

MILNBANK LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2018

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 2018

		2018 £	2017 £
Fixed assets			
Tangible assets	4	107,522	86,314
		<u>107,522</u>	<u>86,314</u>
Current assets			
Stocks		849,755	849,755
Debtors: amounts falling due within one year	5	543,242	549,690
Cash at bank and in hand		100,551	56,937
		<u>1,493,548</u>	<u>1,456,382</u>
Creditors: amounts falling due within one year	6	(408,648)	(467,055)
Net current assets		<u>1,084,900</u>	<u>989,327</u>
Total assets less current liabilities		<u>1,192,422</u>	<u>1,075,641</u>
Creditors: amounts falling due after more than one year	7	(600,711)	(623,419)
Provisions for liabilities			
Deferred tax		(20,429)	(13,955)
Other provisions		(11,071)	-
		<u>(31,500)</u>	<u>(13,955)</u>
Net assets		<u><u>560,211</u></u>	<u><u>438,267</u></u>
Capital and reserves			
Called up share capital		100	100
Profit and loss account		560,111	438,167
		<u><u>560,211</u></u>	<u><u>438,267</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 29 January 2019.

Mr W J Milne
Director

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

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

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 the Statement of income and retained earnings so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 APRIL 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, on the following basis.

Depreciation is provided on the following basis:

Plant and machinery	-	20%	reducing balance
Motor vehicles	-	25%	reducing balance
Fixtures and fittings	-	20%	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 the Statement of income and retained earnings.

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

2. Accounting policies (continued)

2.6 Stocks

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads. Revenue and attributable profit are recognised on long term contracts if the profitable outcome of such contracts can be ascertained with reasonable clarity.

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.

3. Employees

The average monthly number of employees, including directors, during the year was 19 (2017 - 19).

4. Tangible fixed assets

	Plant and machinery £	Motor vehicles £	Fixtures and fittings £	Total £
Cost or valuation				
At 1 May 2017	89,259	185,018	7,374	281,651
Additions	1,060	59,558	398	61,016
Disposals	-	(17,965)	-	(17,965)
At 30 April 2018	90,319	226,611	7,772	324,702
Depreciation				
At 1 May 2017	63,513	124,784	7,040	195,337
Charge for the year on owned assets	5,361	28,531	232	34,124
Disposals	-	(12,281)	-	(12,281)
At 30 April 2018	68,874	141,034	7,272	217,180
Net book value				
At 30 April 2018	21,445	85,577	500	107,522
At 30 April 2017	25,746	60,234	334	86,314

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

5. Debtors

	2018 £	2017 £
Trade debtors	146,525	115,536
Other debtors	396,304	434,154
Prepayments and accrued income	413	-
	<u>543,242</u>	<u>549,690</u>

6. Creditors: Amounts falling due within one year

	2018 £	2017 £
Bank loans	40,000	40,000
Trade creditors	259,469	368,517
Other taxation and social security	66,643	9,780
Obligations under hire purchase contracts	27,454	21,911
Other creditors	1,707	1,320
Accruals and deferred income	13,375	25,527
	<u>408,648</u>	<u>467,055</u>

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

	2018 £	2017 £
Bank loans	565,000	605,000
Net obligations under hire purchase contracts	35,711	18,419
	<u>600,711</u>	<u>623,419</u>

8. Secured creditors

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

The bank loan of £605,000 is secured over the properties held in the work in progress.

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

9. Provisions

	Provision for bad debt £
Charged to profit or loss	11,071
At 30 April 2018	<u>11,071</u>

10. Share capital

	2018 £	<i>2017 £</i>
Allotted, called up and fully paid		
100 (2017 - 100) Ordinary shares of £1 each	<u>100</u>	<i><u>100</u></i>

11. Transactions with directors

During the year, W J Milne repaid £18,000 to the company leaving a debtor due to the company from the director of £540 (2017 - £18,540). This balance is included in the other debtors balance.