

Registration number: SC600708

Baillie Financial Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 30 June 2020



Morris & Young
Chartered Accountants
6 Atholl Crescent
PERTH
PH1 5JN

Baillie Financial Limited

Contents

Company Information	1
Statement of Financial Position	2 to 3
Notes to the Unaudited Financial Statements	4 to 10

Baillie Financial Limited

Company Information

Directors Mrs Louise Baillie
Mr Douglas Stewart Baillie

Registered office 6 Atholl Crescent
PERTH
PH1 5JN

Accountants Morris & Young
Chartered Accountants
6 Atholl Crescent
PERTH
PH1 5JN

Baillie Financial Limited

(Registration number: SC600708)

Statement of Financial Position as at 30 June 2020

	Note	2020 £	2019 £
Fixed assets			
Intangible assets	5	1,184,007	1,248,926
Tangible assets	6	16,328	13,284
Other financial assets	7	<u>100,500</u>	<u>100,500</u>
		<u>1,300,835</u>	<u>1,362,710</u>
Current assets			
Debtors	8	93,851	89,713
Cash at bank and in hand		<u>82,472</u>	<u>37,314</u>
		176,323	127,027
Creditors: Amounts falling due within one year	9	<u>(157,263)</u>	<u>(255,249)</u>
Net current assets/(liabilities)		<u>19,060</u>	<u>(128,222)</u>
Total assets less current liabilities		1,319,895	1,234,488
Provisions for liabilities		<u>(2,107)</u>	<u>(1,311)</u>
Net assets		<u>1,317,788</u>	<u>1,233,177</u>
Capital and reserves			
Called up share capital	10	100	100
Share premium reserve		1,199,900	1,199,900
Profit and loss account		<u>117,788</u>	<u>33,177</u>
Total equity		<u>1,317,788</u>	<u>1,233,177</u>

For the financial year ending 30 June 2020 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 accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with the provisions of FRS 102 Section 1A.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

The notes on pages 4 to 10 form an integral part of these financial statements.

Baillie Financial Limited

(Registration number: SC600708)

Statement of Financial Position as at 30 June 2020

Approved and authorised by the Board on 18 December 2020 and signed on its behalf by:

A handwritten signature in black ink, appearing to read 'L. Baillie', written over a dotted line.

Mrs Louise Baillie
Director

A handwritten signature in black ink, appearing to read 'D. Baillie', written over a dotted line.

Mr Douglas Stewart Baillie
Director

Baillie Financial Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2020

1 General information

The company is a private company limited by share capital, incorporated in Scotland.

The address of its registered office is:

6 Atholl Crescent

PERTH

PH1 5JN

The principal place of business is:

Algo Business Centre

Glenearn Road

Perth

PH2 0NJ

These financial statements were authorised for issue by the Board on 18 December 2020.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

Baillie Financial Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2020

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Furniture fittings and equipment	25% Reducing Balance

Goodwill

Goodwill has arisen from the purchase of the trading business and is nil. It is initially recognised at cost. After recognition, under the cost model, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

The directors believe the useful life of 20 years is appropriate as this is the period over which the benefit is expected to be derived from the goodwill.

Asset class	Amortisation method and rate
Goodwill	5% straight line

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Baillie Financial Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2020

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price.

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 3 (2019 - 3).

Baillie Financial Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2020

4 Profit before tax

Arrived at after charging/(crediting)

	2020 £	2019 £
Depreciation expense	2,881	1,714
Amortisation expense	64,919	49,445

5 Intangible assets

	Goodwill £	Total £
Cost or valuation		
At 1 July 2019	1,298,371	1,298,371
At 30 June 2020	1,298,371	1,298,371
Amortisation		
At 1 July 2019	49,445	49,445
Amortisation charge	64,919	64,919
At 30 June 2020	114,364	114,364
Carrying amount		
At 30 June 2020	1,184,007	1,184,007
At 30 June 2019	1,248,926	1,248,926

The aggregate amount of research and development expenditure recognised as an expense during the period is £Nil (2019 - £Nil).

Baillie Financial Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2020

6 Tangible assets

	Furniture, fittings and equipment £	Total £
Cost or valuation		
At 1 July 2019	14,998	14,998
Additions	5,925	5,925
At 30 June 2020	20,923	20,923
Depreciation		
At 1 July 2019	1,714	1,714
Charge for the year	2,881	2,881
At 30 June 2020	4,595	4,595
Carrying amount		
At 30 June 2020	16,328	16,328
At 30 June 2019	13,284	13,284

7 Other financial assets (current and non-current)

	Financial assets at cost less impairment £	Total £
Non-current financial assets		
Cost or valuation		
At 1 July 2019	100,500	100,500
At 30 June 2020	100,500	100,500
Impairment		
Carrying amount		
At 30 June 2020	100,500	100,500

Baillie Financial Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2020

8 Debtors

	Note	2020 £	2019 £
Trade debtors		90,306	89,011
Amounts owed by group undertakings and undertakings in which the company has a participating interest	11	500	500
Prepayments		905	-
Other debtors		2,140	202
		<u>93,851</u>	<u>89,713</u>

9 Creditors

Creditors: amounts falling due within one year

	2020 £	2019 £
Due within one year		
Trade creditors	39	664
Taxation and social security	82,664	46,444
Accruals and deferred income	20,240	171,775
Other creditors	54,320	36,366
	<u>157,263</u>	<u>255,249</u>

10 Share capital

Allotted, called up and fully paid shares

	2020		2019
	No.	£	No. £
Ordinary Share Capital of £1 each	<u>100</u>	<u>100</u>	<u>100 100</u>

Baillie Financial Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2020

11 Related party transactions

Summary of transactions with other related parties

G60 Technologies Limited, a company, Douglas Baillie is also a director and shareholder of.

Loans to related parties

	Other related parties	Total
	£	£
2020		
At start of period	<u>500</u>	<u>500</u>
	Other related parties	Total
	£	£
2019		
Advanced	<u>500</u>	<u>500</u>

Baillie Financial Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2020

11 Dividends

	2020 £	2019 £
Interim dividend of £2,000 (2019 - £1,000) per ordinary share	<u>200,000</u>	<u>100,000</u>

12 Related party transactions

Summary of transactions with other related parties

G60 Technologies Limited, a company, Douglas Baillie is also a director and shareholder of.

Loans to related parties

	Other related parties £	Total £
2020		
At start of period	<u>500</u>	<u>500</u>
	Other related parties	Total
	£	£
2019		
Advanced	<u>500</u>	<u>500</u>