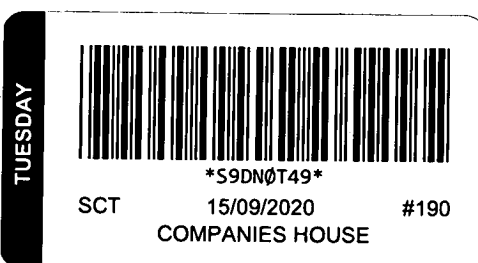


**AVONFIELD LIMITED**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 29 SEPTEMBER 2019**  
**PAGES FOR FILING WITH REGISTRAR**



# AVONFIELD LIMITED

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# AVONFIELD LIMITED

## BALANCE SHEET

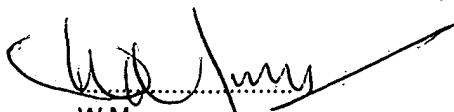
AS AT 29 SEPTEMBER 2019

	Notes	30 September 2019 £	£	30 September 2018 £	£
<b>Fixed assets</b>					
Tangible assets	4		526,027		447,862
<b>Current assets</b>					
Stocks		11,212		12,284	
Debtors	5	28,139		21,351	
Cash at bank and in hand		40,721		25,444	
		<u>80,072</u>		<u>59,079</u>	
<b>Creditors: amounts falling due within one year</b>	6	<u>(817,157)</u>		<u>(727,506)</u>	
<b>Net current liabilities</b>			<u>(737,085)</u>		<u>(668,427)</u>
<b>Total assets less current liabilities</b>			<u>(211,058)</u>		<u>(220,565)</u>
<b>Capital and reserves</b>					
Called up share capital	7	20,000		20,000	
Profit and loss reserves		<u>(231,058)</u>		<u>(240,565)</u>	
<b>Total deficit</b>			<u>(211,058)</u>		<u>(220,565)</u>

The director of the company has elected not to include a copy of the profit and loss account within the financial statements.

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved and signed by the director and authorised for issue on 9 September 2020.

  
W Munro  
Director

Company Registration No. SC379471

# AVONFIELD LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 29 SEPTEMBER 2019

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### 1 Accounting policies

#### Company information

Avonfield Limited is a private company limited by shares incorporated in Scotland. The registered office is 5 River Drive, Teaninich Industrial Estate, ALNESS, IV17 0PG.

#### 1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

#### 1.2 Going concern

At the date of approving the financial statements, the director continues to closely monitor the constantly changing risk of the global COVID-19 pandemic. The potential impact will depend on the length of the UK outbreak. Whilst ongoing trade relies on certain factors that remain uncertain, the company continues to be supported by the group and its director. The director is satisfied the company has access to sufficient working capital to allow it to continue to meet its liabilities as they fall due for a period of at least 12 months from the date of approval of these financial statements. Therefore the director deems it appropriate to continue to prepare the financial statements on a going concern basis.

#### 1.3 Turnover

Turnover is recognised at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

#### 1.4 Intangible fixed assets - goodwill

Intangible assets are recognised at cost less accumulated amortisation and impairment losses. Intangible assets are fully amortised.

#### 1.5 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost of assets less their residual values over their useful lives on the following bases:

Freehold buildings	2% straight line
Fixtures, fittings & equipment	20% reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit and loss.

#### 1.6 Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss.

# AVONFIELD LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 29 SEPTEMBER 2019

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### 1 Accounting policies

(Continued)

#### 1.7 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell.

At each reporting date an assessment is made for impairment.

#### 1.8 Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash at bank and in hand.

#### 1.9 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

##### **Basic financial assets**

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method. Financial assets classified as receivable within one year are not amortised.

##### **Impairment of financial assets**

Financial assets are assessed for indicators of impairment at each reporting end date.

##### **Derecognition of financial assets**

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the company transfers the financial asset and substantially all the risks and rewards of ownership to another entity.

##### **Basic financial liabilities**

Basic financial liabilities, including creditors and loans from fellow group companies, are initially recognised at transaction price and are subsequently carried at amortised cost, using the effective interest rate method. Financial liabilities classified as payable within one year are not amortised.

#### 1.10 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of transaction costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

#### 1.11 Taxation

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

##### **Current tax**

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes 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 reporting end date.

# AVONFIELD LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 29 SEPTEMBER 2019

### 1 Accounting policies

(Continued)

#### **Deferred tax**

Deferred tax is provided in full on timing differences which result in an obligation at the balance sheet date to pay more tax, or right to pay less tax, at a future date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in the financial statements. Deferred tax assets are recognised to the extent that it is regarded as more likely than not they will be recovered.

#### **1.12 Employee benefits**

The costs of short-term employee benefits are recognised as a liability and an expense.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

#### **1.13 Retirement benefits**

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

### 2 Employees

The average monthly number of persons (including directors) employed by the company during the year was 18 (2018 - 16).

### 3 Intangible fixed assets

	Goodwill £
<b>Cost</b>	
At 1 October 2018 and 30 September 2019	10,000
<b>Amortisation and impairment</b>	
At 1 October 2018 and 30 September 2019	10,000
<b>Carrying amount</b>	
At 30 September 2019	-
At 30 September 2018	-

# AVONFIELD LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 29 SEPTEMBER 2019

### 4 Tangible fixed assets

	Freehold buildings	Fixtures, fittings and equipment	Total
	£	£	£
<b>Cost</b>			
At 1 October 2018	398,257	148,293	546,550
Additions	-	94,368	94,368
At 30 September 2019	398,257	242,661	640,918
<b>Depreciation and impairment</b>			
At 1 October 2018	16,984	81,704	98,688
Depreciation charged in the year	965	15,238	16,203
At 30 September 2019	17,949	96,942	114,891
<b>Carrying amount</b>			
At 30 September 2019	380,308	145,719	526,027
At 30 September 2018	381,273	66,589	447,862

### 5 Debtors

	2019	2018
	£	£
<b>Amounts falling due within one year:</b>		
Trade debtors	5,312	5,372
Amounts owed by group undertakings	15,213	15,213
Other debtors	7,614	766
	28,139	21,351

### 6 Creditors: amounts falling due within one year

	2019	2018
	£	£
Trade creditors	36,747	10,010
Amounts owed to group undertakings	748,457	672,790
Taxation and social security	3,492	2,411
Other creditors	28,461	42,295
	817,157	727,506

# AVONFIELD LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 29 SEPTEMBER 2019

#### 7 Called up share capital

	2019	2018
	£	£
Ordinary share capital Issued and fully paid 20,000 Ordinary shares of £1 each	20,000	20,000

#### 8 Audit report information

As the profit and loss account has been omitted from the filing copy of the financial statements the following information in relation to the audit report on the statutory financial statements is provided in accordance with s444(5B) of the Companies Act 2006:

The auditor's report was unqualified.  
The senior statutory auditor was Jamie Waugh.  
The auditor was Johnston Carmichael LLP.

#### 9 Financial commitments, guarantees and contingent liabilities

The financial statements of the parent company, William Munro Construction (Highland) Limited, contain a loan from retirement benefit scheme of £120,000 included within creditors at 30 September 2019. The loan is secured by way of a standard security over the assets of both William Munro Construction (Highland) Limited and Avonfield Limited.

#### 10 Events after the reporting date

As highlighted in note 1.2, the emergence of the COVID-19 pandemic has introduced new risks and uncertainties to the business. However, those risks continue to be carefully monitored and action taken wherever possible to mitigate its effect on the business.

#### 11 Related party transactions

##### Transactions with related parties

The company has taken advantage of the exemption within FRS 102 Section 1A paragraph 1AC.35 from the requirement to disclose transactions with wholly owned group companies.

The following amounts were outstanding at the reporting end date:

	Amounts owed to related parties	
	2019	2018
	£	£
Other related parties	-	5,441



# **AVONFIELD LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

***FOR THE YEAR ENDED 29 SEPTEMBER 2019***

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### **12 Parent company**

The immediate and ultimate parent company is William Munro Construction (Highland) Limited, a company registered in Scotland, whose registered office is also 5 River Drive, Teaninich Industrial Estate, ALNESS, IV17 0PG. It has included the company in its group financial statements, copies of which are available from Companies House, 4th Floor, Edinburgh Quay 2, 139 Fountainbridge, Edinburgh, EH3 9FF. This is the smallest and largest group in which the results of this company are consolidated.