REGISTERED NUMBER: SC429813 (Scotland)

Unaudited Financial Statements for the Year Ended 28 February 2018

for

Strachan Pharmacy Limited

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Strachan Pharmacy Limited

Company Information
for the Year Ended 28 February 2018

DIRECTOR:	J M Strachan
REGISTERED OFFICE:	16 Castle Street BANFF AB45 1DL
BUSINESS ADDRESS:	69 High Street BANFF AB45 1AN
REGISTERED NUMBER:	SC429813 (Scotland)
ACCOUNTANTS:	Atholl Scott 16 Castle Street BANFF AB45 1DL

Balance Sheet
28 February 2018

	Notes	28.2.18 £	28.2.17 £
FIXED ASSETS			
Intangible assets	4	1,144,640	1,399,005
Tangible assets	5	90,358	107,551
		1,234,998	1,506,556
CURRENT ASSETS			
Stocks		190,007	193,001
Debtors	6	190,431	153,971
Cash at bank and in hand		460,897	476,573
		841,335	823,545
CREDITORS			
Amounts falling due within one year	7	(1,394,619)	(1,469,492)
NET CURRENT LIABILITIES		(553,284)	(645,947)
TOTAL ASSETS LESS CURRENT LIABILITIES		681,714	860,609
CREDITORS			
Amounts falling due after more than one year	8	(655,882)	(866,290)
PROVISIONS FOR LIABILITIES	11	(9,431)	(11,727)
NET ASSETS/(LIABILITIES)		16,401	(17,408)
CAPITAL AND RESERVES			
Called up share capital		50	50
Retained earnings		16,351	(17,458)
SHAREHOLDERS' FUNDS		16,401	(17,408)

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 28 February 2018.

The members have not required the company to obtain an audit of its financial statements for the year ended 28 February 2018 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

(b) 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.

The notes form part of these financial statements

continued...

Balance Sheet - continued
28 February 2018

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 8 November 2018 and were signed by:

J M Strachan - Director

Notes to the Financial Statements for the Year Ended 28 February 2018

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.

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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.

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.

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 39 (2017 - 40) .

4. **INTANGIBLE FIXED ASSETS**

	Goodwill £
COST	
At 1 March 2017 and 28 February 2018	2,543,646
AMORTISATION	
At 1 March 2017	1,144,641
Amortisation for year	254,365
At 28 February 2018	1,399,006
NET BOOK VALUE	
At 28 February 2018	1,144,640
At 28 February 2017	1,399,005

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5. **TANGIBLE FIXED ASSETS**

	Improvements to property £	Plant and machinery £	Fixtures and fittings £
COST			
At 1 March 2017	71,228	18,750	87,261
Additions	-	868	-
At 28 February 2018	71,228	19,618	87,261
DEPRECIATION			
At 1 March 2017	27,114	8,987	42,705
Charge for year	7,123	1,594	6,683
At 28 February 2018	34,237	10,581	49,388
NET BOOK VALUE			
At 28 February 2018	36,991	9,037	37,873
At 28 February 2017	44,114	9,763	44,556

	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 March 2017	10,310	12,565	200,114
Additions	-	-	868
At 28 February 2018	10,310	12,565	200,982
DEPRECIATION			
At 1 March 2017	5,961	7,796	92,563
Charge for year	1,087	1,574	18,061
At 28 February 2018	7,048	9,370	110,624
NET BOOK VALUE			
At 28 February 2018	3,262	3,195	90,358
At 28 February 2017	4,349	4,769	107,551

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

	28.2.18 £	28.2.17 £
Trade debtors	156,105	114,287
VAT	27,701	31,282
Prepayments	6,625	8,402
	190,431	153,971

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7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	28.2.18	28.2.17
	£	£
Bank loans and overdrafts	125,000	133,000
Other loans	20,000	60,000
Trade creditors	271,581	301,254
Tax	11,028	2,977
PAYE	4,631	4,444
Associated company loan	164,347	170,817
Directors' loan accounts	778,443	779,810
Accrued expenses	19,589	17,190
	1,394,619	1,469,492

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

	28.2.18	28.2.17
	£	£
Bank loans - 1-2 years	131,000	141,000
Bank loans - 2-5 years	524,882	725,290
	655,882	866,290

9. LEASING AGREEMENTS

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

	28.2.18	28.2.17
	£	£
Within one year	16,800	16,800

10. SECURED DEBTS

The following secured debts are included within creditors:

	28.2.18	28.2.17
	£	£
Bank loans	780,882	999,290

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

	28.2.18	28.2.17
	£	£
Deferred tax	9,431	11,727

	Deferred tax
	£
Balance at 1 March 2017	11,727
Accelerated capital allowances	(2,296)
Balance at 28 February 2018	9,431

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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 decreased the associated company loan amount due to Strachan Property Limited by £6,470 during the year. The amount outstanding as at 28 February 2018 was £164,347 (2017 - £170,817). 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 £1,367, leaving a balance of £778,443 (2017 £779,810).

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

13. ULTIMATE CONTROLLING PARTY

The controlling party is J M Strachan.

Report of the Accountants to the Director of Strachan Pharmacy Limited

The following reproduces the text of the report prepared for the director 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 2018 set out on pages three to eleven 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

9 November 2018

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.