

Company registration number: SC149821



**Smith Scott Mullan + Associates Ltd**

**Unaudited financial statements**

**30 June 2017**

## **Smith Scott Mullan + Associates Ltd**

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## **Smith Scott Mullan + Associates Ltd**

### **Directors and other information**

|                  |                                                                                          |                                                            |
|------------------|------------------------------------------------------------------------------------------|------------------------------------------------------------|
| <b>Directors</b> | Alistair Scott<br>Eugene Mullan<br>James Bateman<br>Richard McCluggage<br>Graham Acheson | (Appointed 1 December 2016)<br>(Appointed 1 December 2016) |
|------------------|------------------------------------------------------------------------------------------|------------------------------------------------------------|

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|                  |          |
|------------------|----------|
| <b>Secretary</b> | E Mullan |
|------------------|----------|

|                       |          |
|-----------------------|----------|
| <b>Company number</b> | SC149821 |
|-----------------------|----------|

|                          |                                        |
|--------------------------|----------------------------------------|
| <b>Registered office</b> | 378 Leith Walk<br>Edinburgh<br>EH7 4PF |
|--------------------------|----------------------------------------|

|                         |                                        |
|-------------------------|----------------------------------------|
| <b>Business address</b> | 378 Leith Walk<br>Edinburgh<br>EH7 4PF |
|-------------------------|----------------------------------------|

|                    |                                                                   |
|--------------------|-------------------------------------------------------------------|
| <b>Accountants</b> | McDonald Gordon & Co Ltd<br>29 York Place<br>Edinburgh<br>EH1 3HP |
|--------------------|-------------------------------------------------------------------|

|                |                                                                                                          |
|----------------|----------------------------------------------------------------------------------------------------------|
| <b>Bankers</b> | Clydesdale Bank Plc<br>Clydesdale Bank Plaza<br>Festival Square<br>50 Lothian Road<br>Edinburgh, EH3 9AN |
|----------------|----------------------------------------------------------------------------------------------------------|

**Smith Scott Mullan + Associates Ltd**

**Report to the board of directors on the preparation of the  
unaudited statutory financial statements of Smith Scott Mullan + Associates Ltd  
Year ended 30 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 Smith Scott Mullan + Associates Ltd for the year ended 30 June 2017 which comprise the statement of financial position, statement of changes in equity and related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Association of Chartered Certified Accountants, we are subject to its ethical and other professional requirements which are detailed at <http://www.accaglobal.com/en/member/professional-standards/rules-standards/acca-rulebook.html>.

This report is made solely to the board of directors of Smith Scott Mullan + Associates Ltd, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the financial statements of Smith Scott Mullan + Associates Ltd and state those matters that we have agreed to state to the board of directors of Smith Scott Mullan + Associates Ltd as a body, in this report in accordance with the requirements of the Association of Chartered Certified Accountants as detailed at <http://www.accaglobal.com/uk/en/technical-activities/technical-resources-search/2009/october/factsheet-163-audit-exempt-companies.html>. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Smith Scott Mullan + Associates Ltd and its board of directors as a body for our work or for this report.

It is your duty to ensure that Smith Scott Mullan + Associates Ltd 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 Smith Scott Mullan + Associates Ltd. You consider that Smith Scott Mullan + Associates Ltd 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 Smith Scott Mullan + Associates Ltd. 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.



McDonald Gordon & Co Ltd  
Chartered Certified Accountants

29 York Place  
Edinburgh  
EH1 3HP

9 OCTOBER 2017

**Smith Scott Mullan + Associates Ltd**

**Statement of financial position  
30 June 2017**

|                                                       | Note | 2017<br>£ | £       | 2016<br>£ | £       |
|-------------------------------------------------------|------|-----------|---------|-----------|---------|
| <b>Fixed assets</b>                                   |      |           |         |           |         |
| Tangible assets                                       | 7    | 30,995    |         | 43,264    |         |
|                                                       |      |           | 30,995  |           | 43,264  |
| <b>Current assets</b>                                 |      |           |         |           |         |
| Debtors                                               | 8    | 352,716   |         | 207,607   |         |
| Cash at bank and in hand                              |      | 7,125     |         | 39,136    |         |
|                                                       |      | 359,841   |         | 246,743   |         |
| <b>Creditors: amounts falling due within one year</b> | 9    | (147,630) |         | (89,724)  |         |
| <b>Net current assets</b>                             |      |           | 212,211 |           | 157,019 |
| <b>Total assets less current liabilities</b>          |      |           | 243,206 |           | 200,283 |
| <b>Provisions for liabilities</b>                     |      |           | (3,318) |           | (3,883) |
| <b>Net assets</b>                                     |      |           | 239,888 |           | 196,400 |
| <b>Capital and reserves</b>                           |      |           |         |           |         |
| Called up share capital                               | 10   | 24,000    |         | 24,000    |         |
| Profit and loss account                               |      | 215,888   |         | 172,400   |         |
| <b>Shareholders funds</b>                             |      |           | 239,888 |           | 196,400 |

For the year ending 30 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 shareholders 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.

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 statement of comprehensive income has not been delivered.

**The notes on pages 7 to 11 form part of these financial statements.**

**Smith Scott Mullan + Associates Ltd**

**Statement of financial position (continued)**  
**30 June 2017**

These financial statements were approved by the board of directors and authorised for issue on 15 September 2017, and are signed on behalf of the board by:

A handwritten signature in black ink, appearing to read 'A Scott', with a long horizontal stroke extending to the right.

Alistair Scott  
Director

Company registration number: SC149821

**The notes on pages 7 to 11 form part of these financial statements.**

**Smith Scott Mullan + Associates Ltd**

**Statement of changes in equity  
Year ended 30 June 2017**

|                                                             | Called up<br>share<br>capital<br>£ | Profit and<br>loss<br>account<br>£ | <b>Total</b><br><br>£ |
|-------------------------------------------------------------|------------------------------------|------------------------------------|-----------------------|
| <b>At 1 July 2015</b>                                       | 24,000                             | 204,679                            | 228,679               |
| Profit for the year                                         |                                    | 8,401                              | 8,401                 |
| <b>Total comprehensive income for the year</b>              | -                                  | 8,401                              | 8,401                 |
| Dividends paid and payable                                  |                                    | (40,680)                           | (40,680)              |
| <b>Total investments by and distributions<br/>to owners</b> | -                                  | (40,680)                           | (40,680)              |
| <b>At 30 June 2016 and 1 July 2016</b>                      | 24,000                             | 172,400                            | 196,400               |
| Profit for the year                                         |                                    | 43,488                             | 43,488                |
| <b>Total comprehensive income for the year</b>              | -                                  | 43,488                             | 43,488                |
| <b>At 30 June 2017</b>                                      | 24,000                             | 215,888                            | 239,888               |

## **Smith Scott Mullan + Associates Ltd**

### **Notes to the financial statements Year ended 30 June 2017**

#### **1. General information**

The company is a private company limited by shares, registered in Scotland. The address of the registered office is 378 Leith Walk, Edinburgh, EH7 4PF.

#### **2. Statement of compliance**

These financial statements have been prepared in compliance with the provisions of FRS 102, Section 1A, 'The Financial Reporting Standard applicable in the UK and 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 UK GAAP to FRS 102 as at 1 July 2015. The end of the comparative period was 30 June 2016. Detail of how FRS 102 has affected the reported financial position and financial performance is given in note 11.

##### **Turnover**

Turnover is measured at the fair value of the consideration received or receivable and represents amounts chargeable to clients for services provided during the year, including recoverable expenses on client assignments, excluding value added tax. Services provided to clients, which at the balance sheet date have not been billed to clients, have been recognised as turnover. Turnover recognised in this manner is based on an assessment of the fair value of services provided at the balance sheet date as a proportion of the total value of the engagement. Provision is made against unbilled amounts on these engagements where the right to receive payment is contingent on factors outside the control of the company. Unbilled revenue that is recognised is included in trade debtors.

##### **Taxation**

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in the statement of comprehensive income, except to the extent that it relates to items recognised in other comprehensive income or directly in capital and reserves. In this case, tax is recognised in other comprehensive income or directly in capital and reserves, respectively.

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are 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. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date that are expected to apply to the reversal of the timing difference.

##### **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.

## **Smith Scott Mullan + Associates Ltd**

### **Notes to the financial statements (continued)**

**Year ended 30 June 2017**

#### **Tangible assets**

Tangible assets are initially recorded at cost, and are 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 capital and reserves, 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 capital and reserves in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in capital and reserves 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:

|                                  |       |                  |
|----------------------------------|-------|------------------|
| Tenants improvements             | - 4%  | straight line    |
| Fixtures, fittings and equipment | - 25% | reducing balance |
| Motor vehicles                   | - 25% | reducing balance |

If there is an indication that there has been a significant change in depreciation rate, useful life or residual value of tangible assets, the depreciation is revised prospectively to reflect the new estimates.

#### **Impairment**

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.

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 are largely independent of the cash inflows from other assets or groups of assets.

#### **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 in finance costs in profit or loss in the period it arises.

## Smith Scott Mullan + Associates Ltd

### Notes to the financial statements (continued) Year ended 30 June 2017

#### 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.

Trade and other debtors are recognised at the settlement amount due after any trade discount offered.

Prepayments are valued at the amount prepaid net of any trade discounts due.

Cash at bank and in hand includes cash and short term highly liquid investments.

Creditors are recognised where the company has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors are normally recognised at their settlement amount after allowing for any trade discounts due.

#### 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 in finance costs in profit or loss in the period in which it arises.

#### 4. Staff costs

The average number of persons employed by the company during the year, including the directors was 17 (2016: 16).

#### 5. Profit before taxation

Profit before taxation is stated after charging/(crediting):

|                                 | 2017  | 2016   |
|---------------------------------|-------|--------|
|                                 | £     | £      |
| Depreciation of tangible assets | 9,375 | 13,304 |

**Smith Scott Mullan + Associates Ltd**

**Notes to the financial statements (continued)**  
**Year ended 30 June 2017**

**6. Tax on profit**

**Major components of tax expense**

|                                                | <b>2017</b>   | <b>2016</b>  |
|------------------------------------------------|---------------|--------------|
|                                                | <b>£</b>      | <b>£</b>     |
| <b>Current tax:</b>                            |               |              |
| UK current tax expense                         | 13,854        | 6,364        |
| <b>Deferred tax:</b>                           |               |              |
| Origination and reversal of timing differences | (565)         | (907)        |
| <b>Tax on profit</b>                           | <u>13,289</u> | <u>5,457</u> |

**7. Tangible assets**

|                        | Tenants<br>improvements | Fixtures,<br>fittings and<br>equipment | Motor<br>vehicles | <b>Total</b>   |
|------------------------|-------------------------|----------------------------------------|-------------------|----------------|
|                        | £                       | £                                      | £                 | £              |
| <b>Cost</b>            |                         |                                        |                   |                |
| At 1 July 2016         | 12,126                  | 227,185                                | 18,740            | 258,051        |
| Additions              | -                       | 5,890                                  | -                 | 5,890          |
| Disposals              | -                       | -                                      | (18,740)          | (18,740)       |
| <b>At 30 June 2017</b> | <u>12,126</u>           | <u>233,075</u>                         | <u>-</u>          | <u>245,201</u> |
| <b>Depreciation</b>    |                         |                                        |                   |                |
| At 1 July 2016         | 7,321                   | 197,510                                | 9,955             | 214,786        |
| Charge for the year    | 485                     | 8,890                                  | -                 | 9,375          |
| Disposals              | -                       | -                                      | (9,955)           | (9,955)        |
| <b>At 30 June 2017</b> | <u>7,806</u>            | <u>206,400</u>                         | <u>-</u>          | <u>214,206</u> |
| <b>Carrying amount</b> |                         |                                        |                   |                |
| <b>At 30 June 2017</b> | <u>4,320</u>            | <u>26,675</u>                          | <u>-</u>          | <u>30,995</u>  |
| At 30 June 2016        | <u>4,805</u>            | <u>29,675</u>                          | <u>8,785</u>      | <u>43,265</u>  |

**8. Debtors**

|                                | <b>2017</b>    | <b>2016</b>    |
|--------------------------------|----------------|----------------|
|                                | <b>£</b>       | <b>£</b>       |
| Trade debtors                  | 345,463        | 199,436        |
| Prepayments and accrued income | 7,253          | 8,171          |
|                                | <u>352,716</u> | <u>207,607</u> |

**Smith Scott Mullan + Associates Ltd**

**Notes to the financial statements (continued)**  
**Year ended 30 June 2017**

**9. Creditors: amounts falling due within one year**

|                                 | <b>2017</b>    | 2016          |
|---------------------------------|----------------|---------------|
|                                 | <b>£</b>       | <b>£</b>      |
| Trade creditors                 | 23,226         | 15,586        |
| Accruals and deferred income    | 11,000         | 10,418        |
| Corporation tax                 | 13,854         | 6,364         |
| Social security and other taxes | 97,617         | 57,356        |
| Other creditors                 | 1,933          | -             |
|                                 | <u>147,630</u> | <u>89,724</u> |

**10. Called up share capital**  
**Issued, called up and fully paid**

|                                       | <b>2017</b>   |               | 2016          |               |
|---------------------------------------|---------------|---------------|---------------|---------------|
|                                       | <b>No</b>     | <b>£</b>      | <b>No</b>     | <b>£</b>      |
| Ordinary shares shares of £ 1.00 each | <u>24,000</u> | <u>24,000</u> | <u>24,000</u> | <u>24,000</u> |

**11. Events after the end of the reporting period**

On 31 July 2017 the company declared dividends of £40,000.

**12. Transition to FRS 102**

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

**Reconciliation of equity**

No transitional adjustments were required.

**Reconciliation of profit or loss for the year**

No transitional adjustments were required.