

**ST MARY'S HORTICULTURAL SERVICES LIMITED**  
**DIRECTORS' REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 JANUARY 2018**

**ST MARY'S HORTICULTURAL SERVICES LIMITED**

**COMPANY INFORMATION**

|                          |                                                                                          |
|--------------------------|------------------------------------------------------------------------------------------|
| <b>Directors</b>         | M A Innes<br>C A Scott                                                                   |
| <b>Company secretary</b> | M A Innes                                                                                |
| <b>Registered number</b> | SC244721                                                                                 |
| <b>Registered office</b> | St Mary's Farm<br>Cupar<br>Fife<br>KY15 4NF                                              |
| <b>Accountants</b>       | EQ Accountants LLP<br>Chartered Accountants<br>58 Bonnygate<br>Cupar<br>Fife<br>KY15 4LD |

STATEMENT OF FINANCIAL POSITION  
AS AT 31 JANUARY 2018

|                                                |   | 2018<br>£            | 2017<br>£            |
|------------------------------------------------|---|----------------------|----------------------|
| <b>Fixed assets</b>                            |   |                      |                      |
| Intangible assets                              | 4 | 2,500                | 3,000                |
| Tangible assets                                | 5 | 7,764                | 8,269                |
|                                                |   | <u>10,264</u>        | <u>11,269</u>        |
| <b>Current assets</b>                          |   |                      |                      |
| Stocks                                         |   | 1,700                | 3,050                |
| Debtors: amounts falling due within one year   | 6 | 7,437                | 21,603               |
| Cash at bank and in hand                       |   | 25,211               | 47,544               |
|                                                |   | <u>34,348</u>        | <u>72,197</u>        |
| Creditors: amounts falling due within one year | 7 | (6,727)              | (11,388)             |
|                                                |   | <u>27,621</u>        | <u>60,809</u>        |
| <b>Net current assets</b>                      |   | <u>27,621</u>        | <u>60,809</u>        |
| <b>Total assets less current liabilities</b>   |   | <u>37,885</u>        | <u>72,078</u>        |
| <b>Provisions for liabilities</b>              |   |                      |                      |
| Deferred tax                                   |   | (1,475)              | (1,654)              |
|                                                |   | <u>(1,475)</u>       | <u>(1,654)</u>       |
| <b>Net assets</b>                              |   | <u><u>36,410</u></u> | <u><u>70,424</u></u> |
| <b>Capital and reserves</b>                    |   |                      |                      |
| Called up share capital                        |   | 11                   | 11                   |
| Profit and loss account                        |   | 36,399               | 70,413               |
|                                                |   | <u><u>36,410</u></u> | <u><u>70,424</u></u> |

**STATEMENT OF FINANCIAL POSITION (CONTINUED)**  
**AS AT 31 JANUARY 2018**

The directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The Company has opted not to file the statement of income and retained earnings in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 30 May 2018.

**M A Innes**

**Director**

The notes on pages 3 to 7 form part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 JANUARY 2018**

**1. General information**

St Mary's Horticultural Services Ltd is a private company limited by shares and incorporated in Scotland; registered number SC244721. The registered office address of the company is St Mary's Farm, Cupar, Fife, KY15 4NF.

**2. Accounting policies**

**2.1 Basis of preparation of financial statements**

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

**2.2 Turnover**

Turnover is recognised to the extent that it is probable that the economic benefits will flow to the Company and the turnover can be reliably measured. Turnover is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before turnover is recognised:

**Rendering of services**

Turnover from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of turnover can be measured reliably;
- it is probable that the Company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 JANUARY 2018

2. Accounting policies (continued)

2.3 Intangible assets

**Goodwill**

Goodwill represents the difference between amounts paid on the cost of a business combination and the acquirer's interest in the fair value of its identifiable assets and liabilities of the acquiree at the date of acquisition. Subsequent to initial recognition, goodwill is measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is amortised on a straight line basis to the Statement of income and retained earnings over its useful economic life.

**Other intangible assets**

Intangible assets are initially recognised at cost. After recognition, under the cost model, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

All intangible assets are considered to have a finite useful life. If a reliable estimate of the useful life cannot be made, the useful life shall not exceed ten years.

Amortisation is provided on the following bases:

|          |   |     |               |
|----------|---|-----|---------------|
| Goodwill | - | 5 % | Straight line |
|----------|---|-----|---------------|

2.4 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, as follows:

|                     |   |     |                  |
|---------------------|---|-----|------------------|
| Plant and machinery | - | 20% | reducing balance |
| Motor vehicles      | - | 25% | reducing balance |
| Computer equipment  | - | 33% | straight line    |

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of income and retained earnings.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 JANUARY 2018

**2. Accounting policies (continued)**

**2.5 Stocks**

Stocks are stated at the lower of cost and net realisable value, being the estimated selling price less costs to complete and sell. Cost is based on the cost of purchase on a first in, first out basis. Work in progress and finished goods include labour and attributable overheads.

At each reporting date, stocks are assessed for impairment. If stock is impaired, the carrying amount is reduced to its selling price less costs to complete and sell. The impairment loss is recognised immediately in profit or loss.

**2.6 Financial instruments**

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

**2.7 Dividends**

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid. Final equity dividends are recognised when approved by the shareholders at an annual general meeting. Dividends on shares recognised as liabilities are recognised as expenses and classified within interest payable.

**2.8 Current and deferred taxation**

The tax expense for the year comprises current and deferred tax. Tax is recognised in the Statement of income and retained earnings, except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the Company operates and generates income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Statement of financial position date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

**3. Employees**

The average monthly number of employees, including directors, during the year was 2 (2017 - 2).

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 JANUARY 2018

## 4. Intangible assets

|                           | Goodwill<br>£       |
|---------------------------|---------------------|
| <b>Cost</b>               |                     |
| At 1 February 2017        | 10,000              |
| At 31 January 2018        | <u>10,000</u>       |
| <b>Amortisation</b>       |                     |
| At 1 February 2017        | 7,000               |
| Charge for the year       | 500                 |
| At 31 January 2018        | <u>7,500</u>        |
| <b>Net book value</b>     |                     |
| At 31 January 2018        | <u><u>2,500</u></u> |
| <i>At 31 January 2017</i> | <u><u>3,000</u></u> |

## 5. Tangible fixed assets

|                                     | Plant and<br>machinery<br>£ | Motor vehicles<br>£ | Computer<br>equipment<br>£ | Total<br>£          |
|-------------------------------------|-----------------------------|---------------------|----------------------------|---------------------|
| <b>Cost or valuation</b>            |                             |                     |                            |                     |
| At 1 February 2017                  | 3,649                       | 22,182              | 474                        | 26,305              |
| Additions                           | -                           | 2,000               | -                          | 2,000               |
| At 31 January 2018                  | <u>3,649</u>                | <u>24,182</u>       | <u>474</u>                 | <u>28,305</u>       |
| <b>Depreciation</b>                 |                             |                     |                            |                     |
| At 1 February 2017                  | 2,398                       | 15,164              | 474                        | 18,036              |
| Charge for the year on owned assets | 250                         | 2,255               | -                          | 2,505               |
| At 31 January 2018                  | <u>2,648</u>                | <u>17,419</u>       | <u>474</u>                 | <u>20,541</u>       |
| <b>Net book value</b>               |                             |                     |                            |                     |
| At 31 January 2018                  | <u><u>1,001</u></u>         | <u><u>6,763</u></u> | <u><u>-</u></u>            | <u><u>7,764</u></u> |
| <i>At 31 January 2017</i>           | <u><u>1,251</u></u>         | <u><u>7,018</u></u> | <u><u>-</u></u>            | <u><u>8,269</u></u> |

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 JANUARY 2018**6. Debtors**

|                                | 2018<br>£    | 2017<br>£     |
|--------------------------------|--------------|---------------|
| Trade debtors                  | 5,757        | 18,593        |
| Other debtors                  | 1,336        | 1,466         |
| Prepayments and accrued income | 344          | 1,544         |
|                                | <u>7,437</u> | <u>21,603</u> |

**7. Creditors: Amounts falling due within one year**

|                                    | 2018<br>£    | 2017<br>£     |
|------------------------------------|--------------|---------------|
| Trade creditors                    | -            | 11            |
| Corporation tax                    | 1            | -             |
| Other taxation and social security | -            | 4,017         |
| Other creditors                    | 1,250        | 1,695         |
| Accruals and deferred income       | 5,476        | 5,665         |
|                                    | <u>6,727</u> | <u>11,388</u> |

**8. Pension commitments**

The Company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the Company in an independently administered fund. The pension cost charge represents contributions payable by the Company to the fund and amounted to nil (2017 - £30,000).