

REGISTERED NUMBER: 09868310 (England and Wales)

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2021

FOR

MACKINNON HOLDINGS LIMITED

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

	Page
Statement of Financial Position	1 to 2
Notes to the Financial Statements	3 to 7

STATEMENT OF FINANCIAL POSITION
31 OCTOBER 2021

	Notes	31.10.21 £	31.10.20 £
FIXED ASSETS			
Tangible assets	5	5,412,884	5,190,000
Investments	6	<u>103,364</u>	<u>103,364</u>
		<u>5,516,248</u>	<u>5,293,364</u>
CURRENT ASSETS			
Debtors	7	508,401	208,989
Cash at bank		<u>1,358</u>	<u>6,597</u>
		509,759	215,586
CREDITORS			
Amounts falling due within one year	8	<u>(266,978)</u>	<u>(95,684)</u>
NET CURRENT ASSETS		<u>242,781</u>	<u>119,902</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		5,759,029	5,413,266
CREDITORS			
Amounts falling due after more than one year	9	<u>(125,203)</u>	<u>(141,675)</u>
NET ASSETS		<u>5,633,826</u>	<u>5,271,591</u>
CAPITAL AND RESERVES			
Called up share capital		5,000,566	5,000,566
Revaluation reserve		100,000	-
Retained earnings		<u>533,260</u>	<u>271,025</u>
		<u>5,633,826</u>	<u>5,271,591</u>

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

The members have not required the company to obtain an audit of its financial statements for the year ended 31 October 2021 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- 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.

STATEMENT OF FINANCIAL POSITION - continued
31 OCTOBER 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 Board of Directors and authorised for issue on 20 June 2022 and were signed on its behalf by:

M MacKinnon - Director

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

1. STATUTORY INFORMATION

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is Derby Road, Uttoxeter, ST14 8EG. The principal activity of the company during the year was the letting of property.

2. STATEMENT OF COMPLIANCE

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.

3. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Related party exemption

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Significant judgements and estimates

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Revenue recognition

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Tangible fixed assets

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

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in equity, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in equity in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in equity in respect of that asset, the excess shall be recognised in profit or loss.

Investments in subsidiaries

Investments in subsidiary undertakings are recognised at cost.

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

3. ACCOUNTING POLICIES - continued

Financial instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the transaction price, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Debt instruments are subsequently measured at amortised cost.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised in profit or loss immediately.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

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 statement of financial position date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position 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.

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

4. EMPLOYEES AND DIRECTORS

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

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

5. TANGIBLE FIXED ASSETS

	Freehold property £
COST OR VALUATION	
At 1 November 2020	5,190,000
Additions	122,884
Revaluations	100,000
At 31 October 2021	<u>5,412,884</u>
NET BOOK VALUE	
At 31 October 2021	<u>5,412,884</u>
At 31 October 2020	<u>5,190,000</u>

Cost or valuation at 31 October 2021 is represented by:

	Freehold property £
Valuation in 2021	100,000
Cost	<u>5,312,884</u>
	<u>5,412,884</u>

6. FIXED ASSET INVESTMENTS

	Shares in group undertaking £
COST	
At 1 November 2020 and 31 October 2021	<u>103,364</u>
NET BOOK VALUE	
At 31 October 2021	<u>103,364</u>
At 31 October 2020	<u>103,364</u>

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

6. FIXED ASSET INVESTMENTS - continued

During the year the company issued 103,064 new ordinary shares to the previous equity instrument holders of Mackinnon Staffordshire Limited (previously known as Mackinnon Holdings Limited) as full consideration to acquire the entire ordinary share capital of this company.

The company also acquired the entire ordinary share capital of Mackinnon Commercial Properties Limited, Mackinnon Residential Properties Limited and Mackinnon Property Development Limited all at par value.

The values of such investments are carried under the cost model and reviewed annually for impairment. The carrying values of the subsidiary investments are:

Mackinnon Staffordshire Limited (previously known as Mackinnon Holdings Limited)	£103,064
Mackinnon Commercial Properties Limited	£100
Mackinnon Residential Properties Limited	£100
Mackinnon Property Development Limited	£100
Total investment in Subsidiary undertakings	£103,364

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.10.21	31.10.20
	£	£
Trade debtors	1,785	-
Amounts owed by group undertakings	505,237	207,587
Prepayments and accrued income	1,379	1,402
	<u>508,401</u>	<u>208,989</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.10.21	31.10.20
	£	£
Bank loans and overdrafts	14,834	12,181
Amounts owed to group undertakings	300	300
Tax	12,253	15,428
Directors' current accounts	171,818	-
Accruals and deferred income	67,773	67,775
	<u>266,978</u>	<u>95,684</u>

A charge in favour of Barclays Bank PLC exists dated 16 May 2016 incorporating a fixed and floating charge over all current and future assets of the company.

A legal charge in favour of Barclays Bank PLC dated 18 July 2016 exists over the following freehold properties: Smithfield Garage, Smithfield Road, Uttoxeter. Cheadle Test Centre, Brookhouse Way, Brookhouse Industrial Estate, Cheadle. The Former Fryers Premises, Derby Road, Uttoxeter.

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

9. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	31.10.21	31.10.20
	£	£
Bank loans - 1-2 years	29,667	141,675
Bank loans - 2-5 years	44,501	-
Bank loans payable more than 5 years by instalments	51,035	-
	<u>125,203</u>	<u>141,675</u>

Amounts falling due in more than five years:

Repayable by instalments		
Bank loans payable more than 5 years by instalments	51,035	-
	<u>51,035</u>	<u>-</u>

10. EVENTS AFTER THE END OF THE REPORTING PERIOD

There were no other significant events up to the date of approval of the financial statements by the Board.

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.