

MCDONALD INVESTMENTS LIMITED
Unaudited Financial Statements
For the financial year ended 31 March 2024
Pages for filing with the registrar

MCDONALD INVESTMENTS LIMITED
UNAUDITED FINANCIAL STATEMENTS
For the financial year ended 31 March 2024

Contents

Balance Sheet	3
Notes to the Financial Statements	4

MCDONALD INVESTMENTS LIMITED
BALANCE SHEET
As at 31 March 2024

	Note	2024 £	2023 £
Fixed assets			
Investment property	3	386,500	386,500
		386,500	386,500
Current assets			
Debtors	4	50,723	62,713
Cash at bank and in hand		105,961	1,653,286
		156,684	1,715,999
Creditors: amounts falling due within one year	5	(79,815)	(1,634,627)
Net current assets		76,869	81,372
Total assets less current liabilities		463,369	467,872
Creditors: amounts falling due after more than one year	6	(53,394)	(69,488)
Provision for liabilities		(72,258)	(72,258)
Net assets		337,717	326,126
Capital and reserves			
Called-up share capital	7	100	100
Other reserves		214,950	214,950
Profit and loss account		122,667	111,076
Total shareholder's funds		337,717	326,126

For the financial year ending 31 March 2024 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The member has 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 McDonald Investments Limited (registered number: SC568607) were approved and authorised for issue by the Board of Directors on 17 December 2024. They were signed on its behalf by:

Hamish McDonald
Director

MCDONALD INVESTMENTS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For the financial year ended 31 March 2024

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

McDonald Investments 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 6 & 7 Queens Terrace, Aberdeen, AB10 1XL, United Kingdom. The principal place of business is Woodside Farm, Drumoak, Banchory, Aberdeenshire, AB31 5AN.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain items at fair value, 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 £.

The company has taken advantage not to disclose details of transactions and balances with other members of the HKK Holdings (Aberdeen) Limited Group (the 'Group').

Going concern

At the time of approving the financial statements, the directors have a reasonable expectation that the Company has adequate resources to continue in operational existence for at least twelve months from the date of signing the financial statements. Thus the directors have continued to adopt the going concern basis of accounting in preparing the financial statements.

Foreign currency

Transactions in foreign currencies are recorded at the rate of exchange at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the Balance Sheet date are reported at the rates of exchange prevailing at that date.

Exchange differences are recognised in the Profit and Loss Account in the period in which they arise except for exchange differences arising on gains or losses on non-monetary items which are recognised in the Statement of Comprehensive Income.

Turnover

Turnover is recognised at the fair value of the consideration received or receivable for rental income and recharged expenses provided in the normal course of business, and is shown net of VAT and other sales related taxes.

MCDONALD INVESTMENTS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For the financial year ended 31 March 2024

Taxation

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each reporting end date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when the company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

Leases

The company as lessee

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.

Investment property

Investment property is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at each reporting date with changes in fair value recognised in profit or loss. Deferred taxation is provided on these gains at the rate expected to apply when the property is sold.

Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in creditors: amounts falling due within one year.

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.

MCDONALD INVESTMENTS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For the financial year ended 31 March 2024

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.

Provisions

Provisions are recognised when the company has a present obligation (legal or constructive) as a result of a past event, it is probable that the company will be required to settle that obligation and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the Balance Sheet date, taking into account the risks and uncertainties surrounding the obligation. Where a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material).

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognised as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

2. Employees

	2024	2023
	Number	Number
Monthly average number of persons employed by the company during the year, including directors	2	2

MCDONALD INVESTMENTS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For the financial year ended 31 March 2024

3. Investment property

Investment property
£

Valuation

As at 01 April 2023	386,500
As at 31 March 2024	386,500

Valuation

The fair value of the investment properties has been arrived at on the basis of a valuation carried out on 19 June 2017 by J & E Shepherd Chartered Surveyors, who are not connected with the company. The valuation was made on an open market value basis by reference to market evidence of transaction prices for similar properties. The directors consider this value plus subsequent additional costs to remain reasonable at 31 March 2024.

Historic cost

If the investment properties had been accounted for under the cost accounting rules, the properties would have been measured as follows:

	2024	2023
	£	£
Historic cost	101,206	101,206

4. Debtors

	2024	2023
	£	£
Amounts owed by group undertakings	100	100
Other debtors	50,623	62,613
	50,723	62,713

5. Creditors: amounts falling due within one year

	2024	2023
	£	£
Bank loans (secured)	17,366	18,172
Amounts owed to group undertakings	15,086	213,106
Amounts owed to related parties	13,292	12,174
Corporation tax	6,247	6,979
Other taxation and social security	1,926	3,501
Other creditors	25,898	1,380,695
	79,815	1,634,627

MCDONALD INVESTMENTS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For the financial year ended 31 March 2024

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

	2024	2023
	£	£
Bank loans (secured)	53,394	69,488

The Bank of Scotland holds a floating charge over the assets of the company and security over the land at Chapel Croft, Bucksburn, Aberdeen.

7. Called-up share capital

	2024	2023
	£	£
Allotted, called-up and fully-paid		
100 ordinary shares of £ 1.00 each	100	100

8. Financial commitments

Commitments

	2024	2023
	£	£
Total future minimum lease payments under non-cancellable operating lease	121,591	160,222

9. Related party transactions

Transactions with the entity's directors

As at 31 March 2024 the company was due the directors £16,562 (2023 - £1,371,423). The loans are interest free with no set repayment terms.

Other related party transactions

	2024	2023
	£	£
Amounts owed from related parties	50,000	62,027
Amounts owed to related parties	13,292	12,174

10. Ultimate controlling party

The parent company of McDonald Investments Limited is HKK Holdings (Aberdeen) Limited, a company registered in Scotland. The registered office is 6 & 7 Queens Terrace, Aberdeen, AB10 1XL.

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.