

GLASGOW TRAVEL CENTRE LIMITED

FINANCIAL STATEMENTS FOR THE YEAR ENDED

31ST OCTOBER 2017



GLASGOW TRAVEL CENTRE LIMITED

INCOME STATEMENT FOR THE YEAR ENDED 31ST OCTOBER 2017

STATEMENT OF INCOME AND RETAINED EARNINGS FOR THE YEAR ENDED 31ST OCTOBER 2017

	Notes	2017 £	2016 £
Turnover		43818.01	43151
Cost of Sales		<u>[35946.77]</u>	<u>[34670]</u>
Gross Profit		7871.24	8481
Administration Expenses		[219.49]	[81]
Other operating income		18526.06	20654
Operating Profit/Profit on ordinary activities before taxation		<u>26177.81</u>	<u>29054</u>
Tax on profit on ordinary activities	[4]	<u>[2257.24]</u>	<u>[5811]</u>
Profit for the financial year		23920.57	23243
Retained earnings at 1 st November 2016		29336.82	6094
Restatement of retained earnings for changes in accounting policies			
Valuation of investment property at fair value		356600.00	
Elimination of statement of investment property at cost		[192422.59]	
Provision for deferred taxation liability on property uplift		[11320.40]	
Retained earnings at 31 st October 2017		<u>206114.40</u>	<u>29337</u>

Note to the Statement of Income and retained earnings

1. Retained earnings include £155701 of non-distributable reserves

GLASGOW TRAVEL CENTRE LIMITED
REGISTERED NUMBER 80896 SCOTLAND
STATEMENT OF FINANCIAL POSITION AT 31ST OCTOBER 2017

		2017		2016 (as revised)	
	Notes	£	£	£	£
Fixed Assets					
Investment Property	[5]		356600.00		356600
Current Assets					
Debtors	[6]	1556.30		3190	
Cash at bank		<u>14088.65</u>		<u>5854</u>	
		15644.95		9044	
Creditors					
Amounts falling due within one year	[7]	[147654.25]		[162130]	
Net Current (Liabilities)			<u>[132,009.30]</u>		<u>[153086]</u>
Total assets less current liabilities			224590.70		203514
Provisions for liabilities	[8]		[8476.30]		[11320]
Net Assets			<u>216114.40</u>		<u>192194</u>
Capital and Reserves					
Called up share capital			10,000.00		10,000
Retained earnings			<u>206114.40</u>		<u>182194</u>
Share Holders funds			<u>216114.40</u>		<u>192194</u>

The company is entitled to exemption for audit under Section 477 of the Companies Act 2006 for the year ended 31st October 2017. The members have not required the company to obtain an audit of its financial statements for the year ended 31st October 2017 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 section 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 in accordance with the provision of Part 15 of the Companies Act 2016 relating to small companies.

The Financial Statements were approved by the Board of Directors on 31st January 2018 and were signed on its behalf by:



A.N. Dunn – Director

The notes form part of these Financial Statements

GLASGOW TRAVEL CENTRE LIMITED

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST OCTOBER 2017

	Share Capital £	Retained Earnings £	Total £
Balance at 1 st November 2016 as previously reported	10000.00	29336.82	39336.82
Prior period adjustment			
Change in accounting policies			
Valuation of investment property at fair value		356600.00	356600.00
Incorporation of investment property at cost		[192422.59]	[192422.59]
Provision for deferred taxation on uplift in property value		[11320.40]	[11320.40]
As restated	10000.00	182193.83	192193.83
Profit for the year		23920.57	23920.57
Balance at 31 st October 2017	10000.00	206114.40	216114.40

GLASGOW TRAVEL CENTRE LIMITED
RECONCILIATION OF EQUITY
1ST NOVEMBER 2016
(DATE OF TRANSITION TO FRS 102)

	Per Accounts £	Effect of transition to FRS 102 £	FRS 102 £
Fixed Assets			
Tangible Assets	192422.59	164177.41	356600.00
Current Assets			
Debtors	3189.60		3189.60
Cash at bank	5854.53		5854.53
	9044.13		9044.13
Creditors			
Amounts falling due within one year	[162129.90]		[162129.90]
Net Current (Liabilities)	[153085.77]		[153085.77]
Total Assets less current liabilities	39336.82		203514.23
Provision for Liabilities		[11320.40]	[11320.40]
Net Assets	39336.82	152857.01	192193.83
Capital and Reserves			
Called up share capital	10000.00		10000.00
Retained earnings	29336.82	152857.01	182193.83
	39336.82	152857.01	192193.83

Note to the reconciliation of Equity

1. Retained earnings include £152,857 of non-distributional reserves

GLASGOW TRAVEL CENTRE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST OCTOBER 2017

1. Statutory Information

Glasgow Travel Centre Limited is a private company limited by shares domiciled in Scotland registration number 80896. The registered office is 79 Berkeley Street, Glasgow G3 7DX. The principal activity of the company in the year under review was the letting of property and the operation of a hostel business from rented property.

2. Compliance with Accounting Standards

The accounts have been prepared in accordance with the provisions of FRS 102 section 1A small entities. There were no material departures from that standard.

3. Accounting policies

(A) The principal Accounting Policies adopted in the preparation of the Financial Statements are set out below.

The only changes from the previous year are as follows.

- (a) The investment property is now recognised at fair value as compared to historic cost as was previously done.
- (b) Deferred taxation has now been provided on the uplift in value of the investment property.

Those Financial Statements for the year ended 31st October 2017 are the first financial statements that comply with FRS 102 Section 1A small entities. The date of transition is 1st November 2015. The transition to FRS 102 Section 1A small entities has resulted in a change to the accounting policies to those used previously. The nature of this change and its impact on opening equity and profit for the comparative period is shown in the changes of equity for the year ended 31st October 2017. The Financial Statements have been prepared under the historical cost convention as modified by the revaluation of certain fixed assets.

(B) The presentation currency is £ sterling.

(C) Investment Property

Investment property is included at fair value. Any gains are recognised in the statements.

(D) Taxation

Current tax is recognised for the tax amount of corporation tax payable in respect of the taxable profit for the current or past reporting profits utilising the tax rates and laws that have been enacted or substantially enacted by the reporting date.

Deferred taxation is recognised in respect of all timing differences at the reporting date except that deferred tax assets are only recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

(E) Turnover represents the value of accommodation charges.

(F) Rental income on investment properties is recognised on an accrual basis.

GLASGOW TRAVEL CENTRE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST OCTOBER 2017 (Continued)

	Notes	2017 £	2018 £
4. Taxation			
Analysis of Tax Charge			
Current Tax			
UK Corporation Tax/Total Current Tax		[5101.34]	[5811]
Deferred Tax		2844.10	
Tax on Profit		[2257.24]	[5811]
5. Investment Property		2017 £	2016 (as revised) £
Fair Value		356600.00	356600
6. Debtors amounts falling due within one year		2017 £	2016 £
Prepayments		994.50	2890
Other Debtors		561.80	300
		1556.30	3190
7. Creditors: Amounts falling due within one year		2017 £	2016 £
Trade Creditors		[4328.60]	[584]
Other creditors		[10234.19]	[9745]
Taxation		[5101.34]	[5811]
Loan creditors	[9A]	[127990.12]	[145990]
		[147654.25]	[162130]
8. Provision for liabilities		2017 £	2016 (as revised) £
Deferred Tax		[8476.30]	[11320]
		Deferred Tax £	
Balance at 1 st November 2016		[11320.40]	
Utilised to offset current liability	[4]	2844.10	
Balance at 31 st October 2017		[8476.30]	

GLASGOW TRAVEL CENTRE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST OCTOBER 2017 (Continued)

9. Related Party Transactions

(a) Loans to the Company

	2017	2016
	<u>£</u>	<u>£</u>
The loan creditors of the company are as follows		
Caledonian Holiday Managers Limited	[69300.00]	[69300]
Glasgow Music Centre Limited	[12200.00]	[12200]
Kerr's Music Corporation Limited	<u>[46490.12]</u>	<u>[64490]</u>
	<u>[127990.12]</u>	<u>[145990]</u>

The loans are interest free and are repayable on demand. The three loan creditor companies are controlled by the Directors of Glasgow Travel Centre Limited.

(b) Material Interest of Directors

The Company rents the premises from which it trades as a hostel the ownership of which is vested in the Directors. The lease which is a full repairing and insurance lease provides for a rental of £15,000 per annum.

Until 30th June 2017 the rental was paid to Kerr's Music Corporation Limited a company controlled by the Directors of Glasgow Travel Centre Limited. From 1st July 2017 the rental has been paid jointly to the Directors.

10. Ultimate Controlling Party

The Company is controlled by the Directors who own 98% of the called up share capital.

11. Average Number of Employees

During the year the average number of employees was nil (2016 Nil).