

D W ARGO LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

D W ARGO LIMITED

COMPANY INFORMATION

DIRECTOR D W Argo

COMPANY SECRETARY L Argo

REGISTERED NUMBER SC034342

REGISTERED OFFICE Harvieston
Stonehaven
Kincardineshire
AB39 2TY

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

STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2020

		2020 £	2019 £
FIXED ASSETS			
Tangible assets	4	5,773,461	6,018,635
Investments	5	360	360
		<u>5,773,821</u>	<u>6,018,995</u>
CURRENT ASSETS			
Stocks		1,815,687	1,777,898
Debtors: amounts falling due within one year	6	538,173	539,187
Cash at bank and in hand		4,527	9,746
		<u>2,358,387</u>	<u>2,326,831</u>
Creditors: amounts falling due within one year	7	(2,777,243)	(3,358,849)
		<u>(418,856)</u>	<u>(1,032,018)</u>
NET CURRENT LIABILITIES			
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>5,354,965</u>	<u>4,986,977</u>
Creditors: amounts falling due after more than one year	8	(3,902,804)	(4,188,191)
PROVISIONS FOR LIABILITIES			
Deferred tax		(179,216)	(39,007)
		<u>(179,216)</u>	<u>(39,007)</u>
NET ASSETS		<u>1,272,945</u>	<u>759,779</u>
CAPITAL AND RESERVES			
Called up share capital		100	100
Profit and loss account		1,272,845	759,679
		<u>1,272,945</u>	<u>759,779</u>

STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT 31 MARCH 2020

The director considers 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 director acknowledges his 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 21 July 2020.

D W Argo
Director

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

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

1. GENERAL INFORMATION

D W Argo Limited is a private limited company limited by shares incorporated in Scotland. The registered office is Harvieston, Stonehaven, Kincardineshire, AB39 2TY and the Company registration number is SC034342.

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 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.

2.3 EXCEPTIONAL ITEMS

Exceptional items are transactions that fall within the ordinary activities of the Company but are presented separately due to their size or incidence.

2.4 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 MARCH 2020**

2. ACCOUNTING POLICIES (CONTINUED)

2.4 TANGIBLE FIXED ASSETS (continued)

Land is not depreciated. Depreciation on other assets is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, as follows.

Depreciation is provided on the following basis:

Property improvements	-	4%	Straight line
Plant and machinery	-	13%	Reducing balance
Motor vehicles	-	25%	Reducing balance
Wind turbine	-	5%	Straight line

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.

2.5 VALUATION OF INVESTMENTS

Investments in unlisted Company shares, whose market value can be reliably determined, are remeasured to market value at each balance sheet date. Gains and losses on remeasurement are recognised in the Statement of income and retained earnings for the period. Where market value cannot be reliably determined, such investments are stated at historic cost less impairment.

2.6 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 weighted average 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.

2.7 PROVISIONS FOR LIABILITIES

Provisions are made where an event has taken place that gives the Company a legal or constructive obligation that probably requires settlement by a transfer of economic benefit, and a reliable estimate can be made of the amount of the obligation.

Provisions are charged as an expense to profit or loss in the year that the Company becomes aware of the obligation, and are measured at the best estimate at the Statement of financial position date of the expenditure required to settle the obligation, taking into account relevant risks and uncertainties.

When payments are eventually made, they are charged to the provision carried in the Statement of financial position.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

2. ACCOUNTING POLICIES (CONTINUED)

2.8 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.

2.9 DIVIDENDS

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid. Final equity dividends are recognised when approved by the shareholders at an annual general meeting.

3. EMPLOYEES

The average monthly number of employees, including directors, during the year was 30 (2019 - 44).

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

4. TANGIBLE FIXED ASSETS

	Land and buildings £	Property improvements £	Plant and machinery £	Motor vehicles £	Wind turbine £	Total £
COST OR VALUATION						
At 1 April 2019	1,414,860	2,814,344	949,142	41,877	1,357,178	6,577,401
Additions	-	15,000	141,295	10,600	-	166,895
Disposals	(134,365)	-	(47,625)	-	-	(181,990)
At 31 March 2020	<u>1,280,495</u>	<u>2,829,344</u>	<u>1,042,812</u>	<u>52,477</u>	<u>1,357,178</u>	<u>6,562,306</u>
DEPRECIATION						
At 1 April 2019	68,084	293,708	118,644	10,470	67,860	558,766
Charge for the year on owned assets	-	109,482	116,271	10,503	67,860	304,116
Disposals	(68,084)	-	(5,953)	-	-	(74,037)
At 31 March 2020	<u>-</u>	<u>403,190</u>	<u>228,962</u>	<u>20,973</u>	<u>135,720</u>	<u>788,845</u>
NET BOOK VALUE						
At 31 March 2020	<u>1,280,495</u>	<u>2,426,154</u>	<u>813,850</u>	<u>31,504</u>	<u>1,221,458</u>	<u>5,773,461</u>
<i>At 31 March 2019</i>	<u>1,346,776</u>	<u>2,520,636</u>	<u>830,498</u>	<u>31,407</u>	<u>1,289,318</u>	<u>6,018,635</u>

5. FIXED ASSET INVESTMENTS

	Unlisted investments £
COST OR VALUATION	
At 1 April 2019	360
At 31 March 2020	<u>360</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

6. DEBTORS

	2020 £	2019 £
Trade debtors	314,685	291,140
Other debtors	223,488	248,047
	<u>538,173</u>	<u>539,187</u>

7. CREDITORS: Amounts falling due within one year

	2020 £	2019 £
Bank overdrafts	761,153	1,297,150
Bank loans	250,678	217,554
Other loans	50,876	31,928
Trade creditors	453,215	482,270
Other taxation and social security	47,821	39,243
Obligations under finance lease and hire purchase contracts	111,868	100,494
Other creditors	1,088,836	1,177,576
Accruals and deferred income	12,796	12,634
	<u>2,777,243</u>	<u>3,358,849</u>

The following liabilities were secured:

	2020 £	2019 £
Hire purchase creditors	111,868	100,494
Bank loans	250,678	217,554
	<u>362,546</u>	<u>318,048</u>

Details of security provided:

The amounts included within hire purchase creditors are secured against the underlying assets purchased.

The bank loans are secured with fixed charges over Cotbank of Catterline, Bellfield Farm and land at Brigstanes and a floating charge over all the property or undertaking of the company.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

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

	2020	<i>2019</i>
	£	<i>£</i>
Bank loans	3,722,000	<i>3,972,678</i>
Net obligations under finance leases and hire purchase contracts	180,804	<i>215,513</i>
	<u>3,902,804</u>	<i><u>4,188,191</u></i>

The following liabilities were secured:

	2020	<i>2019</i>
	£	<i>£</i>
Hire purchase creditors	180,804	<i>215,513</i>
Bank loans	3,722,000	<i>3,972,678</i>
	<u>3,902,804</u>	<i><u>4,188,191</u></i>

Details of security provided:

The amounts included within hire purchase creditors are secured against the underlying assets purchased.

The bank loans are secured with fixed charges over Cotbank of Catterline, Bellfield Farm and land at Brigstanes and a floating charge over all the property or undertaking of the company.

The aggregate amount of liabilities repayable wholly or in part more than five years after the balance sheet date is:

	2020	<i>2019</i>
	£	<i>£</i>
Repayable by instalments	2,435,181	<i>2,652,735</i>
	<u>2,435,181</u>	<i><u>2,652,735</u></i>

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.