

ABBREVIATED UNAUDITED ACCOUNTS FOR THE YEAR ENDED 31 OCTOBER 2016

FOR

WILLIAM JOHNSTON & COMPANY LIMITED

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FOR THE YEAR ENDED 31 OCTOBER 2016

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WILLIAM JOHNSTON & COMPANY LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 OCTOBER 2016**

DIRECTORS:

R A McEwen
F McEwen
A C McEwen
R Dawson
C J Edwards
S D McGregor

SECRETARY:

F McEwen

REGISTERED OFFICE:

9 Spiersbridge Terrace
Thornliebank Industrial Estate
Glasgow
Strathclyde
G46 8JH

REGISTERED NUMBER:

SC045228 (Scotland)

ACCOUNTANTS:

Consilium Chartered Accountants
169 West George Street
Glasgow
G2 2LB

ABBREVIATED BALANCE SHEET
31 OCTOBER 2016

	Notes	2016 £	£	2015 £	£
FIXED ASSETS					
Tangible assets	2		64,029		66,058
CURRENT ASSETS					
Stocks		204,016		237,867	
Debtors		905,972		638,882	
Cash at bank and in hand		<u>214,050</u>		<u>181,300</u>	
		1,324,038		1,058,049	
CREDITORS					
Amounts falling due within one year	3	<u>960,443</u>		<u>708,469</u>	
NET CURRENT ASSETS			<u>363,595</u>		<u>349,580</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>427,624</u>		<u>415,638</u>
CREDITORS					
Amounts falling due after more than one year	3		<u>16,958</u>		<u>15,749</u>
NET ASSETS			<u>410,666</u>		<u>399,889</u>
CAPITAL AND RESERVES					
Called up share capital	4		681		681
Capital redemption reserve			1,844		1,844
Profit and loss account			<u>408,141</u>		<u>397,364</u>
SHAREHOLDERS' FUNDS			<u>410,666</u>		<u>399,889</u>

The Company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 October 2016.

The members have not required the Company to obtain an audit of its financial statements for the year ended 31 October 2016 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
- (b) which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the Company.

ABBREVIATED BALANCE SHEET - continued
31 OCTOBER 2016

The abbreviated accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the Board of Directors on 6 July 2017 and were signed on its behalf by:

A C McEwen - Director

S D McGregor - Director

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 OCTOBER 2016**

1. ACCOUNTING POLICIES**Accounting convention**

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

Exemption from preparing a cash flow statement

The Company has adopted the Financial Reporting Standard for Smaller Entities (effective January 2015) and is consequently exempt from the requirement to include a cash flow statement in the financial statements.

Turnover

The turnover shown in the profit and loss account represents the value of all goods sold during the year, less returns received, at selling price exclusive of Value Added Tax. Sales are recognised at the point at which the Company has fulfilled its contractual obligations and the risks and rewards attaching to the product, such as obsolescence, have been transferred to the customer.

Tangible fixed assets

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.

Improvements to property	- 15% on cost
Plant and machinery	- 15% on cost
Fixtures and fittings	- 15% on cost
Motor vehicles	- 25% on cost

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

Stocks

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

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more tax, or a right to pay less tax, or a right to receive repayments of tax.

Deferred tax assets are recognised only to the extent that the directors consider it more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted. Deferred tax assets and liabilities recognised have not been discounted.

Deferred tax is measured on a non-discounted basis at the average tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

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 last term, whichever is the shorter.

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

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

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 31 OCTOBER 2016

1. ACCOUNTING POLICIES - continued**Pension costs and other post-retirement benefits**

The Company operates defined contribution schemes and a small self administered scheme for executives. The assets of the schemes are held separately from those of the Company, with the defined contribution schemes independently administered.

Pension contributions payable for the year are charged to the profit and loss account.

Financial instruments

Financial instruments are classified and accounted for as financial assets, financial liabilities or equity instruments, according to the substance of the contractual arrangement.

Financial instruments which are assets are stated at cost less any provision for impairment. Financial liabilities are stated at principal capital amounts outstanding at the period end. Issue costs relating to financial liabilities are deducted from the outstanding balance and are amortised over the period to the due date for repayment of the financial liability.

An equity instrument is any contract that evidences a residual interest in the assets of the Company after deducting all of its liabilities. A financial liability is any contractual arrangement for an entity to deliver cash to the holder of the associated financial instrument.

2. TANGIBLE FIXED ASSETS

	Total £
COST	
At 1 November 2015	380,773
Additions	32,052
Disposals	<u>(24,000)</u>
At 31 October 2016	<u>388,825</u>
DEPRECIATION	
At 1 November 2015	314,715
Charge for year	28,081
Eliminated on disposal	<u>(18,000)</u>
At 31 October 2016	<u>324,796</u>
NET BOOK VALUE	
At 31 October 2016	<u>64,029</u>
At 31 October 2015	<u>66,058</u>

3. CREDITORS

Creditors include an amount of £ 276,926 (2015 - £ 167,728) for which security has been given.

4. CALLED UP SHARE CAPITAL**Allotted, issued and fully paid:**

Number:	Class:	Nominal value:	2016 £	2015 £
66,124	Ordinary	£0.01	661	661
1,000	C Ordinary	£0.01	10	10
1,000	D Ordinary	£0.01	<u>10</u>	<u>10</u>
			<u>681</u>	<u>681</u>

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 31 OCTOBER 2016

4. **CALLED UP SHARE CAPITAL - continued**

The holders of Ordinary shares are entitled to vote whereas the holders of C Ordinary and D Ordinary shares are not. Each class of shares is entitled to dividends to the exclusion of the other and differing amounts may be declared in respect of each class.

C Ordinary and D Ordinary Shares of rank ahead of Ordinary Shares for any distribution made on a winding up. All classes of shares are non-redeemable.

5. **ULTIMATE PARENT COMPANY**

William Johnston & Company (UK) Limited is regarded by the directors as being the Company's ultimate parent company.

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.