

**CAIRN INDEPENDENT LIMITED**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MAY 2018**

## CAIRN INDEPENDENT LIMITED

### COMPANY INFORMATION

**Directors**

Mr J C Johnston  
Mrs A M Lumsden (resigned 1 February 2018)  
Mr R Young  
Mr J Dempsey (appointed 1 February 2018)  
Mr D C Harper (appointed 1 February 2018)

**Company secretary**

Mr R Young

**Registered number**

SC147311

**Registered office**

Priory View  
Victoria Road  
Kirkcaldy  
Fife  
KY1 2SA

**Accountants**

EQ Accountants LLP  
Chartered Accountants  
Pentland House  
Saltire Centre  
Glenrothes  
Fife  
KY6 2AH

STATEMENT OF FINANCIAL POSITION  
AS AT 31 MAY 2018

		2018 £	2017 £
<b>Fixed assets</b>			
Tangible assets	4	29,331	36,404
		<u>29,331</u>	<u>36,404</u>
<b>Current assets</b>			
Debtors: amounts falling due within one year	5	19,498	39,083
Cash at bank and in hand		99,981	78,719
		<u>119,479</u>	<u>117,802</u>
Creditors: amounts falling due within one year	6	(38,423)	(50,276)
		<u>81,056</u>	<u>67,526</u>
<b>Net current assets</b>		<u>81,056</u>	<u>67,526</u>
<b>Total assets less current liabilities</b>		<u>110,387</u>	<u>103,930</u>
<b>Provisions for liabilities</b>			
Deferred tax		(5,009)	(5,997)
		<u>(5,009)</u>	<u>(5,997)</u>
<b>Net assets</b>		<u><u>105,378</u></u>	<u><u>97,933</u></u>
<b>Capital and reserves</b>			
Called up share capital		10,666	10,666
Share premium account		2,666	2,666
Capital redemption reserve		7,000	7,000
Profit and loss account		85,046	77,601
		<u><u>105,378</u></u>	<u><u>97,933</u></u>

**STATEMENT OF FINANCIAL POSITION (CONTINUED)**  
**AS AT 31 MAY 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 by:

**Mr R Young**  
**Director**

**Mr J C Johnston**  
**Director**

**Mr J Dempsey**  
**Director**

**Mr D C Harper**  
**Director**

Date: 21 August 2018

The notes on pages 3 to 6 form part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MAY 2018**

**1. General information**

The company is limited by shares and incorporated in Scotland. The address of the registered office is Priory View, Victoria Road, Kirkcaldy, Fife, KY1 2SA. The company's principal activity is that of a financial advisor.

The financial statements are presented in sterling which is the functional currency of the company rounded to the nearest £.

**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 Turnover**

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. 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 31 MAY 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, on a reducing balance basis.

Depreciation is provided on the following basis:

Leasehold improvements	-	Over the period of the lease
Office equipment	-	25% reducing balance

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.

**2.7 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.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MAY 2018**

**2. Accounting policies (continued)**

**2.8 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 12 (2017 - 9).

**4. Tangible fixed assets**

	Leasehold improve- ments £	Office equipment £	Total £
<b>Cost or valuation</b>			
At 1 June 2017	19,188	47,911	67,099
At 31 May 2018	19,188	47,911	67,099
<b>Depreciation</b>			
At 1 June 2017	3,399	27,296	30,695
Charge for the year	1,919	5,154	7,073
At 31 May 2018	5,318	32,450	37,768
<b>Net book value</b>			
At 31 May 2018	13,870	15,461	29,331
<b>At 31 May 2017</b>	15,789	20,615	36,404

**5. Debtors**

	2018 £	2017 £
Trade debtors	2,000	9,595
Amounts owed by group undertakings	-	15,000
Other debtors	2,232	-
Prepayments and accrued income	15,266	14,488
	<u>19,498</u>	<u>39,083</u>

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MAY 2018**

**6. Creditors: Amounts falling due within one year**

	<b>2018</b>	<i>2017</i>
	<b>£</b>	<i>£</i>
Trade creditors	<b>140</b>	<i>4,285</i>
Other taxation and social security	<b>31,389</b>	<i>22,103</i>
Accruals and deferred income	<b>6,894</b>	<i>23,888</i>
	<b><u>38,423</u></b>	<i><u>50,276</u></i>

**7. Share capital**

	<b>2018</b>	<i>2017</i>
	<b>£</b>	<i>£</i>
<b>Allotted, called up and fully paid</b>		
10,666 Ordinary shares of £1 each	<b><u>10,666</u></b>	<i><u>10,666</u></i>

**8. Controlling party**

During the two years ended 31 May 2018, the ultimate parent company was Cairn Nexus Limited, a company incorporated in Scotland.