

Unaudited Financial Statements for the Year Ended 30 September 2020

for

Murdoch Mackenzie Limited

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for the Year Ended 30 September 2020

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Murdoch Mackenzie Limited

Company Information  
for the Year Ended 30 September 2020

**DIRECTORS:**

R.J MacKenzie  
D.D MacKenzie  
M Mackenzie

**SECRETARY:**

M MacKenzie

**REGISTERED OFFICE:**

Coursington Road  
Motherwell  
ML1 1NR

**REGISTERED NUMBER:**

SC011278 (Scotland)

**ACCOUNTANTS:**

McLay McAlister & McGibbon LLP  
Chartered Accountants  
145 St Vincent Street  
Glasgow  
G2 5JF

Balance Sheet  
30 September 2020

	Notes	30.9.20 £	£	30.9.19 £	£
<b>FIXED ASSETS</b>					
Tangible assets	4		67,416		67,416
Investments	5		130,000		134,250
Investment property	6		<u>360,000</u>		<u>360,000</u>
			557,416		561,666
<b>CURRENT ASSETS</b>					
Debtors	7	541,681		566,602	
Cash at bank		<u>313,340</u>		<u>50,177</u>	
		855,021		616,779	
<b>CREDITORS</b>					
Amounts falling due within one year	8	<u>868,931</u>		<u>646,278</u>	
<b>NET CURRENT LIABILITIES</b>			<u>(13,910)</u>		<u>(29,499)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>543,506</u>		<u>532,167</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital			111,180		111,180
Capital redemption reserve			133,720		133,720
Fair value reserve	10		330,702		330,702
Retained earnings			<u>(32,096)</u>		<u>(43,435)</u>
<b>SHAREHOLDERS' FUNDS</b>			<u>543,506</u>		<u>532,167</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 September 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 September 2020 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their 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.

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 Board of Directors and authorised for issue on 22 June 2021 and were signed on its behalf by:

R.J MacKenzie - Director

Notes to the Financial Statements  
for the Year Ended 30 September 2020

1. **STATUTORY INFORMATION**

Murdoch Mackenzie 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](#).

The presentation currency of the financial statements is the Pound Sterling (£).

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 as modified by the revaluation of certain assets.

Following the COVID-19 pandemic, the directors have undertaken a review of the trading position and cashflows of the company taking account of the strong working capital position and business support measures provided by the UK government.

After making the appropriate enquiries, the directors believe that the company has adequate resources to continue in operational existence for the foreseeable future. Accordingly the accounts are prepared on the going concern basis.

**Turnover**

Turnover represents amounts receivable for goods and services net of value added tax.

**Tangible fixed assets**

Tangible fixed assets other than freehold land are stated at cost or valuation less depreciation. Depreciation is provided at rates calculated to write off the cost or valuation less estimated residual value of each asset over its expected useful life, as follows:

Plant and machinery Depreciation evenly over the estimated lives of assets which range from 3 - 10 years

Freehold buildings are not depreciated as the charge would be immaterial.

The company's policy is to review the remaining useful lives and residual value of all tangible fixed assets on an on-going basis and to adjust the depreciation charge to reflect the remaining useful economic life and residual value.

**Investments in subsidiaries**

Investments in subsidiaries are shown as fair value. Where this can not be measured reliably, they are shown as purchase cost.

**Investment property**

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in profit or loss.

Notes to the Financial Statements - continued  
for the Year Ended 30 September 2020

**2. ACCOUNTING POLICIES - continued**

**Financial instruments**

**Debtors**

Trade debtors and other debtors are recognised at the settlement amount due with appropriate allowances for any irrecoverable amounts when there is objective evidence the asset is impaired.

**Cash and cash equivalents**

Cash and cash equivalent in the balance sheet comprise cash in hand and bank overdrafts. In the balance sheet bank overdrafts are shown in creditors amounts falling due within one year.

**Creditors**

Trade creditors and other creditors are recognised where the company has a present obligation resulting from a past event and are recognised at the settlement amount due after allowing for any trade discounts due.

**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.

**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.

**Leasing commitments**

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

**3. EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 10 (2019 - 12) .

Notes to the Financial Statements - continued  
for the Year Ended 30 September 2020

4. **TANGIBLE FIXED ASSETS**

	Land and buildings £	Plant and machinery etc £	Totals £
<b>COST</b>			
At 1 October 2019 and 30 September 2020	<u>67,416</u>	<u>14,295</u>	<u>81,711</u>
<b>DEPRECIATION</b>			
At 1 October 2019 and 30 September 2020	<u>-</u>	<u>14,295</u>	<u>14,295</u>
<b>NET BOOK VALUE</b>			
At 30 September 2020	<u>67,416</u>	<u>-</u>	<u>67,416</u>
At 30 September 2019	<u>67,416</u>	<u>-</u>	<u>67,416</u>

5. **FIXED ASSET INVESTMENTS**

	Shares in group undertakings £
<b>COST OR VALUATION</b>	
At 1 October 2019	134,250
Revaluations	<u>(4,250)</u>
At 30 September 2020	<u>130,000</u>
<b>NET BOOK VALUE</b>	
At 30 September 2020	<u>130,000</u>
At 30 September 2019	<u>134,250</u>

Fixed asset investments fair value could not be measured reliably and are therefore shown at purchase price.

6. **INVESTMENT PROPERTY**

	Total £
<b>FAIR VALUE</b>	
At 1 October 2019 and 30 September 2020	<u>360,000</u>
<b>NET BOOK VALUE</b>	
At 30 September 2020	<u>360,000</u>
At 30 September 2019	<u>360,000</u>

On a historical cost basis the property would have been included at an original cost of £29,298.

The property was valued at £360,000 in February 2019 by Whyte & Barrie chartered surveyors. The directors consider this to be the value of the property at the year end.



Notes to the Financial Statements - continued  
for the Year Ended 30 September 2020

7. **DEBTORS**

	30.9.20	30.9.19
	£	£
Amounts falling due within one year:		
Trade debtors	1,199	40
Amounts owed by group undertakings	45,001	45,800
Other debtors	18,074	5,762
	<u>64,274</u>	<u>51,602</u>
Amounts falling due after more than one year:		
Amounts owed by group undertakings	<u>477,407</u>	<u>515,000</u>
Aggregate amounts	<u>541,681</u>	<u>566,602</u>

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

	30.9.20	30.9.19
	£	£
Trade creditors	30,263	7,565
Amounts owed to group undertakings	802,638	585,705
Taxation and social security	13,203	3,430
Other creditors	22,827	49,578
	<u>868,931</u>	<u>646,278</u>

9. **LEASING AGREEMENTS**

At the year end the company had outstanding £4,546 (2019: £6,113) in noncancellable operating leases.

10. **RESERVES**

	Fair value reserve £
At 1 October 2019 and 30 September 2020	<u>330,702</u>

11. **CONTINGENT LIABILITIES**

Under the Value Added Tax Act 1994 all members of a VAT Group are jointly and severally liable for any tax due. The liability not reflected in the Financial Statements of the company at 30 September 2020 was £101,860 (2019 £61,300).

As security for borrowing facilities within the group the bank holds an unlimited intercompany composite guarantee. The guarantee is supported by a bond and floating charge over the assets of the company.

The bank holds a standard security over Coursington Road, Motherwell.

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