

Company registration number SC470064 (Scotland)

Alan Buchan Homes Limited
Unaudited financial statements
for the year ended 31 March 2023
Pages for filing with registrar

Alan Buchan Homes Limited

**Chartered Accountants' report to the board of directors on the preparation of the
unaudited statutory financial statements of Alan Buchan Homes Limited**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Alan Buchan Homes Limited for the year ended 31 March 2023 which comprise, the statement of financial position and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the ICAS we are subject to its ethical and other professional requirements which are detailed at

<https://www.icas.com/professional-resources/practice/support-and-guidance/framework-for-the-preparation-of-accounts-revised-june-2020>.

This report is made solely to the Board of Directors of Alan Buchan Homes Limited, as a body, in accordance with the terms of our engagement letter dated 8 April 2021. Our work has been undertaken solely to prepare for your approval the financial statements of Alan Buchan Homes Limited and state those matters that we have agreed to state to the Board of Directors of Alan Buchan Homes Limited, as a body, in this report in accordance with the requirements of the ICAS as detailed at

<https://www.icas.com/professional-resources/practice/support-and-guidance/framework-for-the-preparation-of-accounts-revised-june-2020>. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Alan Buchan Homes Limited and its Board of Directors as a body, for our work or for this report.

It is your duty to ensure that Alan Buchan Homes Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Alan Buchan Homes Limited. You consider that Alan Buchan Homes Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Alan Buchan Homes Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

James Milne
Chartered Accountants
Rosewood
Raemoir Road
Banchory
AB31 4ET

21 December 2023

Alan Buchan Homes Limited
Statement of financial position
at 31 March 2023

	Notes	£	2023 £	£	2022 £
Fixed assets					
Tangible assets	3		8,640		10,440
Investment properties	4		1,074,579		1,432,866
Investments	5		100		-
			<u>1,083,319</u>		<u>1,443,306</u>
Current assets					
Debtors		370,948		1,697	
Cash at bank and in hand		154,512		186,541	
		<u>525,460</u>		<u>188,238</u>	
Creditors: amounts falling due within one year		<u>(720,458)</u>		<u>(794,562)</u>	
Net current liabilities			<u>(194,998)</u>		<u>(606,324)</u>
Total assets less current liabilities			<u>888,321</u>		<u>836,982</u>
Creditors: amounts falling due after more than one year			<u>(315,784)</u>		<u>(324,646)</u>
Provisions for liabilities			<u>(48,640)</u>		<u>(36,518)</u>
Net assets			<u><u>523,897</u></u>		<u><u>475,818</u></u>
Capital and reserves					
Called up share capital			100,000		100,000
Other reserve			180,433		180,433
Profit and loss reserves			243,464		195,385
Total equity			<u><u>523,897</u></u>		<u><u>475,818</u></u>

Alan Buchan Homes Limited
Statement of financial position (continued)
at 31 March 2023

In accordance with section 444 of the Companies Act 2006, all of the members of the company have consented to the preparation of abridged financial statements pursuant to paragraph 1A of Schedule 1 to the Small Companies and Groups (Accounts and Directors' Report) Regulations (SI 2008/409)(b).

The directors of the company have elected not to include a copy of the income statement within the financial statements.

For the financial year ended 31 March 2023 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

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 members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

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 by the board of directors and authorised for issue on 20 December 2023 and are signed on its behalf by:

Alan W. Buchan
Director

Steven J. Mitchell
Director

Company Registration No. SC470064

Alan Buchan Homes Limited
Notes to the financial statements
for the year ended 31 March 2023

1 Accounting policies

Company information

Alan Buchan Homes Limited is a private company limited by shares incorporated in Scotland. The registered office is Rosewood, Raemoir Road, Banchory, Kincardineshire, Scotland, AB31 4ET.

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.

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

1.2 Tangible fixed assets

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

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

Plant and equipment	15% reducing balance
Fixtures and fittings	25% 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 or loss.

1.3 Investment properties

Investment property (including property under construction for such purposes) which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. Changes in fair value are recognised in profit or loss.

1.4 Fixed asset investments

Interests in subsidiaries, associates and jointly controlled entities are initially measured at cost and subsequently measured at cost less any accumulated impairment losses. The investments are assessed for impairment at each reporting date and any impairment losses or reversals of impairment losses are recognised immediately in profit or loss.

A subsidiary is an entity controlled by the company. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

An associate is an entity, being neither a subsidiary nor a joint venture, in which the company holds a long-term interest and where the company has significant influence. The company considers that it has significant influence where it has the power to participate in the financial and operating decisions of the associate.

Alan Buchan Homes Limited
Notes to the financial statements (continued)
for the year ended 31 March 2023

1 Accounting policies (continued)

Entities in which the company has a long term interest and shares control under a contractual arrangement are classified as jointly controlled entities.

1.5 Construction contracts

Where the outcome of a construction contract can be estimated reliably, revenue and costs are recognised by reference to the stage of completion of the contract activity at the reporting end date. Variations in contract work, claims and incentive payments are included to the extent that the amount can be measured reliably and its receipt is considered probable.

When it is probable that total contract costs will exceed total contract turnover, the expected loss is recognised as an expense immediately.

Where the outcome of a construction contract cannot be estimated reliably, contract revenue is recognised to the extent of contract costs incurred where it is probable that they will be recoverable. Contract costs are recognised as expenses in the period in which they are incurred. When costs incurred in securing a contract are recognised as an expense in the period in which they are incurred, they are not included in contract costs if the contract is obtained in a subsequent period.

The "percentage of completion method" is used to determine the appropriate amount to recognise in a given period. The stage of completion is measured by the proportion of contract costs incurred for work performed to date compared to the estimated total contract costs. Costs incurred in the year in connection with future activity on a contract are excluded from contract costs in determining the stage of completion. These costs are presented as stocks, prepayments or other assets depending on their nature, and provided it is probable they will be recovered.

1.6 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 income statement 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.

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each reporting end date 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 is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the income statement, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when the company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

Alan Buchan Homes Limited
Notes to the financial statements (continued)
for the year ended 31 March 2023

1 Accounting policies (continued)

1.7 Leases

Rental income from operating leases is recognised on a straight line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised on a straight line basis over the lease term.

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was:

	2023	2022
	Number	Number
Total	-	-

3 Tangible fixed assets

	Total
	£
Cost	
At 1 April 2022 and 31 March 2023	21,281
Depreciation and impairment	
At 1 April 2022	10,841
Depreciation charged in the year	1,800
At 31 March 2023	12,641
Carrying amount	
At 31 March 2023	8,640
At 31 March 2022	10,440

4 Investment property

	2023
	£
Fair value	
At 1 April 2022	1,432,865
Additions	4,579
Transfers	(362,865)
At 31 March 2023	1,074,579

Alan Buchan Homes Limited
Notes to the financial statements (continued)
for the year ended 31 March 2023

5 Fixed asset investments

	2023	2022
	£	£
Shares in group undertakings and participating interests	100	-
	<u>100</u>	<u>-</u>

Movements in fixed asset investments

	Shares in subsidiaries
	£
Cost or valuation	
At 1 April 2022	-
Additions	100
At 31 March 2023	<u>100</u>
Carrying amount	
At 31 March 2023	100
At 31 March 2022	<u>-</u>

6 Financial commitments, guarantees and contingent liabilities

The bank loan is secured by a guarantee from parent company.

7 Related party transactions

Transactions with related parties

The following amounts were outstanding at the reporting end date:

	2023	2022
	£	£
Amounts owed to related parties		
Entities with control, joint control or significant influence over the company	639,249	698,966
	<u>639,249</u>	<u>698,966</u>

The loan from the parent company is repayable on demand, the parent company will not seek repayment until all other creditors have been paid in full.

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.