

**MOTION FITNESS (SCOTLAND) LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2021
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MOTION FITNESS (SCOTLAND) LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2021

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MOTION FITNESS (SCOTLAND) LIMITED
BALANCE SHEET
AS AT 31 DECEMBER 2021

	Note	2021	2020
		£	£
Fixed assets			
Tangible assets	4	221,391	212,719
		221,391	212,719
Current assets			
Stocks		1,200	1,425
Debtors	5	6,955	3,616
Cash at bank and in hand		34,565	31,957
		42,720	36,998
Creditors			
Amounts falling due within one year	6	(91,685)	(124,979)
Net current liabilities		(48,965)	(87,981)
Total assets less current liabilities		172,426	124,738
Creditors			
Amounts falling due after more than one year	7	(134,058)	(142,297)
Provision for liabilities	8	(386)	0
Net assets/(liabilities)		37,982	(17,559)
Capital and reserves			
Called-up share capital	9	1	1
Profit and loss account		37,981	(17,560)
Total shareholder's funds/(deficit)		37,982	(17,559)

MOTION FITNESS (SCOTLAND) LIMITED
BALANCE SHEET (CONTINUED)
AS AT 31 DECEMBER 2021

For the financial year ending 31 December 2021 the Company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the Company to obtain an audit of its financial statements for the financial year in accordance with section 476;
- 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; and
- These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime and a copy of the Profit and Loss Account has not been delivered.

The financial statements of Motion Fitness (scotland) Limited (registered number: SC515744) were approved and authorised for issue by the Director on 27 September 2022. They were signed on its behalf by:

Charles Milne
Director

MOTION FITNESS (SCOTLAND) LIMITED
NOTES TO THE FINANCIAL STATEMENTS
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1. Accounting policies

The principal accounting policies are summarised below. They have all been applied consistently throughout the financial year and to the preceding financial year, unless otherwise stated.

General information and basis of accounting

Motion Fitness (scotland) Limited (the Company) is a private company, limited by shares, incorporated in the United Kingdom under the Companies Act 2006 and is registered in Scotland. The address of the Company's registered office is 23 - 27 High Street, Buckie, AB56 1AL, Scotland, United Kingdom.

The financial statements have been prepared under the historical cost convention and in accordance with Section 1A of Financial Reporting Standard 102 (FRS 102) 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' issued by the Financial Reporting Council and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime.

The financial statements are presented in pounds sterling which is the functional currency of the company and rounded to the nearest £.

Going concern

The directors have assessed the Balance Sheet and likely future cash flows at the date of approving these financial statements. The directors have a reasonable expectation that the Company has adequate resources to continue in operational existence and to meet its financial obligations as they fall due for at least 12 months from the date of signing these financial statements. Accordingly, they continue to adopt the going concern basis in preparing the financial statements.

The company had net current liabilities of £48,965 at the year end. It is recognised that the ability of the company to continue as a going concern is dependent on the on-going financial support of the directors. The directors have committed to providing sufficient financial support to allow the company to meet its liabilities, including its bank loan obligations, as they fall due and that amounts due to related parties of £69,988 at 31 December 2021 will not be recalled within 12 months from the date of approval of these financial statements. For this reason, the directors continue to adopt the going concern basis in preparing the financial statements and have considered a period of twelve months from the date of approval of these financial statements.

Turnover

Turnover is recognised at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

Turnover is recognised when the significant risks and rewards are considered to have been transferred to the customer.

Employee benefits

Short term benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

Defined contribution schemes

The Company operates a defined contribution scheme. The amount charged to the Profit and Loss Account in respect of pension costs and other post-retirement benefits is the contributions payable in the financial year. Differences between contributions payable in the financial year and contributions actually paid are included as either accruals or prepayments in the Balance Sheet.

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Taxation

Current tax

Current tax is provided at amounts expected to be paid (or recoverable) using the tax rates and laws that have been enacted or substantively enacted at the Balance Sheet date.

Deferred tax

Deferred tax arises as a result of including items of income and expenditure in taxation computations in periods different from those in which they are included in the Company's financial statements. Deferred tax is provided in full on timing differences which result in an obligation to pay more or less tax at a future date, at the average tax rates that are expected to apply when the timing differences reverse, based on current tax rates and laws. Deferred tax assets and liabilities are not discounted.

The carrying amount of deferred tax assets are reviewed at each reporting date and a valuation allowance is set up against deferred tax assets so that the net carrying amount equals the highest amount that is more likely than not to be recovered based on current or future taxable profit.

Intangible assets

Intangible assets are stated at cost, net of amortisation and any provision for impairment. Amortisation is provided on all intangible assets at rates to write off the cost or valuation of each asset over its expected useful life as follows:

Computer software	3 years straight line
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Tangible fixed assets

Tangible fixed assets are stated at cost, net of depreciation and any provision for impairment.

Land and buildings	50 years straight line
Plant and machinery	5 years straight line
Fixtures and fittings	4 years straight line
Computer equipment	3 years straight line

Depreciation is provided on all tangible fixed assets, other than investment property and freehold land, at rates calculated to write off the cost or valuation, less estimated residual value, of each asset on a straight-line or reducing balance basis over its expected useful life.

Leases

The Company as lessee

Assets held under finance leases, hire purchase contracts and other similar arrangements, which confer rights and obligations similar to those attached to owned assets, are capitalised as tangible fixed assets at the fair value of the leased asset (or, if lower, the present value of the minimum lease payments as determined at the inception of the lease) and are depreciated over the shorter of the lease terms and their useful lives. The capital elements of future lease obligations are recorded as liabilities, while the interest elements are charged to the Profit and Loss Account over the period of the leases to produce a constant periodic rate of interest on the remaining balance of the liability.

Rentals under operating leases are charged on a straight-line basis over the lease term, even if the payments are not made on such a basis. Benefits received and receivable as an incentive to sign an operating lease are similarly spread on a straight-line basis over the lease term.

MOTION FITNESS (SCOTLAND) LIMITED
NOTES TO THE FINANCIAL STATEMENTS
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Impairment of assets

At each reporting period end date, the company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to sell, which is equivalent to the net realisable value.

At each reporting date, an assessment is made for impairment.

Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand and deposits held at call with banks.

Financial instruments

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the Company after deducting all of its liabilities.

Financial assets and liabilities are only offset in the Balance Sheet when, and only when there exists a legally enforceable right to set off the recognised amounts and the Company intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Equity instruments

Equity instruments issued by the Company are recorded at the fair value of cash or other resources received or receivable, net of direct issue costs. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the Company.

Government grants

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Government grants are recognised based on the performance model and are measured at the fair value of the asset received or receivable when there is reasonable assurance that the company will comply with conditions attaching to them and the grants will be received.

A grant that specifies performance conditions is recognised in income only when the performance conditions are met. Where a grant does not specify performance conditions it is recognised in income when the grant proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as a liability.

2. Employees

	2021	2020
	Number	Number
Monthly average number of persons employed by the Company during the year, including directors	7	8

3. Intangible assets

	Computer software	Total
	£	£
Cost		
At 01 January 2021	2,100	2,100
At 31 December 2021	2,100	2,100
Accumulated amortisation		
At 01 January 2021	2,100	2,100
At 31 December 2021	2,100	2,100
Net book value		
At 31 December 2021	0	0
At 31 December 2020	0	0

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4. Tangible assets

	Land and buildings	Plant and machinery	Fixtures and fittings	Computer equipment	Total
	£	£	£	£	£
Cost					
At 01 January 2021	210,000	56,616	4,247	2,936	273,799
Additions	22,795	2,298	0	0	25,093
At 31 December 2021	232,795	58,914	4,247	2,936	298,892
Accumulated depreciation					
At 01 January 2021	15,875	39,942	2,618	2,645	61,080
Charge for the financial year	4,239	11,381	686	115	16,421
At 31 December 2021	20,114	51,323	3,304	2,760	77,501
Net book value					
At 31 December 2021	212,681	7,591	943	176	221,391
At 31 December 2020	194,125	16,674	1,629	291	212,719

5. Debtors

	2021	2020
	£	£
Corporation tax	1,402	0
Other debtors	5,553	3,616
	6,955	3,616

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6. Creditors: amounts falling due within one year

	2021	2020
	£	£
Bank loans	12,457	13,531
Trade creditors	(168)	1,557
Amounts owed to related parties	69,988	88,396
Other creditors	8,946	21,324
Corporation tax	462	0
Other taxation and social security	0	171
	91,685	124,979

Bank loans and overdrafts are secured by way of a floating charge over the company's assets, including land and buildings.

Included within other creditors are hire purchase obligations totalling £nil (2020 - £10,313) that are secured against the assets to which they relate.

7. Creditors: amounts falling due after more than one year

	2021	2020
	£	£
Bank loans	134,058	142,297

Bank loans and overdrafts are secured by way of a floating charge over the company's assets, including land and buildings.

Amounts repayable after more than 5 years are included in creditors falling due over one year:

	2021	2020
	£	£
Bank loans	67,532	73,828

8. Deferred tax

	2021	2020
	£	£
At the beginning of financial year	0	(175)
(Charged)/credited to the Profit and Loss Account	(386)	175
At the end of financial year	(386)	0

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9. Called-up share capital

	2021	2020
	£	£
Allotted, called-up and fully-paid		
1 Ordinary share of £ 1.00	1	1

10. Related party transactions

Transactions with entities in which the entity itself has a participating interest

	2021	2020
	£	£
Amounts due to other related parties	(69,988)	(88,396)
Amounts due from other related parties	368	368

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.