

Unaudited Financial Statements for the Year Ended 30 April 2017

for

McDermott Contract Services Limited

Contents of the Financial Statements
for the Year Ended 30 April 2017

	Page
Balance Sheet	1
Notes to the Financial Statements	3

Balance Sheet
30 April 2017

	Notes	30.4.17 £	30.4.16 £
FIXED ASSETS			
Tangible assets	4	270,579	135,955
CURRENT ASSETS			
Stocks		1,094	550
Debtors	5	185,730	138,365
Cash at bank and in hand		15	462
		<u>186,839</u>	<u>139,377</u>
CREDITORS			
Amounts falling due within one year	6	<u>(321,617)</u>	<u>(213,085)</u>
NET CURRENT LIABILITIES		<u>(134,778)</u>	<u>(73,708)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		135,801	62,247
CREDITORS			
Amounts falling due after more than one year	7	(84,642)	(39,681)
PROVISIONS FOR LIABILITIES		<u>(50,480)</u>	<u>(20,887)</u>
NET ASSETS		<u>679</u>	<u>1,679</u>
CAPITAL AND RESERVES			
Called up share capital		3	2
Retained earnings		<u>676</u>	<u>1,677</u>
SHAREHOLDERS' FUNDS		<u>679</u>	<u>1,679</u>

The notes form part of these financial statements

Balance Sheet - continued
30 April 2017

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 April 2017.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 April 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 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.
- (b)

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.

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

The financial statements were approved by the Board of Directors on 26 July 2017 and were signed on its behalf by:

Ms M Hamilton - Director

Notes to the Financial Statements
for the Year Ended 30 April 2017

1. **STATUTORY INFORMATION**

McDermott Contract Services Limited, is a private company, limited by shares, domiciled in Scotland, registration SC222012. The registered office is Unit 8 & 9, Gateside Industrial Estate, Balgray Road, Lesmahagow, ML11 0JR.

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 represents the invoice value of the landscaping and groundwork, excluding value added tax, undertaken during the year. Sales are recognised at the point at which the service is complete.

Tangible fixed assets and depreciation

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Plant and machinery	- 50% on cost and 25% on reducing balance
Fixtures and fittings	- 25% on reducing balance and 10% on reducing balance
Motor vehicles	- 25% on cost and 25% on reducing balance

Tangible fixed assets are stated at cost less depreciation. Cost represent purchase price together with any incidental costs of acquisition.

The directors have considered the residual value of all tangible fixed assets to be immaterial and therefore all tangible fixed assets are depreciated to nil value.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items. Cost is represented by purchase price.

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.

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.

Notes to the Financial Statements - continued
for the Year Ended 30 April 2017

2. ACCOUNTING POLICIES - continued

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

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.

Provisions

Provisions are recognised when the company has a legal or constructive obligation as a result of a past event, it is probable that an outflow of resources will be required to settle the obligation, and the amount has been reliably estimated. Provisions are not recognised for future operating losses. Provisions are discounted where the time value of money is material.

Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one item included in the same class of obligations may be small.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 35 (2016 - 23) .

4. TANGIBLE FIXED ASSETS

	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
COST				
At 1 May 2016	150,672	27,098	116,199	293,969
Additions	43,965	-	126,357	170,322
Disposals	-	-	(69,008)	(69,008)
At 30 April 2017	194,637	27,098	173,548	395,283
DEPRECIATION				
At 1 May 2016	83,044	20,468	54,502	158,014
Charge for year	3,080	830	4,099	8,009
Eliminated on disposal	-	-	(41,319)	(41,319)
At 30 April 2017	86,124	21,298	17,282	124,704
NET BOOK VALUE				
At 30 April 2017	108,513	5,800	156,266	270,579
At 30 April 2016	67,628	6,630	61,697	135,955

Notes to the Financial Statements - continued
for the Year Ended 30 April 2017

4. **TANGIBLE FIXED ASSETS - continued**

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Plant and machinery £	Motor vehicles £	Totals £
COST			
At 1 May 2016	27,738	47,191	74,929
Additions	43,965	126,357	170,322
At 30 April 2017	<u>71,703</u>	<u>173,548</u>	<u>245,251</u>
DEPRECIATION			
At 1 May 2016	3,481	14,113	17,594
Charge for year	1,455	3,169	4,624
At 30 April 2017	<u>4,936</u>	<u>17,282</u>	<u>22,218</u>
NET BOOK VALUE			
At 30 April 2017	<u>66,767</u>	<u>156,266</u>	<u>223,033</u>
At 30 April 2016	<u>24,257</u>	<u>33,078</u>	<u>57,335</u>

5. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	30.4.17 £	30.4.16 £
Trade debtors	152,818	115,921
Other debtors	15,666	12,115
Prepayments and accrued income	<u>17,246</u>	<u>10,329</u>
	<u>185,730</u>	<u>138,365</u>

6. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	30.4.17 £	30.4.16 £
Bank loans and overdrafts	63,949	28,418
Hire purchase contracts	97,280	38,897
Trade creditors	52,192	31,689
Tax	(11,798)	21,657
Social security and other taxes	19,533	17,942
VAT	31,270	34,162
Credit card	1,899	2,579
Directors' current accounts	763	21
Accruals and deferred income	<u>66,529</u>	<u>37,720</u>
	<u>321,617</u>	<u>213,085</u>

7. **CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	30.4.17 £	30.4.16 £
Bank loans	11,024	21,199
Hire purchase contracts	<u>73,618</u>	<u>18,482</u>
	<u>84,642</u>	<u>39,681</u>

Notes to the Financial Statements - continued
for the Year Ended 30 April 2017

8. **SECURED DEBTS**

The following secured debts are included within creditors:

	30.4.17	30.4.16
	£	£
Bank overdrafts	53,774	18,243
Bank loans	21,199	31,374
Hire purchase contracts	170,898	57,379
	<u>245,871</u>	<u>106,996</u>

Balances due on hire purchase agreements are secured on the assets to which they relate. There is a personal guarantee from Ms M Hamilton and Mr N Clacher in respect of the bank loan and overdraft facility.

9. **RELATED PARTY DISCLOSURES**

McDermott Contract Services Limited paid rent to Ms M Hamilton of £31,200 (2016 - £19,200) during the period under normal trading conditions.

10. **ULTIMATE CONTROLLING PARTY**

The company was under the control of Ms M Hamilton and Mr N Clacher throughout the whole of the current and previous years.

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.