

Unaudited Financial Statements for the Year Ended 31 December 2016

for

Stewart & Stewart Limited

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for the Year Ended 31 December 2016

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DIRECTOR: J Stewart

SECRETARY: EJA Stewart

REGISTERED OFFICE: Achorn House
34 Millbank Road
Munlochy
Ross-Shire
IV8 8ND

REGISTERED NUMBER: SC201913 (Scotland)

ACCOUNTANTS: Stewart & Stewart Ltd.
Chartered Accountants
Achorn House
34 Millbank Road
Munlochy
Ross-Shire
IV8 8ND

Abridged Balance Sheet
31 December 2016

	Notes	31.12.16 £	£	31.12.15 £	£
FIXED ASSETS					
Intangible assets	4		3,861		5,005
Tangible assets	5		169,903		176,735
Investment property	6		<u>355,000</u>		<u>355,000</u>
			528,764		536,740
CURRENT ASSETS					
Debtors		251,086		206,068	
Cash at bank and in hand		<u>190,396</u>		<u>161,485</u>	
		441,482		367,553	
CREDITORS					
Amounts falling due within one year		<u>153,727</u>		<u>147,268</u>	
NET CURRENT ASSETS			<u>287,755</u>		<u>220,285</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			816,519		757,025
CREDITORS					
Amounts falling due after more than one year			(9,783)		(23,249)
PROVISIONS FOR LIABILITIES			<u>(4,849)</u>		<u>(5,404)</u>
NET ASSETS			<u>801,887</u>		<u>728,372</u>
CAPITAL AND RESERVES					
Called up share capital			200		200
Revaluation reserve	8		7,043		7,043
Retained earnings			<u>794,644</u>		<u>721,129</u>
SHAREHOLDERS' FUNDS			<u>801,887</u>		<u>728,372</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2016.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2016 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for:

- (a) 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.

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

All the members have consented to the preparation of an abridged Income Statement and an abridged Balance Sheet for the year ended 31 December 2016 in accordance with Section 444(2A) of the Companies Act 2006.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the director on 12 September 2017 and were signed by:

J Stewart - Director

Notes to the Financial Statements
for the Year Ended 31 December 2016

1. **STATUTORY INFORMATION**

Stewart & Stewart Limited is a private company, limited by shares, registered in Scotland. The company's registered number and registered office address can be found on the Company Information page.

2. **ACCOUNTING POLICIES**

Basis of preparing the financial statements

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Turnover

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

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2010, is being amortised evenly over its estimated useful life of ten years.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Tangible fixed assets

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

Freehold property	- 2% on cost
Computer equipment	- 25% on reducing balance

Investment property

Investment properties are those properties that are held either to earn rental income or for capital appreciation or both. Investment properties are measured initially at cost including transaction costs and thereafter are stated at fair value, which reflects market conditions at the balance sheet date. Gains and losses arising from changes in the fair value of investment properties are recognised in the income statement in the year in which they arise.

Investment properties are stated at fair value as determined by the Director. In determining the fair value of each investment property, the Director makes use of historical and current market data as well as existing lease agreements.

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 balance sheet date.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2016

2. **ACCOUNTING POLICIES - continued**

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet 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.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 12 (2015 - 11) .

4. **INTANGIBLE FIXED ASSETS**

COST

At 1 January 2016
and 31 December 2016

Totals
£

14,576

AMORTISATION

At 1 January 2016
Amortisation for year
At 31 December 2016

9,571

1,144

10,715

NET BOOK VALUE

At 31 December 2016
At 31 December 2015

3,861

5,005

Notes to the Financial Statements - continued
for the Year Ended 31 December 2016

5. **TANGIBLE FIXED ASSETS**

	Totals £
COST	
At 1 January 2016	252,145
Additions	<u>2,536</u>
At 31 December 2016	<u>254,681</u>
DEPRECIATION	
At 1 January 2016	75,410
Charge for year	<u>9,368</u>
At 31 December 2016	<u>84,778</u>
NET BOOK VALUE	
At 31 December 2016	<u>169,903</u>
At 31 December 2015	<u>176,735</u>

6. **INVESTMENT PROPERTY**

	Total £
FAIR VALUE	
At 1 January 2016 and 31 December 2016	<u>355,000</u>
NET BOOK VALUE	
At 31 December 2016	<u>355,000</u>
At 31 December 2015	<u>355,000</u>

7. **SECURED DEBTS**

The following secured debts are included within creditors:

	31.12.16 £	31.12.15 £
Bank loans	<u>22,313</u>	<u>35,779</u>

The Clydesdale Bank have a bond and floating charge over the company's assets to secure the overdraft facility and also have security over the freehold property in respect of borrowings thereon

Notes to the Financial Statements - continued
for the Year Ended 31 December 2016

8. **RESERVES**

	Revaluation reserve £
At 1 January 2016 and 31 December 2016	<u>7,043</u>

Adjustments under FRS102

The accounts to 31 December 2016 are the first prepared under FRS102. As required by FRS102 the prior year accounts have been re-stated to provide comparable figures between the years.

Reconciliation of Equity	01.01.15 £	31.12.15 £
Capital and reserves as previously stated	775,234	730,133
Deferred tax on investment property	<u>(1,761)</u>	<u>(1,761)</u>
Capital and reserves as restated	<u>773,473</u>	<u>728,372</u>

Investment property

The investment property was previously accounted for under the FRSSE (effective January 2015) which required gains and losses on the property's open market value to be taken to a revaluation reserve in equity. The property is being measured at fair value under FRS102 and value gains and losses are reported in profit and loss. FRS102 also requires deferred tax to be accounted for on assets that are subject to revaluation. Consequently, additional deferred tax of £1,761 was recognised at 1 January 2015 to reflect the provisions of FRS102

The company has as is permitted, transferred the revaluation gains net of deferred tax to a separate non-distributable reserve for the purposes of clarity and separation of distributable profits in the profit and loss account and non-distributable revaluation gains.

9. **ULTIMATE CONTROLLING PARTY**

The ultimate controlling party is J Stewart.

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.