

ANDERSON BUTCHERS LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021

ANDERSON BUTCHERS LIMITED

COMPANY INFORMATION

DIRECTORS Mr I A Anderson
Mrs R S Anderson

COMPANY SECRETARY I A Anderson

REGISTERED NUMBER SC268128

REGISTERED OFFICE Westby
64 West High Street
Forfar
Angus
DD8 1BJ

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

STATEMENT OF FINANCIAL POSITION
AS AT 31 JANUARY 2021

	Note	2021 £	2020 £
FIXED ASSETS			
Tangible assets	4	242,967	242,049
Investments	5	200	200
Investment property	6	218,134	218,134
		<u>461,301</u>	<u>460,383</u>
CURRENT ASSETS			
Stocks		46,703	49,441
Debtors: amounts falling due within one year	7	288,225	257,844
Cash at bank and in hand		26,432	12,669
		<u>361,360</u>	<u>319,954</u>
Creditors: amounts falling due within one year	8	(369,700)	(388,674)
		<u>(8,340)</u>	<u>(68,720)</u>
NET CURRENT LIABILITIES			
		<u>(8,340)</u>	<u>(68,720)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			
		<u>452,961</u>	<u>391,663</u>
Creditors: amounts falling due after more than one year	9	(347,250)	(312,805)
PROVISIONS FOR LIABILITIES			
Deferred taxation		(12,528)	(13,374)
		<u>(12,528)</u>	<u>(13,374)</u>
NET ASSETS			
		<u>93,183</u>	<u>65,484</u>
CAPITAL AND RESERVES			
Called up share capital		100	100
Profit and loss account		93,083	65,384
		<u>93,183</u>	<u>65,484</u>

STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT 31 JANUARY 2021

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 14 June 2021.

Mrs R S Anderson
Director

The notes on pages 3 to 8 form part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021**

1. GENERAL INFORMATION

Anderson Butchers Limited is a private company, limited by shares, incorporated in Scotland with

registration number SC268128. The registered office is Westby, 64 West High Street, Forfar, Angus, DD8 1BJ. The principal place of business is 49-53 Commercial Road, Lerwick, Shetland, ZE1 0NJ.

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 OPERATING LEASES: THE COMPANY AS LESSEE

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the lease term, unless another systematic basis is representative of the time pattern of the lessee's benefit from the use of the leased asset.

The Company has taken advantage of the optional exemption available on transition to FRS 102 which allows lease incentives on leases entered into before the date of transition to the standard 01 February 2019 to continue to be charged over the period to the first market rent review rather than the term of the lease.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021

2. ACCOUNTING POLICIES (CONTINUED)

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.

During the year the business was in receipt of the following revenue grants in relation to the COVID-19 pandemic:

Coronavirus Job Retention Scheme (CJRS) which is recognised when receivable.

Shetland Islands Council Business Support Grants and Coronavirus Statutory Sick Pay Grant recognised in full when received.

Bounceback loan interest paid in first year by the Government, accrued into period which the interest relates to.

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.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021

2. ACCOUNTING POLICIES (CONTINUED)

2.6 TANGIBLE FIXED ASSETS (continued)

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:

Plant & machinery	-
	12.5% reducing balance
Delivery Vans	-
	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 profit or loss.

2.7 INVESTMENT PROPERTY

Investment property is carried at fair value determined annually by the directors 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 the Statement of comprehensive income.

2.8 VALUATION OF INVESTMENTS

Investments in subsidiaries are measured at cost less accumulated impairment.

2.9 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.

2.10 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 ordinary shares.

3. EMPLOYEES

The average monthly number of employees, including directors, during the year was 39 (2020 - 38).

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021

4. TANGIBLE FIXED ASSETS

	Heritable property £	Plant & machinery £	Delivery vans £	Total £
COST OR VALUATION				
At 1 February 2020	190,775	72,303	23,152	286,230
Additions	-	10,495	-	10,495
At 31 January 2021	190,775	82,798	23,152	296,725
DEPRECIATION				
At 1 February 2020	-	35,847	8,334	44,181
Charge for the year on owned assets	-	5,873	3,704	9,577
At 31 January 2021	-	41,720	12,038	53,758
NET BOOK VALUE				
At 31 January 2021	190,775	41,078	11,114	242,967
<i>At 31 January 2020</i>	<i>190,775</i>	<i>36,456</i>	<i>14,818</i>	<i>242,049</i>

5. FIXED ASSET INVESTMENTS

	Investments in subsidiary companies £
COST OR VALUATION	
At 1 February 2020	200
At 31 January 2021	200

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021

6. INVESTMENT PROPERTY

	Investment property £
VALUATION	
At 1 February 2020	218,134
AT 31 JANUARY 2021	218,134

The 2021 valuations were made by the directors, on an open market value for existing use basis.

7. DEBTORS

	2021 £	2020 £
Trade debtors	90,700	94,592
Prepayments and accrued income	289	275
Other debtors	24,078	11,775
Amounts owed by group undertakings	173,158	151,202
	288,225	257,844

8. CREDITORS: Amounts falling due within one year

	2021 £	2020 £
Bank overdrafts	50,827	52,979
Trade creditors	167,213	231,779
Accruals and deferred income	15,832	5,870
Other taxation and social security	6,284	5,037
Obligations under finance lease and hire purchase contracts	4,374	4,374
Bank term loans	24,285	19,962
Other loans	100,885	68,673
	369,700	388,674

The company granted standard and floating charges in favour of the Royal Bank of Scotland plc over all of its property, undertakings, assets and rights owned now or in the future.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021

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

	2021 £	2020 £
Net obligations under finance leases and hire purchase contracts	8,383	12,757
Bank term loans	338,867	300,048
	<u>347,250</u>	<u>312,805</u>

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