

Unaudited Financial Statements for the Year Ended 30 September 2018

for

William McMillan Limited

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for the Year Ended 30 September 2018

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Balance Sheet
30 September 2018

	Notes	30.9.18 £	30.9.17 £
FIXED ASSETS			
Tangible assets	4	168,980	185,297
CURRENT ASSETS			
Stocks		65,421	75,867
Debtors	5	80,422	101,534
Cash at bank		19,397	23,113
		<u>165,240</u>	<u>200,514</u>
CREDITORS			
Amounts falling due within one year	6	<u>(404,027)</u>	<u>(184,064)</u>
NET CURRENT (LIABILITIES)/ASSETS		<u>(238,787)</u>	<u>16,450</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		(69,807)	201,747
CREDITORS			
Amounts falling due after more than one year	7	(135,007)	(407,005)
PROVISIONS FOR LIABILITIES		<u>(26,316)</u>	<u>(28,763)</u>
NET LIABILITIES		<u>(231,130)</u>	<u>(234,021)</u>
CAPITAL AND RESERVES			
Called up share capital		3,550	3,550
Retained earnings		<u>(234,680)</u>	<u>(237,571)</u>
SHAREHOLDERS' FUNDS		<u>(231,130)</u>	<u>(234,021)</u>

The notes form part of these financial statements

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 September 2018.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 September 2018 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their 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 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 Board of Directors on 10 December 2018 and were signed on its behalf by:

G D Simpson - Director

Notes to the Financial Statements
for the Year Ended 30 September 2018

1. **STATUTORY INFORMATION**

William McMillan Limited is a private company, limited by shares, domiciled in Scotland, registration number SC022241. The registered office is Unit 5 Frances Industrial Park, Wemyss Road, Dysart, Kirkcaldy, Fife, KY1 2XZ.

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 net invoiced sales of goods in respect of bacon and meat processing, excluding value added tax. Sales are recognised at the point at which the goods are delivered.

Tangible fixed assets and depreciation

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Plant and machinery etc - 20% on reducing balance and 10% on reducing balance

Tangible fixed assets are stated at cost less depreciation. Cost represents purchase price together with any incidental costs of acquisition.

The directors have considered the residual value of all tangible fixed assets to be immaterial and therefore all tangible fixed assets are depreciated to nil value.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items. Cost is represented by purchase price.

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.

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.

2. ACCOUNTING POLICIES - continued

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

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.

Going concern

At the year-end, the company had net liabilities of £231,130 (2017: £234,021) which indicates that the company may not be a going concern, although it has traded profitably since the year ended 30th September 2013. Based on long term business plans, the directors are confident that the company will continue to trade profitably in future periods and generate sufficient cash flows to meet its obligations as they fall due for payment. At the year ended 30 September 2018, £378,342 (2017: £366,970) is due to related party Fife Creamery Limited which has common shareholders. There is a preference to paying third party debts ahead of this related party debt, and the Board of Fife Creamery Limited have advised that no payments will be sought which would negatively impact on the business of William McMillan Limited.

Provisions

Provisions are recognised when the company has a legal or constructive obligation as a result of a past event, it is probable that an outflow of resources will be required to settle the obligation, and the amount has been reliably estimated. Provisions are not recognised for future operating losses. Provisions are discounted where the time value of money is material.

Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one item included in the same class of obligations may be small.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 69 (2017 - 73) .

Notes to the Financial Statements - continued
for the Year Ended 30 September 2018

4. **TANGIBLE FIXED ASSETS**

	Plant and machinery etc £
COST	
At 1 October 2017	726,668
Additions	6,641
Disposals	(9,200)
At 30 September 2018	<u>724,109</u>
DEPRECIATION	
At 1 October 2017	541,371
Charge for year	21,970
Eliminated on disposal	(8,212)
At 30 September 2018	<u>555,129</u>
NET BOOK VALUE	
At 30 September 2018	<u>168,980</u>
At 30 September 2017	<u>185,297</u>

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Plant and machinery etc £
COST	
At 1 October 2017 and 30 September 2018	<u>28,082</u>
DEPRECIATION	
At 1 October 2017	5,616
Charge for year	<u>4,702</u>
At 30 September 2018	<u>10,318</u>
NET BOOK VALUE	
At 30 September 2018	<u>17,764</u>
At 30 September 2017	<u>22,466</u>

Notes to the Financial Statements - continued
for the Year Ended 30 September 2018

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

	30.9.18	30.9.17
	£	£
Trade debtors	66,184	88,019
Other debtors	<u>14,238</u>	<u>13,515</u>
	<u>80,422</u>	<u>101,534</u>

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

	30.9.18	30.9.17
	£	£
Hire purchase contracts	9,886	9,521
Trade creditors	357,453	126,494
Taxation and social security	16,099	28,738
Other creditors	<u>20,589</u>	<u>19,311</u>
	<u>404,027</u>	<u>184,064</u>

7. **CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	30.9.18	30.9.17
	£	£
Hire purchase contracts	830	10,716
Amounts owed to associates	132,877	394,989
Other creditors	<u>1,300</u>	<u>1,300</u>
	<u>135,007</u>	<u>407,005</u>

Amounts falling due in more than five years:

Repayable by instalments		
Preference shares	<u>1,300</u>	<u>1,300</u>

8. **SECURED DEBTS**

The following secured debts are included within creditors:

	30.9.18	30.9.17
	£	£
Hire purchase contracts	<u>10,716</u>	<u>20,237</u>

Hire purchase contracts are secured on the assets to which they relate.

9. **RELATED PARTY DISCLOSURES**

Fife Creamery Limited
Common ownership

Sales during the year - £569,283 (2017: £582,122)

Amounts due at year-end included in trade debtors - £41,990 (2017: £57,519)

Purchases during the year - £317,988 (2017: £320,263)

Amounts due at the year-end included in trade creditors - £287,456 (2017: £29,500)

An interest-free loan of £132,877 (2017: £394,989) is due to Fife Creamery Limited and there are no fixed repayment terms. £262,112 (2017: £nil) has been repaid during the year.

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.