

Letts & Co Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 31 March 2017

Mint Accounting Ltd
56 King Street
Aberdeen
AB24 5AX

Letts & Co Limited

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Letts & Co Limited

Company Information

Director Mr Clifford Caie

Registered office 32 King Street
Aberdeen
AB24 5AX

Accountants Mint Accounting Ltd
56 King Street
Aberdeen
AB24 5AX

**Accountants' Report to the Director on the Preparation of the Unaudited Statutory
Accounts of
Letts & Co Limited
for the Year Ended 31 March 2017**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Letts & Co Limited for the year ended 31 March 2017 as set out on pages 3 to 11 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Chartered Institute of Management Accountants (CIMA), we are subject to its ethical and other professional requirements which are detailed at <http://www.cimaglobal.com/members/>.

This report is made solely to the Board of Directors of Letts & Co Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of Letts & Co Limited and state those matters that we have agreed to state to the Board of Directors of Letts & Co Limited, as a body, in this report in accordance with CIMA. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Letts & Co Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Letts & Co Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of Letts & Co Limited. You consider that Letts & Co Limited 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 accounts of Letts & Co Limited. 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 accounts.

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Mint Accounting Ltd
56 King Street
Aberdeen
AB24 5AX

31 January 2018

Letts & Co Limited

(Registration number: SC246021)
Balance Sheet as at 31 March 2017

	Note	2017 £	2016 £
Fixed assets			
Intangible assets	<u>3</u>	27,750	32,375
Tangible assets	<u>4</u>	210,873	211,272
Investment property	<u>5</u>	171,124	171,124
		<u>409,747</u>	<u>414,771</u>
Current assets			
Debtors	<u>6</u>	11,358	5,976
Cash at bank and in hand		187,759	178,139
		199,117	184,115
Creditors: Amounts falling due within one year	<u>7</u>	(63,369)	(82,029)
Net current assets		<u>135,748</u>	<u>102,086</u>
Total assets less current liabilities		545,495	516,857
Provisions for liabilities		<u>(2,744)</u>	<u>(2,633)</u>
Net assets		<u>542,751</u>	<u>514,224</u>
Capital and reserves			
Called up share capital		1	1
Profit and loss account		<u>542,750</u>	<u>514,223</u>
Total equity		<u>542,751</u>	<u>514,224</u>

For the financial year ending 31 March 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's 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 director acknowledges his 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.

The notes on pages 5 to 11 form an integral part of these financial statements.
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Letts & Co Limited

(Registration number: SC246021)
Balance Sheet as at 31 March 2017

Approved and authorised by the director on 31 January 2018

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Mr Clifford Caie

Director

The notes on pages 5 to 11 form an integral part of these financial statements.
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Letts & Co Limited

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

1 General information

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

The address of its registered office is:

32 King Street
Aberdeen
AB24 5AX
United Kingdom

These financial statements were authorised for issue by the director on 31 January 2018.

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.

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.

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
Improvement to property	20% on cost
Fixtures and fittings	20% on cost
Motor vehicle	25% reducing balance
Computer equipment	25% on cost

Letts & Co Limited

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

Investment property

Investment property is carried at fair value, derived from the current market prices for comparable real estate determined annually by external valuers. The valuers use observable market prices, adjusted if necessary for any difference in the nature, location or condition of the specific asset. Changes in fair value are recognised in profit or loss.

Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Goodwill	5% on cost

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.

Letts & Co Limited

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

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.

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

3 Intangible assets

	Goodwill £	Total £
Cost or valuation		
At 1 April 2016	122,500	122,500
At 31 March 2017	122,500	122,500
Amortisation		
At 1 April 2016	90,125	90,125
Amortisation charge	4,625	4,625
At 31 March 2017	94,750	94,750
Carrying amount		
At 31 March 2017	27,750	27,750
At 31 March 2016	32,375	32,375

The aggregate amount of research and development expenditure recognised as an expense during the period is £Nil (2016 - £Nil).

Letts & Co Limited

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

4 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Total £
Cost or valuation				
At 1 April 2016	218,446	35,545	11,244	265,235
Additions	4,057	1,734	-	5,791
At 31 March 2017	222,503	37,279	11,244	271,026
Depreciation				
At 1 April 2016	19,980	26,553	7,430	53,963
Charge for the year	1,410	3,827	953	6,190
At 31 March 2017	21,390	30,380	8,383	60,153
Carrying amount				
At 31 March 2017	201,113	6,899	2,861	210,873
At 31 March 2016	198,466	8,992	3,814	211,272

Included within the net book value of land and buildings above is £201,113 (2016 - £198,465) in respect of freehold land and buildings.

5 Investment properties

	2017 £
At 1 April	171,124

There has been no valuation of investment property by an independent valuer.

6 Debtors

	2017 £	2016 £
Trade debtors	525	159
Other debtors	10,833	5,817
Total current trade and other debtors	11,358	5,976

Letts & Co Limited

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

7 Creditors

	Note	2017 £	2016 £
Due within one year			
Taxation and social security		5,784	4,564
Other creditors		57,585	77,465
		<u>63,369</u>	<u>82,029</u>

8 Dividends

	2017 £	2016 £
Interim dividend of £15,000.00 (2016 - £30,705.00) per ordinary share	15,000	30,705

9 Related party transactions

Transactions with directors

	At 1 April 2016 £	Advances to directors £	Repayments by director £	At 31 March 2017 £
2017				
Mr Clifford Caie				
During the year the company provided the director with an interest free loan, which is unsecured, repayable on demand and shown under Other Debtors.	4,716	23,500	(19,069)	9,147

	At 1 April 2015 £	Advances to directors £	Repayments by director £	At 31 March 2016 £
2016				
Mr Clifford Caie				
During the year the company provided the director with an interest free loan, which is unsecured, repayable on demand and shown under Other Debtors.	8,240	9,488	(13,012)	4,716

Letts & Co Limited

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

10 Transition to FRS 102

On transition to FRS102 investment property recorded in the 2016 accounts at £171,124 (2015 £171,124) has been reclassified from Tangible Assets to Investment Property. This property has never been revalued and as such does not require to be remeasured.

Balance Sheet at 1 April 2015

Note	As originally reported £	Reclassification £	Remeasurement £	As restated £
Fixed assets				
Intangible assets	37,000	-	-	37,000
Tangible assets	385,505	(171,124)	-	214,381
Investment property	-	171,124	-	171,124
	<u>422,505</u>	<u>-</u>	<u>-</u>	<u>422,505</u>
Current assets				
Debtors	17,901	-	-	17,901
Cash at bank and in hand	132,192	-	-	132,192
	<u>150,093</u>	<u>-</u>	<u>-</u>	<u>150,093</u>
Creditors: Amounts falling due within one year	<u>(82,567)</u>	<u>-</u>	<u>-</u>	<u>(82,567)</u>
Net current assets	<u>67,526</u>	<u>-</u>	<u>-</u>	<u>67,526</u>
Total assets less current liabilities	490,031	-	-	490,031
Provisions for liabilities	<u>(3,001)</u>	<u>-</u>	<u>-</u>	<u>(3,001)</u>
Net assets	<u>487,030</u>	<u>-</u>	<u>-</u>	<u>487,030</u>
Capital and reserves				
Called up share capital	(1)	-	-	(1)
Profit and loss account	<u>(487,029)</u>	<u>-</u>	<u>-</u>	<u>(487,029)</u>
Total equity	<u>(487,030)</u>	<u>-</u>	<u>-</u>	<u>(487,030)</u>

Letts & Co Limited

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

Balance Sheet at 31 March 2016

Note	As originally reported £	Reclassification £	Remeasurement £	As restated £
Fixed assets				
Intangible assets	32,375	-	-	32,375
Tangible assets	382,394	(171,124)	-	211,270
Investment property	-	171,124	-	171,124
	<u>414,769</u>	<u>-</u>	<u>-</u>	<u>414,769</u>
Current assets				
Debtors	5,979	-	-	5,979
Cash at bank and in hand	178,139	-	-	178,139
	<u>184,118</u>	<u>-</u>	<u>-</u>	<u>184,118</u>
Creditors: Amounts falling due within one year	<u>(82,030)</u>	<u>-</u>	<u>-</u>	<u>(82,030)</u>
Net current assets	<u>102,088</u>	<u>-</u>	<u>-</u>	<u>102,088</u>
Total assets less current liabilities	516,857	-	-	516,857
Provisions for liabilities	<u>(2,633)</u>	<u>-</u>	<u>-</u>	<u>(2,633)</u>
Net assets	<u><u>514,224</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>514,224</u></u>
Capital and reserves				
Called up share capital	(1)	-	-	(1)
Profit and loss account	<u>(514,223)</u>	<u>-</u>	<u>-</u>	<u>(514,223)</u>
Total equity	<u><u>(514,224)</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>(514,224)</u></u>

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.