

**ANDERSON & SPENCE LIMITED**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 AUGUST 2018**

## ANDERSON & SPENCE LIMITED

### COMPANY INFORMATION

**Directors** Mr Brian Alexander Arris (resigned 10 October 2018)  
Mrs Fiona Arris

**Registered number** SC178848

**Registered office** 31 Fountainhall Road  
Aberdeen  
AB15 4EW

**Accountants** EQ Accountants LLP  
Chartered Accountants  
Westby  
64 West High Street  
Forfar  
Angus  
DD8 1BJ

STATEMENT OF FINANCIAL POSITION  
AS AT 31 AUGUST 2018

		2018 £	2017 £
<b>FIXED ASSETS</b>			
Tangible assets	4	64,037	61,090
		<u>64,037</u>	<u>61,090</u>
<b>CURRENT ASSETS</b>			
Stocks		51,834	60,521
Debtors: amounts falling due within one year	5	144,453	208,414
Cash at bank and in hand		352,272	200,172
		<u>548,559</u>	<u>469,107</u>
Creditors: amounts falling due within one year	6	(224,515)	(317,469)
<b>NET CURRENT ASSETS</b>		<u>324,044</u>	<u>151,638</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>388,081</u>	<u>212,728</u>
<b>PROVISIONS FOR LIABILITIES</b>			
Deferred tax		(8,705)	(7,716)
		<u>(8,705)</u>	<u>(7,716)</u>
<b>NET ASSETS</b>		<u><u>379,376</u></u>	<u><u>205,012</u></u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital		2	2
Profit and loss account		379,374	205,010
		<u><u>379,376</u></u>	<u><u>205,012</u></u>

**STATEMENT OF FINANCIAL POSITION (CONTINUED)**  
**AS AT 31 AUGUST 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 16 January 2019.

**Mrs Fiona Arris**  
**Director**

The notes on pages 3 to 7 form part of these financial statements.

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

**1. GENERAL INFORMATION**

The entity is a Limited Company, registered in Scotland, with the registered office situated at 31 Fountainhall Road, Aberdeen, AB15 4EW. The main trading address is Birch Way, Balmedie, AB23 8SJ.

**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:

**Sale of goods**

Turnover from the sale of goods is recognised when all of the following conditions are satisfied:

- the Company has transferred the significant risks and rewards of ownership to the buyer;
- the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of turnover can be measured reliably;
- it is probable that the Company will receive the consideration due under the transaction; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

**2.3 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 AUGUST 2018**

**2. ACCOUNTING POLICIES (continued)**

**2.4 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.

**2.5 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:

Tenants improvements	-	4.17%	straight line
Motor vehicles	-	25.00%	straight line
Fixtures and fittings	-	15.00%	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.

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

**2. ACCOUNTING POLICIES (continued)**

**2.6 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.

**2.7 PROVISIONS FOR LIABILITIES**

Provisions are made where an event has taken place that gives the Company a legal or constructive obligation that probably requires settlement by a transfer of economic benefit, and a reliable estimate can be made of the amount of the obligation.

Provisions are charged as an expense to the Statement of income and retained earnings in the year that the Company becomes aware of the obligation, and are measured at the best estimate at the Statement of financial position date of the expenditure required to settle the obligation, taking into account relevant risks and uncertainties.

When payments are eventually made, they are charged to the provision carried in the Statement of financial position.

**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 9 (2017 - 10).

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2018

4. TANGIBLE FIXED ASSETS

	Tenants improvements £	Motor vehicles £	Fixtures and fittings £	Total £
<b>COST OR VALUATION</b>				
At 1 September 2017	93,646	-	21,656	115,302
Additions	-	9,495	66	9,561
At 31 August 2018	93,646	9,495	21,722	124,863
<b>DEPRECIATION</b>				
At 1 September 2017	34,436	-	19,776	54,212
Charge for the year	3,947	2,374	293	6,614
At 31 August 2018	38,383	2,374	20,069	60,826
<b>NET BOOK VALUE</b>				
At 31 August 2018	55,263	7,121	1,653	64,037
<i>At 31 August 2017</i>	<i>59,210</i>	<i>-</i>	<i>1,880</i>	<i>61,090</i>

5. DEBTORS

	2018 £	2017 £
Trade debtors	114,620	161,143
Other debtors	25,709	43,904
Prepayments and accrued income	4,124	3,367
	<u>144,453</u>	<u>208,414</u>

6. CREDITORS: Amounts falling due within one year

	2018 £	2017 £
Trade creditors	175,084	246,486
Amounts owed to group undertakings	-	19,613
Other taxation and social security	42,096	43,401
Other creditors	820	1,214
Accruals and deferred income	6,515	6,755
	<u>224,515</u>	<u>317,469</u>



NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2018

7. SHARE CAPITAL

	2018 £	2017 £
Authorised, allotted, called up and fully paid		
2 (2017 - 2) Ordinary shares shares of 1.00 each	<u>2</u>	<u>2</u>

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