

MILNBANK LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2020

MILNBANK LIMITED

COMPANY INFORMATION

Directors	Mr A R Banks Mr W J Milne
Registered number	SC257927
Registered office	Unit 5 Station Place Forfar Angus DD8 3TB
Accountants	EQ Accountants LLP Chartered Accountants 14 City Quay Dundee DD1 3JA

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STATEMENT OF FINANCIAL POSITION
AS AT 30 APRIL 2020

			2020 £	2019 £
Fixed assets				
Tangible assets	5		75,672	99,841
Investment Property	6		849,755	-
			<u>925,427</u>	<u>99,841</u>
Current assets				
Stocks		-	849,755	
Debtors: amounts falling due within one year	7	303,996	542,592	
Cash at bank and in hand		340,353	142,945	
		<u>644,349</u>	<u>1,535,292</u>	
Creditors: amounts falling due within one year	8	(314,164)	(960,248)	
Net current assets			<u>330,185</u>	<u>575,044</u>
Total assets less current liabilities			<u>1,255,612</u>	<u>674,885</u>
Creditors: amounts falling due after more than one year	9		(402,873)	(29,942)
Provisions for liabilities				
Deferred tax		(14,378)	(18,970)	
		<u>(14,378)</u>	<u>(18,970)</u>	
Net assets			<u>838,361</u>	<u>625,973</u>
Capital and reserves				
Called up share capital	10		100	100
Profit and loss account			838,261	625,873
			<u>838,361</u>	<u>625,973</u>

STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT 30 APRIL 2020

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 the 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 7 April 2021.

Mr W J Milne
Director

The notes on pages 3 to 9 form part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2020**

1. General information

Milnbank Limited is a private company, limited by shares, registered in Scotland with registration number SC257927. The registered office is Unit 5, Station Place, Forfar, Angus, DD8 3TB.

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 Leased assets: the Company as lessee

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to profit or loss so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

2.4 Government grants

Grants are accounted under the accruals model as permitted by FRS 102. Grants relating to expenditure on tangible fixed assets are credited to profit or loss at the same rate as the depreciation on the assets to which the grant relates. The deferred element of grants is included in creditors as deferred income.

Grants of a revenue nature are recognised in the Statement of income and retained earnings in the same period as the related expenditure.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 APRIL 2020

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 profit or loss 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 the following basis.

Depreciation is provided on the following basis:

Plant and machinery	-	reducing balance
Motor vehicles	-	reducing balance
Fixtures and fittings	-	straight line

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 profit or loss.

2.7 Investment property

Investment property is carried at fair value determined annually by external valuers and derived from the current market rents and investment property yields for comparable real estate, adjusted if necessary for any difference in the nature, location or condition of the specific asset. No depreciation is provided. Changes in fair value are recognised in profit or loss.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2020**

2. Accounting policies (continued)

2.8 Stocks

Stocks are valued at cost of purchase including 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.

2.9 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 22 (2019 - 20).

4. Government grants

Included within other income are revenue grants relating to the following Government schemes:

	2020 £
CJRS	38,794
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	38,794
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2020

5. Tangible fixed assets

	Plant and machinery £	Motor vehicles £	Fixtures and fittings £	Total £
Cost or valuation				
At 1 May 2019	90,319	236,006	7,922	334,247
Additions	2,600	-	-	2,600
Disposals	-	(36,545)	-	(36,545)
At 30 April 2020	92,919	199,461	7,922	300,302
Depreciation				
At 1 May 2019	73,162	153,710	7,534	234,406
Charge for the year on owned assets	3,949	19,876	140	23,965
Disposals	-	(33,741)	-	(33,741)
At 30 April 2020	77,111	139,845	7,674	224,630
Net book value				
At 30 April 2020	15,808	59,616	248	75,672
At 30 April 2019	17,157	82,296	388	99,841

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2020**

6. Investment property

	Freehold investment property £
Valuation	
Additions at cost	849,755
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At 30 April 2020	849,755
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The properties were transferred to Investment Property at their original cost. The directors consider that this cost is consistent with the current market value.

7. Debtors

	2020 £	2019 £
Trade debtors	126,298	145,784
Other debtors	177,271	396,304
Prepayments and accrued income	427	504
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	303,996	542,592
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8. Creditors: Amounts falling due within one year

	2020 £	2019 £
Bank loans	7,330	595,000
Trade creditors	146,186	263,162
Other taxation and social security	125,134	63,184
Obligations under finance lease and hire purchase contracts	20,100	25,140
Other creditors	6,643	6,538
Accruals and deferred income	8,771	7,224
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	314,164	960,248
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Hire purchase liabilities are secured over the assets to which they relate.

The business refinanced during the year. Bank loans are secured over the properties held within work in progress.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2020

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

	2020 £	2019 £
Bank loans	393,030	-
Net obligations under finance leases and hire purchase contracts	9,843	29,942
	<u>402,873</u>	<u>29,942</u>

Hire purchase liabilities are secured over the assets to which they relate.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2020

10. Share capital

	2020 £	2019 £
Allotted, called up and fully paid		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

11. Transactions with directors

At the end of the year, a balance of £540 was due from the company to A R Banks (2019 - £nil).

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.