

**UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 AUGUST 2021**  
**FOR**  
**OBSERVER SHOP LTD**

**CONTENTS OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2021**

	<b>Page</b>
<b>Company Information</b>	<b>1</b>
<b>Balance Sheet</b>	<b>2</b>
<b>Notes to the Financial Statements</b>	<b>4</b>

**OBSERVER SHOP LTD**

**COMPANY INFORMATION  
FOR THE YEAR ENDED 31 AUGUST 2021**

<b>DIRECTOR:</b>	J R Carmichael
<b>REGISTERED OFFICE:</b>	6th Floor Gordon Chambers 90 Mitchell Street Glasgow G1 3NQ
<b>REGISTERED NUMBER:</b>	SC507450 (Scotland)
<b>ACCOUNTANTS:</b>	Cornerstone Accountants 6th Floor Gordon Chambers 90 Mitchell Street Glasgow Lanarkshire G1 3NQ
<b>BANKERS:</b>	Royal Bank of Scotland 70 John Street Dunoon PA23 8BL

**OBSERVER SHOP LTD (REGISTERED NUMBER: SC507450)****BALANCE SHEET  
31 AUGUST 2021**

	Notes	2021 £	£	2020 £	£
<b>FIXED ASSETS</b>					
Tangible assets	4		<b>3,529</b>		3,441
<b>CURRENT ASSETS</b>					
Stocks		<b>29,102</b>		22,025	
Debtors	5	<b>1,158</b>		1,593	
Cash at bank and in hand		<b>30,764</b>		11,416	
		<b>61,024</b>		35,034	
<b>CREDITORS</b>					
Amounts falling due within one year	6	<b>43,245</b>		31,015	
<b>NET CURRENT ASSETS</b>			<b>17,779</b>		4,019
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<b>21,308</b>		7,460
<b>PROVISIONS FOR LIABILITIES</b>			<b>670</b>		654
<b>NET ASSETS</b>			<b>20,638</b>		6,806
<b>CAPITAL AND RESERVES</b>					
Called up share capital			<b>10</b>		10
Retained earnings			<b>20,628</b>		6,796
<b>SHAREHOLDERS' FUNDS</b>			<b>20,638</b>		6,806

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 August 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2021 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 AUGUST 2021**

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 10 December 2021 and were signed by:

J R Carmichael - Director

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 AUGUST 2021**

**1. STATUTORY INFORMATION**

Observer Shop Ltd 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**

Turnover represents the amounts derived from the provision of goods which fall within the company's ordinary activities. Revenue is recognised on provision of goods..

**Tangible fixed assets**

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

Motor vehicles	- 20% on a reducing balance basis
Computer equipment	- 33% on a straight line basis

**Stocks**

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

**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.

**Taxation**

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.

**Hire purchase and leasing commitments**

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

**3. EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 3 (2020 - 2) .

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 AUGUST 2021

## 4. TANGIBLE FIXED ASSETS

	Motor vehicles £	Computer equipment £	Totals £
<b>COST</b>			
At 1 September 2020	8,400	475	8,875
Additions	-	1,158	1,158
At 31 August 2021	8,400	1,633	10,033
<b>DEPRECIATION</b>			
At 1 September 2020	4,959	475	5,434
Charge for year	688	382	1,070
At 31 August 2021	5,647	857	6,504
<b>NET BOOK VALUE</b>			
At 31 August 2021	2,753	776	3,529
At 31 August 2020	3,441	-	3,441

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

	2021 £	2020 £
Trade debtors	490	513
Other debtors	668	1,080
	1,158	1,593

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

	2021 £	2020 £
Trade creditors	2,901	1,341
Taxation and social security	5,766	3,859
Other creditors	34,578	25,815
	43,245	31,015

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.