

FIFE GROUP LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018

FIFE GROUP LIMITED

COMPANY INFORMATION

Directors	G E Donald K S Kelly J S Kilgour B R Munro J G Russell J I Russell
Company secretary	G E Donald
Registered number	SC051089
Registered office	Unit 1 Waverley Road Mitchelston Industrial Estate Kirkcaldy Fife KY1 3NH
Accountants	EQ Accountants LLP Chartered Accountants Pentland House Saltire Centre Glenrothes Fife KY6 2AH

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2018

		2018 £	2017 £
Fixed assets			
Tangible assets	4	8,259,109	6,135,418
Investments	5	9,999	9,999
		<u>8,269,108</u>	<u>6,145,417</u>
Current assets			
Debtors: amounts falling due within one year	6	1,494,812	935,902
Cash at bank and in hand		405,518	1,311,337
		<u>1,900,330</u>	<u>2,247,239</u>
Creditors: amounts falling due within one year	7	(1,912,540)	(1,190,165)
Net current (liabilities)/assets		<u>(12,210)</u>	<u>1,057,074</u>
Total assets less current liabilities		<u>8,256,898</u>	<u>7,202,491</u>
Creditors: amounts falling due after more than one year	8	(1,229,141)	(551,246)
		<u>7,027,757</u>	<u>6,651,245</u>
Provisions for liabilities			
Deferred taxation		(29,863)	(16,986)
		<u>(29,863)</u>	<u>(16,986)</u>
Net assets		<u>6,997,894</u>	<u>6,634,259</u>
Capital and reserves			
Called up share capital	9	167,680	167,680
Profit and loss account		6,830,214	6,466,579
		<u>6,997,894</u>	<u>6,634,259</u>

STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT 30 JUNE 2018

The directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.

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.

The financial statements 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 - small entities.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The Company has opted not to file the statement of income and retained earnings in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:

J S Kilgour
Director

Date: 19 November 2018

The notes on pages 3 to 7 form part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018**

1. General information

Fife Group Limited is limited by shares and incorporated in Scotland with registration number SC051089. The address of the registered office is Unit 1, Waverley Road, Mitchelston Industrial Estate, Kirkcaldy, Fife, KY1 3NH.

The financial statements are presented in sterling which is the functional currency of the company and rounded to the nearest £.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

2.2 Turnover

Turnover is recognised to the extent that it is probable that the economic benefits will flow to the Company and the turnover can be reliably measured. Turnover is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before turnover is recognised:

Rendering of services

Turnover from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of turnover can be measured reliably;
- it is probable that the Company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

2.3 Pensions

Defined contribution pension plan

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in the Statement of income and retained earnings when they fall due. Amounts not paid are shown in accruals as a liability in the Statement of financial position. The assets of the plan are held separately from the Company in independently administered funds.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018**

2. Accounting policies (continued)

2.4 Current and deferred taxation

The tax expense for the year comprises current and deferred tax. Tax is recognised in the Statement of income and retained earnings, except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current 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 income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Statement of financial position date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

2.5 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Freehold property	-	2% straight line
Plant and machinery	-	15% straight line
Motor vehicles	-	15% straight line
Fixtures, fittings and equipment	-	15% straight line

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of income and retained earnings.

2.6 Valuation of investments

Investments in subsidiaries are measured at cost less accumulated impairment.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018**

2. Accounting policies (continued)

2.7 Financial instruments

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

2.8 Dividends

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid. Final equity dividends are recognised when approved by the shareholders at an annual general meeting.

3. Employees

The average monthly number of employees, including directors, during the year was 34 (2017 - 34).

4. Tangible fixed assets

	Freehold property £	Plant and machinery £	Motor vehicles £	Fixtures, fittings and equipment £	Total £
Cost or valuation					
At 1 July 2017	7,048,908	1,448,789	232,529	318,505	9,048,731
Additions	2,196,820	77,479	16,200	24,545	2,315,044
At 30 June 2018	9,245,728	1,526,268	248,729	343,050	11,363,775
Depreciation					
At 1 July 2017	1,102,141	1,411,607	146,073	253,492	2,913,313
Charge for the year	124,891	26,618	22,770	17,074	191,353
At 30 June 2018	1,227,032	1,438,225	168,843	270,566	3,104,666
Net book value					
At 30 June 2018	8,018,696	88,043	79,886	72,484	8,259,109
At 30 June 2017	5,946,767	37,182	86,456	65,013	6,135,418

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018**

5. Fixed asset investments

	Investments in subsidiary companies £
Cost or valuation	
At 1 July 2017	9,999
At 30 June 2018	<u>9,999</u>
Net book value	
At 30 June 2018	<u>9,999</u>
<i>At 30 June 2017</i>	<u>9,999</u>

6. Debtors

	2018 £	2017 £
Trade debtors	654,838	637,340
Other debtors	500,000	-
Prepayments and accrued income	339,974	298,562
	<u>1,494,812</u>	<u>935,902</u>

7. Creditors: Amounts falling due within one year

	2018 £	2017 £
Bank loans	209,869	125,260
Trade creditors	523,112	556,889
Amounts owed to group undertakings	400,000	-
Other taxation and social security	306,724	169,953
Other creditors	626	8,562
Accruals and deferred income	472,209	329,501
	<u>1,912,540</u>	<u>1,190,165</u>

Secured loans

Bank loans falling due within one year are secured by a bond and floating charge and standard security over the company's assets, properties and land.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018**

8. Creditors: Amounts falling due after more than one year

	2018 £	2017 £
Bank loans	1,219,141	541,246
Amounts owed to group undertakings	10,000	10,000
	<u>1,229,141</u>	<u>551,246</u>

Secured loans

Bank loans falling due within one year are secured by a bond and floating charge and standard security over the company's assets, properties and land.

Bank loans

The total bank loan repayable after five years at the balance sheet date is £467,932 (2017 - nil).

9. Share capital

	2018 £	2017 £
Allotted, called up and fully paid		
167,680 Ordinary shares of £1.00 each	<u>167,680</u>	<u>167,680</u>

10. Commitments under operating leases

At 30 June 2018 the Company had future minimum lease payments under non-cancellable operating leases as follows:

	2018 £	2017 £
Not later than 1 year	2,070	-
Later than 1 year and not later than 5 years	7,092	-
	<u>9,162</u>	<u>-</u>