

REGISTERED NUMBER: SC022703 (Scotland)

FINANCIAL STATEMENTS FOR THE YEAR ENDED 28 FEBRUARY 2017

FOR

RICHARD F. MACKAY LIMITED

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FOR THE YEAR ENDED 28 FEBRUARY 2017

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RICHARD F. MACKAY LIMITED

COMPANY INFORMATION

FOR THE YEAR ENDED 28 FEBRUARY 2017

DIRECTORS:

R F Mackay Jnr
S J Mackay

SECRETARY:

Mrs E J Mackay

REGISTERED OFFICE:

60 Stevenson Road
Edinburgh
Midlothian
EH11 2SG

REGISTERED NUMBER:

SC022703 (Scotland)

ACCOUNTANTS:

MacDonald Morton Ltd
Chartered Accountants
67 March Road
Edinburgh
EH4 3SU

BANKERS:

The Royal Bank of Scotland plc
Edinburgh Chesser Branch
1 Chesser Avenue
Edinburgh
EH14 1TB

RICHARD F. MACKAY LIMITED (REGISTERED NUMBER: SC022703)

STATEMENT OF FINANCIAL POSITION

28 FEBRUARY 2017

	Notes	28.2.17 £	£	29.2.16 £	£
FIXED ASSETS					
Investments	4		-		10,000
CURRENT ASSETS					
Stocks		520,195		575,260	
Debtors	5	1,809,711		1,240,908	
Cash in hand		<u>349</u>		<u>349</u>	
		2,330,255		1,816,517	
CREDITORS					
Amounts falling due within one year	6	<u>1,304,303</u>		<u>1,261,052</u>	
NET CURRENT ASSETS			<u>1,025,952</u>		<u>555,465</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			1,025,952		565,465
CREDITORS					
Amounts falling due after more than one year	7		<u>798,883</u>		<u>340,653</u>
NET ASSETS			<u>227,069</u>		<u>224,812</u>
CAPITAL AND RESERVES					
Called up share capital			70,100		70,100
Share premium			120,000		120,000
Retained earnings			<u>36,969</u>		<u>34,712</u>
SHAREHOLDERS' FUNDS			<u>227,069</u>		<u>224,812</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 28 February 2017.

The members have not required the company to obtain an audit of its financial statements for the year ended 28 February 2017 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)

RICHARD F. MACKAY LIMITED (REGISTERED NUMBER: SC022703)

STATEMENT OF FINANCIAL POSITION - continued

28 FEBRUARY 2017

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 29 November 2017 and were signed on its behalf by:

S J Mackay - Director

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 28 FEBRUARY 2017

1. STATUTORY INFORMATION

Richard F. Mackay 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.

The presentation currency of the financial statements is the Pound Sterling (£).

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.

This is the first year in which the financial statements have been prepared in accordance with FRS 102. In previous years the financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities.

The adoption of FRS 102 has not resulted in any changes to the recognition and measurement principles previously adopted other than amounts owed by group undertakings are now recognised as amounts falling due within one year as there is no formal loan agreement in place with respect to repayment terms of amounts due.

Turnover

Revenue comprises the fair value of the sale of goods and services net of value added tax, rebates and discounts.

Sales of goods are recognised when the company has delivered products to the customer, the customer has accepted the products, and collectability of the related receivables is fairly assured.

Service revenues are recognised as those services are provided to customers.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Financial instruments

Financial assets and liabilities are recognised when the company becomes party to the contractual provisions of the financial instrument. The company holds the following basic financial instruments.

Financial assets

Cash and cash equivalents - comprise cash in hand and deposits held with banks.

Trade and other debtors are initially measured at the undiscounted amounts receivable from a customer, which is normally the invoiced price. Trade and other debtors are assessed at the end of each reporting period for objective evidence of impairment. If such evidence is found an impairment loss is recognised.

Directors' loans from the company are measured at the undiscounted amount of the cash expected to be received.

Amounts owed by group undertakings are measured at the undiscounted amount of the cash expected to be received.

Financial liabilities

Trade and other creditors are initially measured at the transaction price, including any transaction costs.

Loans received from a bank at a market rate of interest are recognised at the amount of cash received from the bank, less separately incurred transaction costs.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 28 FEBRUARY 2017

2. **ACCOUNTING POLICIES - continued**

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 statement of financial position date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position 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.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the statement of financial position 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

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 33 (2016 - 29) .

4. **FIXED ASSET INVESTMENTS**

COST

At 1 March 2016

Disposals

At 28 February 2017

NET BOOK VALUE

At 28 February 2017

At 29 February 2016

Other
investments
£

10,000

(10,000)

-

-

10,000

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 28 FEBRUARY 2017

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

	28.2.17	29.2.16
	£	£
Trade debtors	19,670	64,745
Amounts owed by group undertakings	1,500,011	1,002,713
Other debtors	290,030	173,450
	<u>1,809,711</u>	<u>1,240,908</u>

Amounts due from group undertakings have been included within amounts falling due within one year as there is no formal loan agreement in place with respect to repayment terms. The substance of the transaction with respect to amounts due from group undertakings is that they are highly likely to be settled after more than one year.

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

	28.2.17	29.2.16
	£	£
Bank loans and overdrafts	217,447	217,796
Trade creditors	427,287	411,490
Taxation and social security	206,971	187,399
Other creditors	452,598	444,367
	<u>1,304,303</u>	<u>1,261,052</u>

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

	28.2.17	29.2.16
	£	£
Bank loans	<u>798,883</u>	<u>340,653</u>

Amounts falling due in more than five years:

Repayable by instalments		
Bank loans more 5 yr by instal	<u>157,383</u>	<u>203,653</u>

8. **SECURED DEBTS**

The following secured debts are included within creditors:

	28.2.17	29.2.16
	£	£
Bank overdrafts	164,947	186,296
Bank loans	851,383	372,153
	<u>1,016,330</u>	<u>558,449</u>

9. **CONTINGENT LIABILITIES**

The company is party to an inter-company guarantee held by the Royal Bank of Scotland plc over the group. Overall there was a consolidated bank loan and overdraft at 28 February 2017 of £1,016,330 (29 February 2016: £558,449).

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 28 FEBRUARY 2017

10. **DIRECTORS' ADVANCES, CREDITS AND GUARANTEES**

The following advances and credits to directors subsisted during the years ended 28 February 2017 and 29 February 2016:

	28.2.17 £	29.2.16 £
R F Mackay Jnr		
Balance outstanding at start of year	23,953	15,901
Amounts advanced	20,038	8,052
Amounts repaid	-	-
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>43,991</u>	<u>23,953</u>
S J Mackay		
Balance outstanding at start of year	112,307	61,416
Amounts advanced	60,848	50,891
Amounts repaid	-	-
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>173,155</u>	<u>112,307</u>

The above loans are included within other debtors. The loans are unsecured, interest free and repayable on demand.

11. **RELATED PARTY DISCLOSURES**

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

12. **ULTIMATE CONTROLLING PARTY**

The ultimate controlling party is Richard F Mackay (House Furnishers)Ltd - 60 Stevenson Road, Edinburgh.

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.