u>214,541</u>
Total assets less current liabilities		<u>205,736</u>	<u>248,359</u>
Creditors: amounts falling due after more than one year	7	-	(674)
Provisions for liabilities			
Deferred tax		<u>(8,085)</u>	<u>(5,489)</u>
		<u>(8,085)</u>	<u>(5,489)</u>
Net assets		<u><u>197,651</u></u>	<u><u>242,196</u></u>
Capital and reserves			
Called up share capital	8	7,832	7,832
Share premium account		7,830	7,830
Profit and loss account		<u>181,989</u>	<u>226,534</u>
		<u><u>197,651</u></u>	<u><u>242,196</u></u>

STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT 30 APRIL 2018

The directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.

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 financial statements 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 - small entities.

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

The Company has opted not to file the statement of income and retained earnings in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 6 September 2018.

J A D Makein
Director

The notes on pages 4 to 8 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2018

1. General information

Makein and McNab Limited is a private company, limited by shares, incorporated in Scotland with registration number SC111020. The registered office is 9 Riverside Court, Coal Road, Cupar, Fife, KY15 5JY.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

2.2 Revenue

Turnover is recognised to the extent that it is probable that the economic benefits will flow to the Company and the turnover can be reliably measured. Turnover is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. In respect of work which a contract for sale applies, turnover represents that part of the contract value attributable to the stage reached at the balance sheet date. Where no contract exists turnover represents the total sales value legally completed transactions in the period. The following criteria must also be met before turnover is recognised:

Rendering of services; Turnover from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of turnover can be measured reliably;
- it is probable that the Company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

2.3 Operating leases: the Company as lessee

Rentals paid under operating leases are charged to the Statement of income and retained earnings on a straight line basis over the lease term.

2.4 Pensions

Defined contribution pension plan

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in the Statement of income and retained earnings when they fall due. Amounts not paid are shown in accruals as a liability in the Statement of financial position. The assets of the plan are held separately from the Company in independently administered funds.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2018

2. Accounting policies (continued)

2.5 Current and deferred taxation

The tax expense for the year comprises current and deferred tax. Tax is recognised in the Statement of income and retained earnings, except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income 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 income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Statement of financial position date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

2.6 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, as follows:

Depreciation is provided on the following basis:

Plant and machinery	-	15% per annum of net book value
Motor vehicles	-	25% per annum of net book value
Fixtures and fittings	-	15% per annum of net book value
Computer equipment	-	33.33% of net book value

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of income and retained earnings.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2018**

2. Accounting policies (continued)

2.7 Stocks

Stocks are stated at the lower of cost and net realisable value, being the estimated selling price less costs to complete and sell. Cost is based on the cost of purchase on a first in, first out basis. Work in progress and finished goods include labour and attributable overheads.

At each reporting date, stocks are assessed for impairment. If stock is 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.

2.8 Financial instruments

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

2.9 Dividends

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid. Final equity dividends are recognised when approved by the shareholders at an annual general meeting.

3. Employees

The average monthly number of employees, including directors, during the year was 10 (2017 - 10).

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2018

4. Tangible fixed assets

	Plant and machinery £	Motor vehicles £	Fixtures and fittings £	Computer equipment £	Total £
Cost or valuation					
At 1 May 2017	54,467	77,166	3,502	11,184	146,319
Additions	-	25,738	1,826	-	27,564
Disposals	-	(20,966)	-	-	(20,966)
At 30 April 2018	54,467	81,938	5,328	11,184	152,917
Depreciation					
At 1 May 2017	48,141	51,283	2,432	10,645	112,501
Charge for the year on owned assets	952	12,226	435	397	14,010
Disposals	-	(18,245)	-	-	(18,245)
At 30 April 2018	49,093	45,264	2,867	11,042	108,266
Net book value					
At 30 April 2018	5,374	36,674	2,461	142	44,651
At 30 April 2017	6,326	25,883	1,070	539	33,818

5. Debtors

	2018 £	2017 £
Trade debtors	105,552	67,998
Other debtors	11,589	7,524
Prepayments and accrued income	991	1,330
	118,132	76,852

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2018

6. Creditors: Amounts falling due within one year

	2018 £	2017 £
Trade creditors	35,750	33,511
Other taxation and social security	22,678	8,156
Obligations under finance lease and hire purchase contracts	674	6,783
Other creditors	36,258	31,248
Accruals and deferred income	7,047	6,315
	<u>102,407</u>	<u>86,013</u>

7. Creditors: Amounts falling due after more than one year

	2018 £	2017 £
Net obligations under finance leases and hire purchase contracts	-	674
	<u>-</u>	<u>674</u>

8. Share capital

	2018 £	2017 £
Allotted, called up and fully paid		
7,832 (2017 - 7,832) Ordinary shares of £1 each shares of £1.00 each	<u>7,832</u>	<u>7,832</u>