

Unaudited Financial Statements for the Year Ended 31 December 2019

for

Source Telecom (Scotland) Limited

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for the Year Ended 31 December 2019

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Balance Sheet
31 December 2019

	Notes	31.12.19 £	31.12.18 £
FIXED ASSETS			
Tangible assets	4	16,920	10,551
CURRENT ASSETS			
Debtors	5	211,706	199,566
Cash at bank		-	23,739
		<u>211,706</u>	<u>223,305</u>
CREDITORS			
Amounts falling due within one year	6	(156,791)	(181,782)
NET CURRENT ASSETS		<u>54,915</u>	<u>41,523</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		71,835	52,074
PROVISIONS FOR LIABILITIES		<u>(6,267)</u>	<u>-</u>
NET ASSETS		<u>65,568</u>	<u>52,074</u>
CAPITAL AND RESERVES			
Called up share capital		100	100
Retained earnings		65,468	51,974
		<u>65,568</u>	<u>52,074</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2019.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2019 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges her 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 applicable to companies subject to the small companies regime.

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 and authorised for issue on 24 April 2020 and were signed by:

Ms S Arkley - Director

Notes to the Financial Statements
for the Year Ended 31 December 2019

1. **STATUTORY INFORMATION**

Source Telecom (Scotland) Limited is a private company, limited by shares and registered in Scotland. Registration number SC277621. The registered office is The Business Suite, Kingsfield Golf Centre, Linlithgow, EH49 7LS.

2. **ACCOUNTING POLICIES**

Basis of preparing the financial statements

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

Turnover

Turnover represents net invoiced sales of goods and services in respect of telecommunication and broadband supplies, excluding value added tax. Sales are recognised at the point at which the goods are delivered or 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.
Plant and machinery etc - 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.

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.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

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.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2019

2. **ACCOUNTING POLICIES - continued**

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 7 (2018 - 8) .

4. **TANGIBLE FIXED ASSETS**

	Plant and machinery etc £
COST	
At 1 January 2019	38,043
Additions	11,860
At 31 December 2019	<u>49,903</u>
DEPRECIATION	
At 1 January 2019	27,492
Charge for year	5,491
At 31 December 2019	<u>32,983</u>
NET BOOK VALUE	
At 31 December 2019	<u>16,920</u>
At 31 December 2018	<u>10,551</u>

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

	31.12.19 £	31.12.18 £
Trade debtors	41,134	5,866
Amounts owed by related parties	28,370	9,000
Other debtors	<u>142,202</u>	<u>184,700</u>
	<u>211,706</u>	<u>199,566</u>

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

	31.12.19 £	31.12.18 £
Bank loans and overdrafts	30,801	16,266
Trade creditors	73,846	108,840
Taxation and social security	52,144	55,176
Other creditors	-	1,500
	<u>156,791</u>	<u>181,782</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2019

7. SECURED DEBTS

The following secured debts are included within creditors:

	31.12.19	31.12.18
	£	£
Bank overdrafts	<u>30,801</u>	<u>16,266</u>

8. DIRECTOR'S ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to a director subsisted during the years ended 31 December 2019 and 31 December 2018:

	31.12.19	31.12.18
	£	£
Ms S Arkley		
Balance outstanding at start of year	124,805	126,681
Amounts repaid	(24,327)	(1,876)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>100,478</u>	<u>124,805</u>

9. RELATED PARTY DISCLOSURES

Kingsfield Leisure Limited

At the year end, the company was owed £19,240 (2018 - £9,000) by Kingsfield Leisure Limited, a company in which Susan Arkley is a director and shareholder.

Kingsfield Lodges Limited

At the year end, the company was owed £9,130 (2018 - £nil) by Kingsfield Lodges Limited, a company in which Susan Arkley is a director and shareholder.

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.