

**Fraoch House Scotland Limited**  
**Unaudited Financial Statements**  
**for the Year Ended 31 March 2020**

Whitelaw Wells  
9 Ainslie Place  
Edinburgh  
Midlothian  
EH3 6AT

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for the Year Ended 31 March 2020**

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**Fraoch House Scotland Limited**

**Company Information  
for the Year Ended 31 March 2020**

**DIRECTOR:** Mr T K M Wong

**REGISTERED OFFICE:** 9 Ainslie Place  
Edinburgh  
Midlothian  
EH3 6AT

**REGISTERED NUMBER:** SC592137 (Scotland)

**ACCOUNTANTS:** Whitelaw Wells  
9 Ainslie Place  
Edinburgh  
Midlothian  
EH3 6AT

**BANKERS:** Bank of Scotland  
38 St. Andrew Square  
Edinburgh  
EH2 2AD

**Balance Sheet**  
**31 March 2020**

|                                              | Notes | 2020<br>£      | £                | 2019<br>£      | £                |
|----------------------------------------------|-------|----------------|------------------|----------------|------------------|
| <b>FIXED ASSETS</b>                          |       |                |                  |                |                  |
| Tangible assets                              | 4     |                | 852,238          |                | 865,376          |
| <b>CURRENT ASSETS</b>                        |       |                |                  |                |                  |
| Stocks                                       |       | 500            |                  | 500            |                  |
| Debtors                                      | 5     | 3,377          |                  | 2,642          |                  |
| Cash at bank and in hand                     |       | <u>1,763</u>   |                  | <u>15,552</u>  |                  |
|                                              |       | 5,640          |                  | 18,694         |                  |
| <b>CREDITORS</b>                             |       |                |                  |                |                  |
| Amounts falling due within one year          | 6     | <u>259,894</u> |                  | <u>282,373</u> |                  |
| <b>NET CURRENT LIABILITIES</b>               |       |                | <u>(254,254)</u> |                | <u>(263,679)</u> |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b> |       |                | 597,984          |                | 601,697          |
| <b>CREDITORS</b>                             |       |                |                  |                |                  |
| Amounts falling due after more than one year | 7     |                | (399,332)        |                | (409,782)        |
| <b>PROVISIONS FOR LIABILITIES</b>            |       |                | <u>(2,780)</u>   |                | <u>(97)</u>      |
| <b>NET ASSETS</b>                            |       |                | <u>195,872</u>   |                | <u>191,818</u>   |
| <b>CAPITAL AND RESERVES</b>                  |       |                |                  |                |                  |
| Called up share capital                      |       |                | 200,000          |                | 200,000          |
| Retained earnings                            |       |                | <u>(4,128)</u>   |                | <u>(8,182)</u>   |
| <b>SHAREHOLDERS' FUNDS</b>                   |       |                | <u>195,872</u>   |                | <u>191,818</u>   |

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2020 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

**Balance Sheet - continued**  
**31 March 2020**

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

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the director and authorised for issue on 5 November 2020 and were signed by:

Mr T K M Wong - Director

**Notes to the Financial Statements  
for the Year Ended 31 March 2020**

**1. STATUTORY INFORMATION**

Fraoch House Scotland Limited is a private company, limited by shares, registered in Scotland. The company's registered number and registered office address can be found on the Company Information page.

**2. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

**Turnover and revenue recognition**

Turnover represents room letting and related services invoiced, excluding value added tax. Revenue is recognised upon guest arrival.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

|                         |                               |
|-------------------------|-------------------------------|
| Land and buildings      | - 1% on cost                  |
| Plant and machinery etc | - 25% on cost and 20% on cost |

**Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

**Financial instruments**

The company only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

All loans with related parties are all repayable on demand.

**Taxation**

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

**Notes to the Financial Statements - continued  
for the Year Ended 31 March 2020**

**2. ACCOUNTING POLICIES - continued**

**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

**Pension costs and other post-retirement benefits**

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

**3. EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 4 (2019 - 5) .

**4. TANGIBLE FIXED ASSETS**

|                       | Land and<br>buildings<br>£ | Plant and<br>machinery<br>etc<br>£ | Totals<br>£    |
|-----------------------|----------------------------|------------------------------------|----------------|
| <b>COST</b>           |                            |                                    |                |
| At 1 April 2019       | 854,713                    | 24,059                             | 878,772        |
| Additions             | -                          | 345                                | 345            |
| At 31 March 2020      | <u>854,713</u>             | <u>24,404</u>                      | <u>879,117</u> |
| <b>DEPRECIATION</b>   |                            |                                    |                |
| At 1 April 2019       | 8,553                      | 4,843                              | 13,396         |
| Charge for year       | 8,553                      | 4,930                              | 13,483         |
| At 31 March 2020      | <u>17,106</u>              | <u>9,773</u>                       | <u>26,879</u>  |
| <b>NET BOOK VALUE</b> |                            |                                    |                |
| At 31 March 2020      | <u>837,607</u>             | <u>14,631</u>                      | <u>852,238</u> |
| At 31 March 2019      | <u>846,160</u>             | <u>19,216</u>                      | <u>865,376</u> |

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2020

5. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

|               | 2020         | 2019         |
|---------------|--------------|--------------|
|               | £            | £            |
| Trade debtors | 1,004        | 1,854        |
| Other debtors | <u>2,373</u> | <u>788</u>   |
|               | <u>3,377</u> | <u>2,642</u> |

6. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

|                              | 2020           | 2019           |
|------------------------------|----------------|----------------|
|                              | £              | £              |
| Bank loans and overdrafts    | 10,502         | 10,170         |
| Taxation and social security | 3,467          | 973            |
| Other creditors              | <u>245,925</u> | <u>271,230</u> |
|                              | <u>259,894</u> | <u>282,373</u> |

The director's current account is unsecured, interest free and has no fixed repayment period.

7. **CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

|            | 2020           | 2019           |
|------------|----------------|----------------|
|            | £              | £              |
| Bank loans | <u>399,332</u> | <u>409,782</u> |

Amounts falling due in more than five years:

|                                |                |                |
|--------------------------------|----------------|----------------|
| Repayable by instalments       |                |                |
| Bank loans more 5 yr by instal | <u>352,735</u> | <u>365,059</u> |

8. **SECURED DEBTS**

The following secured debts are included within creditors:

|            | 2020           | 2019           |
|------------|----------------|----------------|
|            | £              | £              |
| Bank loans | <u>409,834</u> | <u>419,952</u> |

The Bank of Scotland holds a standard security over the property at 66 Pilrig Street, Edinburgh, and a bond and floating charge over undertaking, all property and assets present and future of the company including uncalled capital for all sums due or to become due.

9. **GOING CONCERN**

The directors going concern assessment includes the expected impact of COVID-19 to the company for a period of at least 12 months from the date of signing of these financial statements.

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.