

REGISTERED NUMBER: SC429813 (Scotland)

Unaudited Financial Statements for the Year Ended 28 February 2017
for
Strachan Pharmacy Limited

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for the Year Ended 28 February 2017

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Strachan Pharmacy Limited
Company Information
for the Year Ended 28 February 2017

DIRECTOR: J M Strachan

REGISTERED OFFICE: 16 Castle Street
BANFF
AB45 1DL

REGISTERED NUMBER: SC429813 (Scotland)

ACCOUNTANTS: Atholl Scott
16 Castle Street
BANFF
AB45 1DL

Strachan Pharmacy Limited (Registered number: SC429813)

**Balance Sheet
28 February 2017**

	Notes	28.2.17 £	28.2.16 £
FIXED ASSETS			
Intangible assets	4	1,399,005	1,653,370
Tangible assets	5	<u>107,551</u>	<u>125,701</u>
		<u>1,506,556</u>	<u>1,779,071</u>
CURRENT ASSETS			
Stocks		193,001	168,843
Debtors	6	153,971	195,380
Cash at bank and in hand		<u>476,573</u>	<u>571,226</u>
		823,545	935,449
CREDITORS			
Amounts falling due within one year	7	<u>(1,469,492)</u>	<u>(1,792,966)</u>
NET CURRENT LIABILITIES		<u>(645,947)</u>	<u>(857,517)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		860,609	921,554
CREDITORS			
Amounts falling due after more than one year	8	(866,290)	(920,586)
PROVISIONS FOR LIABILITIES	11	<u>(11,727)</u>	<u>(13,604)</u>
NET LIABILITIES		<u>(17,408)</u>	<u>(12,636)</u>
CAPITAL AND RESERVES			
Called up share capital		50	50
Retained earnings		<u>(17,458)</u>	<u>(12,686)</u>
SHAREHOLDERS' FUNDS		<u>(17,408)</u>	<u>(12,636)</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 28 February 2017.

The members have not required the company to obtain an audit of its financial statements for the year ended 28 February 2017 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.
- (b)

The notes form part of these financial statements

Balance Sheet - continued
28 February 2017

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 director on 27 November 2017 and were signed by:

J M Strachan - Director

Notes to the Financial Statements
for the Year Ended 28 February 2017

1. **STATUTORY INFORMATION**

Strachan Pharmacy 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 represents amounts receivable for goods sold and services rendered during the year, exclusive of value added tax.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2012, 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.

Improvements to property	- 10% on cost
Plant and machinery	- 15% on reducing balance
Fixtures and fittings	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 33% on reducing balance

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

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 28 February 2017

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.

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.

Going concern

Although the going concern basis has been adopted in these accounts, its continued appropriateness is dependent upon the continued support of the director.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 40 .

4. INTANGIBLE FIXED ASSETS

	Goodwill
	£
COST	
At 29 February 2016	
and 28 February 2017	<u>2,543,646</u>
AMORTISATION	
At 29 February 2016	890,276
Amortisation for year	<u>254,365</u>
At 28 February 2017	<u>1,144,641</u>
NET BOOK VALUE	
At 28 February 2017	<u>1,399,005</u>
At 28 February 2016	<u>1,653,370</u>

Notes to the Financial Statements - continued
for the Year Ended 28 February 2017

5. TANGIBLE FIXED ASSETS

	Improvements to property £	Plant and machinery £	Fixtures and fittings £
COST			
At 29 February 2016	71,228	18,608	87,261
Additions	-	142	-
At 28 February 2017	<u>71,228</u>	<u>18,750</u>	<u>87,261</u>
DEPRECIATION			
At 29 February 2016	19,991	7,261	34,842
Charge for year	<u>7,123</u>	<u>1,726</u>	<u>7,863</u>
At 28 February 2017	<u>27,114</u>	<u>8,987</u>	<u>42,705</u>
NET BOOK VALUE			
At 28 February 2017	<u>44,114</u>	<u>9,763</u>	<u>44,556</u>
At 28 February 2016	<u>51,237</u>	<u>11,347</u>	<u>52,419</u>
	Motor vehicles £	Computer equipment £	Totals £
COST			
At 29 February 2016	10,310	10,345	197,752
Additions	-	2,220	2,362
At 28 February 2017	<u>10,310</u>	<u>12,565</u>	<u>200,114</u>
DEPRECIATION			
At 29 February 2016	4,511	5,446	72,051
Charge for year	<u>1,450</u>	<u>2,350</u>	<u>20,512</u>
At 28 February 2017	<u>5,961</u>	<u>7,796</u>	<u>92,563</u>
NET BOOK VALUE			
At 28 February 2017	<u>4,349</u>	<u>4,769</u>	<u>107,551</u>
At 28 February 2016	<u>5,799</u>	<u>4,899</u>	<u>125,701</u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	28.2.17 £	28.2.16 £
Trade debtors	114,287	151,554
VAT	31,282	36,462
Prepayments	<u>8,402</u>	<u>7,364</u>
	<u>153,971</u>	<u>195,380</u>

Notes to the Financial Statements - continued
for the Year Ended 28 February 2017

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	28.2.17	28.2.16
	£	£
Bank loans and overdrafts	133,000	211,221
Other loans	60,000	100,000
Trade creditors	301,254	309,845
Tax	2,977	1,514
PAYE	4,444	4,930
Associated company loan	170,817	158,589
Directors' loan accounts	779,810	989,385
Accrued expenses	17,190	17,482
	<u>1,469,492</u>	<u>1,792,966</u>

8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	28.2.17	28.2.16
	£	£
Bank loans - 1-2 years	141,000	217,043
Bank loans - 2-5 years	725,290	703,543
	<u>866,290</u>	<u>920,586</u>

9. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	28.2.17	28.2.16
	£	£
Within one year	<u>16,800</u>	<u>16,800</u>

10. SECURED DEBTS

The following secured debts are included within creditors:

	28.2.17	28.2.16
	£	£
Bank loans	<u>999,290</u>	<u>1,131,807</u>

There is a floating charge held with regard to the bank loan and all other sums due or becoming due in favour of The Royal Bank of Scotland plc (created 16 August 2012).

11. PROVISIONS FOR LIABILITIES

	28.2.17	28.2.16
	£	£
Deferred tax	<u>11,727</u>	<u>13,604</u>
		Deferred tax
		£
Balance at 29 February 2016		13,604
Accelerated capital allowances		<u>(1,877)</u>
Balance at 28 February 2017		<u>11,727</u>

**Notes to the Financial Statements - continued
for the Year Ended 28 February 2017**

12. RELATED PARTY DISCLOSURES

During the year Strachan Pharmacy Limited incurred rent charges of £10,800 payable to Strachan Property Limited for the pharmacy premises in Banff. Strachan Pharmacy Limited also incurred rent charges of £6,000 payable to Strachan Property Limited for a pharmacy store in Turriff.

Strachan Pharmacy Limited increased the associated company loan amount due to Strachan Property Limited by £12,228 during the year. The amount outstanding as at 28 February 2017 was £170,817 (2016 - £158,589). This loan is unsecured, interest free and repayable on demand.

J M Strachan is the sole director and shareholder in Strachan Pharmacy Limited and Strachan Property Limited.

During the year J M Strachan (director) decreased the amount loaned to the company by £209,575, leaving a balance of £779,810 (2016 £989,385).

This loan is unsecured, interest free and repayable on demand.

Strachan Pharmacy Limited

**Report of the Accountants to the Director of
Strachan Pharmacy Limited**

The following reproduces the text of the report prepared for the director and members in respect of the company's annual unaudited financial statements. In accordance with the Companies Act 2006, the company is only required to file a Balance Sheet. Readers are cautioned that the Income Statement and certain other primary statements and the Report of the Director are not required to be filed with the Registrar of Companies.

As described on the Balance Sheet you are responsible for the preparation of the financial statements for the year ended 28 February 2017 set out on pages three to fourteen and you consider that the company is exempt from an audit.

In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

This report is made solely to the Board of Directors of the company, as a body, in accordance with the terms of our engagement. Our work has been undertaken solely to prepare for your approval the financial statements of the company and state those matters that we have agreed to state to the Board of Directors of the company, as a body, in this report in accordance with the requirements of the Institute of Financial Accountants. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and its Board of Directors, as a body, for our work or for this report.

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

Atholl Scott
16 Castle Street
BANFF
AB45 1DL

29 November 2017

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.