

Farquhar Estates Limited
Annual Report and Financial Statements
for the Year Ended 31 January 2017

Farquhar Estates Limited

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Farquhar Estates Limited

Company Information

Directors	Mr G Farquhar Mr J Erskine
Company secretary	Ledingham Chalmers LLP
Registered office	Johnstone House 52-54 Rose Street Aberdeen AB10 1HA
Accountants	Norman Gray & Co Chartered Certified Accountants 72 Carden Place Aberdeen AB10 1UL

Farquhar Estates Limited
(Registration number: SC192545)
Balance Sheet as at 31 January 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	<u>4</u>	280,570	283,960
Current assets			
Debtors	<u>5</u>	64,679	74,557
Cash at bank and in hand		<u>1,253</u>	<u>2,608</u>
		65,932	77,165
Creditors: Amounts falling due within one year	<u>6</u>	<u>(275,177)</u>	<u>(270,949)</u>
Net current liabilities		<u>(209,245)</u>	<u>(193,784)</u>
Total assets less current liabilities		71,325	90,176
Creditors: Amounts falling due after more than one year	<u>6</u>	<u>(37,984)</u>	<u>(44,247)</u>
Net assets		<u><u>33,341</u></u>	<u><u>45,929</u></u>
Capital and reserves			
Called up share capital		2	2
Profit and loss account		<u>33,339</u>	<u>45,927</u>
Total equity		<u><u>33,341</u></u>	<u><u>45,929</u></u>

For the financial year ending 31 January 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 accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 18 October 2017 and signed on its behalf by:

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Mr G Farquhar

Director

The notes on pages 3 to 9 form an integral part of these financial statements.

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Farquhar Estates Limited

Notes to the Financial Statements for the Year Ended 31 January 2017

1 General information

The company is a private company limited by share capital, incorporated in Scotland.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Farquhar Estates Limited

Notes to the Financial Statements for the Year Ended 31 January 2017 (continued)

2 Accounting policies (continued)

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Land and buildings	2% on cost
Plant and machinery	25% on reducing balance
Motor vehicles	25% on reducing balance
Fixtures and fittings	25% on reducing balance

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business. Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Farquhar Estates Limited

Notes to the Financial Statements for the Year Ended 31 January 2017 (continued)

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 1 (2016 - 1).

Farquhar Estates Limited

Notes to the Financial Statements for the Year Ended 31 January 2017 (continued)

4 Tangible assets

	Land and buildings £	Fixtures and fittings £	Motor vehicles £	Plant and machinery £
Cost or valuation				
At 1 February 2016	323,363	18,382	12,775	106,693
Additions	775	-	-	529
At 31 January 2017	324,138	18,382	12,775	107,222
Depreciation				
At 1 February 2016	43,808	17,007	12,365	104,073
Charge for the year	3,475	355	105	759
At 31 January 2017	47,283	17,362	12,470	104,832
Carrying amount				
At 31 January 2017	276,855	1,020	305	2,390
At 31 January 2016	279,555	1,375	410	2,620
				Total £
Cost or valuation				
At 1 February 2016				461,213
Additions				1,304
At 31 January 2017				462,517
Depreciation				
At 1 February 2016				177,253
Charge for the year				4,694
At 31 January 2017				181,947
Carrying amount				
At 31 January 2017				280,570
At 31 January 2016				283,960

Included within the net book value of land and buildings above is £276,855 (2016 - £279,555) in respect of freehold land and buildings.

Farquhar Estates Limited

Notes to the Financial Statements for the Year Ended 31 January 2017 (continued)

5 Debtors

	2017 £	2016 £
Other debtors	64,679	74,557
	<u>64,679</u>	<u>74,557</u>

6 Creditors

Creditors: amounts falling due within one year

	Note	2017 £	2016 £
Due within one year			
Bank loans and overdrafts	8	9,000	9,000
Taxation and social security		183	2,915
Other creditors		265,994	259,034
		<u>275,177</u>	<u>270,949</u>

Due after one year

Loans and borrowings	8	<u>37,984</u>	<u>44,247</u>
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Creditors includes bank loans and overdrafts of £46,984 (2016 - £53,247) which are secured by Standard Security, Bond and Floating Charge over all of the assets of the company.

Creditors: amounts falling due after more than one year

	Note	2017 £	2016 £
Due after one year			
Loans and borrowings	8	<u>37,984</u>	<u>44,247</u>

7 Share capital

Allotted, called up and fully paid shares

	2017		2016	
	No.	£	No.	£
Ordinary shares of £1 each	2	2	2	2

Farquhar Estates Limited

Notes to the Financial Statements for the Year Ended 31 January 2017 (continued)

8 Loans and borrowings

	2017	2016
	£	£
Non-current loans and borrowings		
Bank borrowings	<u>37,984</u>	<u>44,247</u>
	2017	2016
	£	£
Current loans and borrowings		
Bank borrowings	<u>9,000</u>	<u>9,000</u>

9 Related party transactions

Transactions with directors

	At 1 February	Other payments made to company by director	At 31 January
	2016	£	2017
	£	£	£
2017			
Mr G Farquhar			
Interest free advance repayable on demand	(29,229)	(5,575)	(34,804)
	<u> </u>	<u> </u>	<u> </u>
Mr J Erskine			
Interest free advance repayable on demand	-	(850)	(850)
	<u> </u>	<u> </u>	<u> </u>

	At 1 February	Other payments made to company by director	At 31 January
	2015	£	2016
	£	£	£
2016			
Mr G Farquhar			
Interest free advance repayable on demand	(21,830)	(7,399)	(29,229)
	<u> </u>	<u> </u>	<u> </u>

Farquhar Estates Limited

Notes to the Financial Statements for the Year Ended 31 January 2017 (continued)

9 Related party transactions (continued)

Summary of transactions with other related parties

James Blake (1863) Limited

(Connected company)

At the balance sheet date the amount due to James Blake (1863) Limited was £227,301 (2016 - £227,301).

Moray Land Investments Limited

(Connected company)

At the balance sheet date the amount due to Moray Land Investments Limited was £nil (2016 - £400).

Ergon Scottish Holdings Limited

(Connected company)

At the balance sheet date the amount due from Ergon Scottish Holdings Limited was £52,679 (2016 - £52,679).

Ergon Profiles Limited

(Connected company)

During the year leisure and rental income of £nil (2016 - £700) was received from Ergon Profiles Limited, a company under common control.

During the year an irrecoverable loan to Ergon Profiles Limited of £9,570 was written off.

At the balance sheet date the amount due from Ergon Profiles Limited was £nil (2016 - £9,877).

Rae Brown & Company Limited

(Connected company)

At the balance sheet date the amount due from Rae Brown & Company Limited was £12,000 (2016 - £12,000).

10 Transition to FRS 102

In preparing the accounts, the directors have considered whether in applying the accounting policies required by FRS 102 Section 1A and the Companies Act 2006 a restatement of comparative items was needed. No restatements were required.

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.