

Goodwin Antiques Limited
Filleted Unaudited Financial Statements
30th June 2017

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COMPANIES HOUSE

CONDIE & CO
Chartered accountant
10 Abbey Park Place
Dunfermline
Fife
KY12 7NZ

Goodwin Antiques Limited

Financial Statements

Year Ended 30th June 2017

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Goodwin Antiques Limited

Officers and Professional Advisers

The Board of Directors

Mr J Goodwin
Mr B R Goodwin

Registered Office

15 - 16 Queensferry Street
Edinburgh
EH2 4QW

Accountants

Condie & Co
Chartered accountant
10 Abbey Park Place
Dunfermline
Fife
KY12 7NZ

Bankers

Clydesdale Bank PLC
21 Queensferry Street
Edinburgh
EH2 4RD

Solicitors

Anderson Strathern WS
1 Rutland Court
Edinburgh
EH3 8EY

Goodwin Antiques Limited

Report to the Board of Directors on the Preparation of the Unaudited Statutory Financial Statements of Goodwin Antiques Limited

Year Ended 30th June 2017

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Goodwin Antiques Limited for the year ended 30th June 2017, which comprise the statement of financial position, statement of changes in equity and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of ICAS, we are subject to its ethical and other professional requirements which are detailed at www.icas.com/accountspreparationguidance.

This report is made solely to the Board of Directors of Goodwin Antiques Limited, as a body, in accordance with the terms of our engagement letter dated 22nd October 2013. Our work has been undertaken solely to prepare for your approval the financial statements of Goodwin Antiques Limited and state those matters that we have agreed to state to you, as a body, in this report in accordance with the requirements of ICAS as detailed at www.icas.com/accountspreparationguidance. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Goodwin Antiques Limited and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that Goodwin Antiques Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Goodwin Antiques Limited. You consider that Goodwin Antiques Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Goodwin Antiques Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.



CONDIE & CO
Chartered accountant

10 Abbey Park Place
Dunfermline
Fife
KY12 7NZ

15th February 2018

Goodwin Antiques Limited

Statement of Financial Position

30th June 2017

		2017		2016 (restated)
	Note	£	£	£
Fixed Assets				
Tangible assets	5		500,636	833,661
Current Assets				
Stocks		478,444		500,627
Debtors	6	18,734		8,708
Cash at bank and in hand		—		69
		<u>497,178</u>		<u>509,404</u>
Creditors: amounts falling due within one year	7	<u>273,723</u>		<u>377,863</u>
Net Current Assets			<u>223,455</u>	<u>131,541</u>
Total Assets Less Current Liabilities			<u>724,091</u>	<u>965,202</u>
Creditors: amounts falling due after more than one year	8		—	24,798
Provisions				
Taxation including deferred tax			<u>15,700</u>	<u>21,358</u>
Net Assets			<u>708,391</u>	<u>919,046</u>
Capital and Reserves				
Called up share capital	10		5,000	5,000
Revaluation reserve			261,444	487,617
Profit and loss account			<u>441,947</u>	<u>426,429</u>
Shareholders Funds			<u>708,391</u>	<u>919,046</u>

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the income statement has not been delivered.

For the year ending 30th June 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

The statement of financial position
continues on the following page.

The notes on pages 6 to 12 form part of these financial statements.

Goodwin Antiques Limited

Statement of Financial Position *(continued)*

30th June 2017

These financial statements were approved by the board of directors and authorised for issue on 15th February 2018, and are signed on behalf of the board by:



Mr B R Goodwin
Director

Company registration number: SC094191

The notes on pages 6 to 12 form part of these financial statements.

Goodwin Antiques Limited

Statement of Changes in Equity

Year Ended 30th June 2017

	Note	Called up share capital £	Revaluatio n reserve £	Profit and loss account £	Total £
At 1st July 2015 (as Previously Reported)		5,000	538,544	430,650	974,194
Prior period adjustments	9	—	(52,550)	52,550	—
At 1st July 2015 (Restated)		<u>5,000</u>	<u>485,994</u>	<u>483,200</u>	<u>974,194</u>
Profit for the year				87,233	87,233
Other comprehensive income for the year:					
Tax relating to components of other comprehensive income		—	1,623	—	1,623
Total Comprehensive Income for the Year		<u>—</u>	<u>1,623</u>	<u>87,233</u>	<u>88,856</u>
Dividends paid and payable		—	—	(144,004)	(144,004)
Total Investments by and Distributions to Owners		<u>—</u>	<u>—</u>	<u>(144,004)</u>	<u>(144,004)</u>
At 30th June 2016		5,000	487,617	426,429	919,046
Profit for the year				14,009	14,009
Other comprehensive income for the year:					
Reclassification from revaluation reserve to profit and loss account		—	(145,513)	145,513	—
Impairment of property to fair value		—	(85,715)	—	(85,715)
Tax relating to components of other comprehensive income		—	5,055	—	5,055
Total Comprehensive Income for the Year		<u>—</u>	<u>(226,173)</u>	<u>159,522</u>	<u>(66,651)</u>
Dividends paid and payable		—	—	(144,004)	(144,004)
Total Investments by and Distributions to Owners		<u>—</u>	<u>—</u>	<u>(144,004)</u>	<u>(144,004)</u>
At 30th June 2017		<u>5,000</u>	<u>261,444</u>	<u>441,947</u>	<u>708,391</u>

The notes on pages 6 to 12 form part of these financial statements.

Goodwin Antiques Limited

Notes to the Financial Statements

Year Ended 30th June 2017

1. General Information

The company is a private company limited by shares, registered in Scotland. The address of the registered office is 15 - 16 Queensferry Street, Edinburgh, EH2 4QW.

2. Statement of Compliance

These financial statements have been prepared in compliance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

3. Accounting Policies

Basis of Preparation

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.

Transition to FRS 102

The entity transitioned from previous UK GAAP to FRS 102 as at 1st July 2015. Details of how FRS 102 has affected the reported financial position and financial performance is given in note 15.

Revenue Recognition

Turnover represents amounts receivable for goods and services provided in the normal course of business, net of trade discounts, VAT and other sales related taxes.

Income Tax

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly. Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts. Deferred tax is recognised in respect of timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the company's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements.

Deferred tax is measured at the average tax rates that are expected to apply in the periods in which the timing differences are expected to reverse, based on the tax rates and laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax is measured on a non - discounted basis.

Deferred tax is not recognised when fixed assets are revalued unless by the balance sheet date there is a binding agreement to sell the revalued assets and the gain or loss expected to arise on the sale has been recognised in the financial statements.

Goodwin Antiques Limited

Notes to the Financial Statements *(continued)*

Year Ended 30th June 2017

3. Accounting Policies *(continued)*

Operating Leases

Lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

Tangible Assets

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.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Plant & Machinery	-	25% reducing balance
Fixtures, fittings & equipment	-	15% reducing balance
Computer equipment	-	33% straight line

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

Heritable property has not been depreciated as the property is stone-built and has been existence in excess of 100 years. The estimated remaining useful economic life of the property is in excess of 50 years and therefore the estimate of its residual value is in line with its carrying value.

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.

Goodwin Antiques Limited

Notes to the Financial Statements *(continued)*

Year Ended 30th June 2017

3. Accounting Policies *(continued)*

Impairment of Fixed Assets *(continued)*

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the company are assigned to those units.

Stocks

Stock is valued at the lower of cost and net realisable value. Net realisable value has been assessed by the directors.

Provisions

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event, it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the statement of financial position and the amount of the provision as an expense.

Provisions are initially measured at the best estimate of the amount required to settle the obligation at the reporting date and subsequently reviewed at each reporting date and adjusted to reflect the current best estimate of the amount that would be required to settle the obligation. Any adjustments to the amounts previously recognised are recognised in profit or loss unless the provision was originally recognised as part of the cost of an asset. When a provision is measured at the present value of the amount expected to be required to settle the obligation, the unwinding of the discount is recognised as a finance cost in profit or loss in the period it arises.

Defined Contribution Plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund. When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as a finance cost in profit or loss in the period in which it arises.

Contributions to the pension SIPP are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

4. Employee Numbers

The average number of persons employed by the company during the year amounted to 9 (2016: 9).

Goodwin Antiques Limited

Notes to the Financial Statements (continued)

Year Ended 30th June 2017

5. Tangible Assets

	Land and buildings £	Plant and machinery £	Fixtures and fittings £	Equipment £	Total £
Cost					
At 1st July 2016 (as restated)	800,000	9,144	143,304	15,822	968,270
Additions	–	4,630	4,309	233	9,172
Disposals	(250,000)	–	–	–	(250,000)
At 30th June 2017	550,000	13,774	147,613	16,055	727,442
Depreciation					
At 1st July 2016	–	8,285	111,093	15,231	134,609
Charge for the year	–	505	5,478	499	6,482
Impairment losses	85,715	–	–	–	85,715
At 30th June 2017	85,715	8,790	116,571	15,730	226,806
Carrying amount					
At 30th June 2017	464,285	4,984	31,042	325	500,636
At 30th June 2016	800,000	859	32,211	591	833,661

Tangible assets held at valuation

The property was revalued to £800,000 on 30 June 2010. On transition to FRS102 the directors agreed to follow a policy of valuation. The valuation at 30 June 2017 has been impaired to reflect the current market value of the property following a valuation exercise carried out by the directors during the period.

Tangible fixed assets with a net book value of £500,636(2016 : £833,661) are pledged as security.

In respect of tangible assets held at valuation, the aggregate cost, depreciation and comparable carrying amount that would have been recognised if the assets had been carried under the historical cost model are as follows:

	Freehold property £
At 30th June 2017	
Aggregate cost	199,023
Aggregate depreciation	–
Carrying value	199,023
 At 30th June 2016	
Aggregate cost	298,535
Aggregate depreciation	–
Carrying value	298,535

Goodwin Antiques Limited

Notes to the Financial Statements (continued)

Year Ended 30th June 2017

6. Debtors

	2017	2016
	£	£
Other debtors	<u>18,734</u>	<u>8,708</u>

The above amounts are pledged as security.

7. Creditors: amounts falling due within one year

	2017	2016
	£	£
Bank loans and overdrafts	216,851	308,619
Trade creditors	11,389	1,042
Corporation tax	8,298	37,991
Social security and other taxes	23,218	16,182
Other creditors	<u>13,967</u>	<u>14,029</u>
	<u>273,723</u>	<u>377,863</u>

Clydesdale Bank Plc hold a standard security and floating charge over all the property and assets of the company for all sums due.

8. Creditors: amounts falling due after more than one year

	2017	2016
	£	£
Bank loans and overdrafts	<u>—</u>	<u>24,798</u>

9. Prior Period Errors

A prior year adjustment has been made to correct an error made when disposing of the property at 106a Rose Street in the period to 30 June 2000. This correction has resulted in the opening profit and loss reserves increasing and the revaluation reserve decreasing by £52,550.

10. Called Up Share Capital

Issued, called up and fully paid

	2017		2016	
	No.	£	No.	£
Ordinary 'A' Shares shares of £1 each	2,375	2,375	2,375	2,375
Ordinary 'B' Shares shares of £1 each	2,375	2,375	2,375	2,375
Ordinary 'C' Shares shares of £1 each	125	125	125	125
Ordinary 'D' Shares shares of £1 each	125	125	125	125
	<u>5,000</u>	<u>5,000</u>	<u>5,000</u>	<u>5,000</u>

The 'A' Ordinary, 'B' Ordinary, 'C' Ordinary and 'D' Ordinary shares shall rank equally with regard to voting and participation, with regards to dividends the shares will rank pari passu except that the directors may at any time resolve to declare a dividend and amount of dividend on one or more classes of share.

In November 2017 a special resolution was passed to create a new ordinary E class of share and issue 10 shares in this class.

Goodwin Antiques Limited

Notes to the Financial Statements (continued)

Year Ended 30th June 2017

11. Post Balance Sheet Events

The company has entered into an agreement to sell the remainder of the property at 15-16 Queensferry Street post year end for a total sum of £464,286.

12. Operating Leases

The total future minimum lease payments under non-cancellable operating leases are as follows:

	2017	2016
	£	£
Not later than 1 year	<u>17,750</u>	<u>17,750</u>

13. Directors' Advances, Credits and Guarantees

During the year the directors entered into the following advances and credits with the company:

	2017			
	Balance brought forward	Advances/ (credits) to the directors	Amounts repaid	Balance outstanding
	£	£	£	£
Mr J Goodwin	8,439	354	—	8,793
Mr B R Goodwin	220	353	—	573
	<u>8,659</u>	<u>707</u>	<u>—</u>	<u>9,366</u>

	2016			
	Balance brought forward	Advances/ (credits) to the directors	Amounts repaid	Balance outstanding
	£	£	£	£
Mr J Goodwin	10,395	(1,956)	—	8,439
Mr B R Goodwin	(23,000)	—	23,220	220
	<u>(12,605)</u>	<u>(1,956)</u>	<u>23,220</u>	<u>8,659</u>

The loans due to the directors are interest free and repayable on demand.

Goodwin Antiques Limited

Notes to the Financial Statements *(continued)*

Year Ended 30th June 2017

14. Related Party Transactions

The company has taken advantage of Section 1 AC35 of FRS 102 whereby only material transactions which are not under market conditions need to be disclosed, such transactions are disclosed below.

15. Transition to FRS 102

These are the first financial statements that comply with FRS 102. The company transitioned to FRS 102 on 1st July 2015.

Reconciliation of equity

	1st July 2015			30th June 2016		
	As previously stated	Effect of transition	FRS 102 (as restated)	As previously stated	Effect of transition	FRS 102 (as restated)
	£	£	£	£	£	£
Fixed assets	824,749	–	824,749	833,661	–	833,661
Current assets	558,241	–	558,241	509,404	–	509,404
Creditors: amounts falling due within one year	(333,219)	–	(333,219)	(377,863)	–	(377,863)
Net current assets	225,022	–	225,022	131,541	–	131,541
Total assets less current liabilities	1,049,771	–	1,049,771	965,202	–	965,202
Creditors: amounts falling due after more than one year	(55,156)	–	(55,156)	(24,798)	–	(24,798)
Provisions	(4,950)	(15,471)	(20,421)	(22,981)	1,623	(21,358)
Net assets	989,665	(15,471)	974,194	917,423	1,623	919,046
Capital and reserves	989,665	(15,471)	974,194	917,423	1,623	919,046

Reconciliation of profit or loss for the year

No transitional adjustments were required.

Upon transition to FRS102 deferred tax has been accounted for on the fair value of Heritable Property which has resulted in the provision for deferred tax increasing by £15,471 and decreasing by £1,623 during 2015 and 2016 respectively. This has the impact of reducing the capital and reserves by £13,848.