

**MORHAM & BROTCHE LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

Beyond the Numbers Ltd

Chartered Accountants

Morham & Brotchie Limited
Unaudited Financial Statements
For The Year Ended 31 December 2020

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Morham & Brotchie Limited
Balance Sheet
As at 31 December 2020

Registered number: SC312800

		2020		2019	
	Notes	£	£	£	£
FIXED ASSETS					
Intangible Assets	3		148,125		170,625
Tangible Assets	4		21,374		24,909
			<u>169,499</u>		<u>195,534</u>
CURRENT ASSETS					
Stocks	5	41,750		62,091	
Debtors	6	150,401		127,413	
Cash at bank and in hand		52,289		77,390	
		<u>244,440</u>		<u>266,894</u>	
Creditors: Amounts Falling Due Within One Year	7	(123,457)		(110,122)	
		<u></u>		<u></u>	
NET CURRENT ASSETS (LIABILITIES)			<u>120,983</u>		<u>156,772</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>290,482</u>		<u>352,306</u>
Creditors: Amounts Falling Due After More Than One Year	8		(142,348)		(148,348)
			<u></u>		<u></u>
NET ASSETS			<u>148,134</u>		<u>203,958</u>
CAPITAL AND RESERVES					
Called up share capital	10	1,000		1,000	
Profit and Loss Account		147,134		202,958	
			<u>148,134</u>		<u>203,958</u>
SHAREHOLDERS' FUNDS			<u>148,134</u>		<u>203,958</u>

Morham & Brotchie Limited
Balance Sheet (continued)
As at 31 December 2020

For the year ending 31 December 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.
- These accounts have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime.
- The company has taken advantage of section 444(1) of the Companies Act 2006 and opted not to deliver to the registrar a copy of the company's Profit and Loss Account.

On behalf of the board

Mr Alan Harper

Director

19 April 2021

Mr Ewan Slight

Director

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

Morham & Brotchie Limited
Notes to the Financial Statements
For The Year Ended 31 December 2020

1. Accounting Policies

1.1. Basis of Preparation of Financial Statements

The financial statements are prepared under the historical cost convention and in accordance with the FRS 102 Section 1A Small Entities - The Financial Reporting Standard applicable in the UK and Republic of Ireland and the Companies Act 2006.

1.2. Turnover

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the sale of goods and from the rendering of services. Turnover is reduced for estimated customer returns, rebates and other similar allowances.

Sale of goods

Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods has transferred to the buyer. This is usually at the point that the customer has signed for the delivery of the goods.

Rendering of services

Turnover from the rendering of services is recognised by reference to the stage of completion of the contract. The stage of completion of a contract is measured by comparing the costs incurred for work performed to date to the total estimated contract costs. Turnover is only recognised to the extent of recoverable expenses when the outcome of a contract cannot be estimated reliably.

1.3. Intangible Fixed Assets and Amortisation - Goodwill

Goodwill is the difference between amounts paid on the acquisition of a business and the fair value of the separable net assets. It is amortised to profit and loss account over its estimated economic life of years.

1.4. Tangible Fixed Assets and Depreciation

Tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. Depreciation is provided at rates calculated to write off the cost of the fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Plant & Machinery	25% reducing balance
Motor Vehicles	25% reducing balance
Fixtures & Fittings	25% reducing balance

1.5. Leasing and Hire Purchase Contracts

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired under finance leases are depreciated over the shorter of the lease term and their useful lives. Assets acquired under hire purchase contracts 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 the creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period. Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

1.6. Stocks and Work in Progress

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. Work-in-progress is reflected in the accounts on a contract by contract basis by recording turnover and related costs as contract activity progresses.

Morham & Brotchie Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 December 2020

1.7. Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the statement of comprehensive income because of items of income or expense that are taxable or deductible in other year and items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax is recognised on timing differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable timing differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible timing differences can be utilised. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. Deferred tax liabilities are presented within provisions for liabilities and deferred tax assets within debtors. The measurement of deferred tax liabilities and asset reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Current or deferred tax for the year is recognised in profit or loss, except when they related to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax is also recognised in other comprehensive income or directly in equity respectively.

2. Average Number of Employees

Average number of employees, including directors, during the year was as follows: 17 (2019: 19)

3. Intangible Assets

	Goodwill
	£
Cost	
As at 1 January 2020	450,000
As at 31 December 2020	450,000
Amortisation	
As at 1 January 2020	279,375
Provided during the period	22,500
As at 31 December 2020	301,875
Net Book Value	
As at 31 December 2020	148,125
As at 1 January 2020	170,625

Morham & Brotchie Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 December 2020

4. Tangible Assets

	Plant & Machinery	Motor Vehicles	Fixtures & Fittings	Total
	£	£	£	£
Cost				
As at 1 January 2020	24,948	40,983	17,299	83,230
Additions	1,899	-	1,335	3,234
As at 31 December 2020	26,847	40,983	18,634	86,464
Depreciation				
As at 1 January 2020	18,332	29,779	10,210	58,321
Provided during the period	1,907	2,801	2,061	6,769
As at 31 December 2020	20,239	32,580	12,271	65,090
Net Book Value				
As at 31 December 2020	6,608	8,403	6,363	21,374
As at 1 January 2020	6,616	11,204	7,089	24,909

5. Stocks

	2020	2019
	£	£
Stock - work in progress	41,750	62,091
	41,750	62,091

6. Debtors

	2020	2019
	£	£
Due within one year		
Trade debtors	147,734	124,987
Prepayments and accrued income	2,667	2,426
	150,401	127,413

Morham & Brothie Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 December 2020

7. Creditors: Amounts Falling Due Within One Year

	2020	2019
	£	£
Net obligations under finance lease and hire purchase contracts	-	1,690
Trade creditors	3,228	8,799
Corporation tax	-	8,508
Other taxes and social security	22,298	33,296
VAT	71,958	49,162
Other creditors	5,973	1,289
Other creditors (1)	-	4,801
Accruals and deferred income	20,000	2,577
	<u>123,457</u>	<u>110,122</u>

8. Creditors: Amounts Falling Due After More Than One Year

	2020	2019
	£	£
Directors loan account	142,348	148,348
	<u>142,348</u>	<u>148,348</u>

9. Obligations Under Finance Leases and Hire Purchase

	2020	2019
	£	£
The maturity of these amounts is as follows:		
Amounts Payable:		
Within one year	-	1,690
	<u>-</u>	<u>1,690</u>
	-	1,690
	<u>-</u>	<u>1,690</u>

10. Share Capital

	2020	2019
Allotted, Called up and fully paid	1,000	1,000
	<u>1,000</u>	<u>1,000</u>

11. General Information

Morham & Brothie Limited is a private company, limited by shares, incorporated in Scotland, registered number SC312800 . The registered office is 126 Calton Road, Edinburgh, Midlothian, EH8 8JQ.

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.