

Unaudited Financial Statements for the Year Ended 31 May 2021

for

**A. & R. Mitchell & Co. (Construction)
Limited**

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for the Year Ended 31 May 2021**

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**A. & R. Mitchell & Co. (Construction)
Limited**

**Company Information
for the Year Ended 31 May 2021**

DIRECTORS:

Mr T Y Mitchell
Mr R M Mitchell

SECRETARY:

Mr T Y Mitchell

REGISTERED OFFICE:

14 Bradan Road
Troon
Ayrshire
KA10 6DS

REGISTERED NUMBER:

SC075375 (Scotland)

ACCOUNTANTS:

The Collins Partnership
Chartered Accountants
Westburn Business Centre
McNee Road
Prestwick
Ayrshire
KA9 2PB

**Chartered Accountants' Report to the Board of Directors
on the Unaudited Financial Statements of
A. & R. Mitchell & Co. (Construction)
Limited**

The following reproduces the text of the report prepared for the directors in respect of the company's annual unaudited financial statements. In accordance with the Companies Act 2006, the company is only required to file a Balance Sheet. Readers are cautioned that the Profit and loss and certain other primary statements and the Report of the Directors are not required to be filed with the Registrar of Companies.

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of A. & R. Mitchell & Co. (Construction) Limited for the year ended 31 May 2021 which comprise the Profit and Loss, Balance Sheet and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of ICAS, we are subject to its ethical and other professional requirements which are detailed at <http://www.icas.com/accountspreparationguidance>.

This report is made solely to the Board of Directors of A. & R. Mitchell & Co. (Construction) Limited, as a body, in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of A. & R. Mitchell & Co. (Construction) Limited and state those matters that we have agreed to state to the Board of Directors of A. & R. Mitchell & Co. (Construction) Limited, as a body, in this report in accordance with the requirements of ICAS as detailed at <http://www.icas.com/accountspreparationguidance>. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that A. & R. Mitchell & Co. (Construction) Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and loss of A. & R. Mitchell & Co. (Construction) Limited. You consider that A. & R. Mitchell & Co. (Construction) Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of A. & R. Mitchell & Co. (Construction) Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

The Collins Partnership
Chartered Accountants
Westburn Business Centre
McNec Road
Prestwick
Ayrshire
KA9 2PB

16 August 2021

**A. & R. Mitchell & Co. (Construction)
Limited (Registered number: SC075375)**

**Balance Sheet
31 May 2021**

	Notes	2021 £	£	2020 £	£
FIXED ASSETS					
Tangible assets	4		2,263		3,013
CURRENT ASSETS					
Stocks		5,850		18,210	
Debtors	5	3,847		659	
Cash at bank		<u>10,041</u>		<u>13,836</u>	
		19,738		32,705	
CREDITORS					
Amounts falling due within one year	6	<u>11,899</u>		<u>17,095</u>	
NET CURRENT ASSETS			<u>7,839</u>		<u>15,610</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			10,102		18,623
PROVISIONS FOR LIABILITIES			-		83
NET ASSETS			<u>10,102</u>		<u>18,540</u>
CAPITAL AND RESERVES					
Called up share capital			20,000		20,000
Retained earnings			<u>(9,898)</u>		<u>(1,460)</u>
SHAREHOLDERS' FUNDS			<u>10,102</u>		<u>18,540</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 May 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 May 2021 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
- (b) 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.

**Balance Sheet - continued
31 May 2021**

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

In accordance with Section 444 of the Companies Act 2006, the Profit and Loss has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 16 August 2021 and were signed on its behalf by:

Mr T Y Mitchell - Director

Mr R M Mitchell - Director

**Notes to the Financial Statements
for the Year Ended 31 May 2021**

1. STATUTORY INFORMATION

A. & R. Mitchell & Co. (Construction) 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.

Going concern

The directors review the company's cash flow requirements on a regular basis to ensure that it has sufficient funds to meet known commitments as they fall due. Having carried out this review, the directors are satisfied that subject to the ongoing level of trading activities resources are adequate, and accordingly the accounts have been prepared on a going concern basis.

COVID-19

At the date of signing these financial statements the Coronavirus Pandemic is still having a Global impact. The company continues to operate in a restricted way during this period. Whilst the overall impact still remains uncertain for the UK economy the directors believe that with the steps which have been taken, ongoing Government support and the commitment of all staff and the loyalty of customers, that the business will be in a position to come through this period and continue in operation for the next year and beyond.

Turnover and revenue recognition

Sales comprise the fair value of the consideration received or receivable for the sale of goods and rendering of services in the ordinary course of the Company's activities. Sales are presented, net of value-added tax, rebates and discounts.

Revenue is recognised as earned when, and to the extent that, the company obtains the right to consideration in exchange for its performance under those contracts. It is measured at the fair value to the right of consideration, which represents amounts chargeable to clients, including recoverable expenses and disbursements, but excluding vat.

For incomplete contracts, an assessment is made of the extent to which revenue has been earned. This assessment takes into account the nature of the assignment, its stage of completion and relevant contract terms.

Unbilled revenue is included in debtors, under "amounts recoverable on contracts".

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery	- 15% on reducing balance
Fixtures and fittings	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance

Tangible fixed assets are stated at cost less depreciation.

**Notes to the Financial Statements - continued
for the Year Ended 31 May 2021**

2. ACCOUNTING POLICIES - continued

Stocks

Stocks are valued at the lower of cost and net realisable value. Cost consists of purchase invoice costs and, where appropriate, attributable overheads.

Work in progress is valued at the lower of cost and net realisable value. Costs consist of direct materials, labour, and attributable overheads. Net realisable value is based on estimate selling price, less further costs expected to be incurred to completion and disposal.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Profit and Loss, 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.

Cash and cash equivalents

Cash and cash equivalents comprise cash held by the company and short term bank deposits with an original maturity of three months or less from inception and are subject to insignificant risk of changes in value.

Impairment of fixed assets

At each reporting date, the company reviews the carrying amounts of its tangible fixed assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the amount of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

**Notes to the Financial Statements - continued
for the Year Ended 31 May 2021**

2. ACCOUNTING POLICIES - continued

Financial instruments

Financial assets and liabilities are recognised when the company becomes a party to the contractual provisions of the instrument and are classified in accordance with their underlying economic reality. The company has two main categories of financial instruments, which are loans and other receivables and other financial liabilities:

Loans and other receivables

Loans and other receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. Upon recognition, these assets are measured at fair value less directly related transaction expenses. In successive periods these are measured at amortised cost, and any differences between acquisition cost and redemption value is accounted for over the borrowing period by using the effective interest method. If transaction costs are immaterial and the credit period is short, amortised cost is equal to the nominal value less any allowance for credit losses.

Other financial liabilities

Other financial liabilities are recognised initially at fair value, net of transaction costs incurred. In successive periods these are measured at amortised cost. Any differences between acquisition cost and redemption value is accounted for over the borrowing period by using the effective interest method. If transaction costs are immaterial and the credit period is short, amortised cost is equal to the nominal value.

Impairment of financial instruments

A provision for impairment is established when there is objective evidence that, as a result of one or more events that occurred after the initial recognition, the estimated future cash flows have been impacted.

Grants Received

Grants are credited to deferred revenue. Grants towards capital expenditure are released to the profit and loss account over the expected useful life of the assets. Grants towards revenue expenditure are released to the profit and loss account as the related expenditure is incurred.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 2 (2020 - 2) .

4. TANGIBLE FIXED ASSETS

	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
COST				
At 1 June 2020 and 31 May 2021	<u>16,306</u>	<u>1,007</u>	<u>6,900</u>	<u>24,213</u>
DEPRECIATION				
At 1 June 2020	16,247	1,004	3,949	21,200
Charge for year	<u>9</u>	<u>3</u>	<u>738</u>	<u>750</u>
At 31 May 2021	<u>16,256</u>	<u>1,007</u>	<u>4,687</u>	<u>21,950</u>
NET BOOK VALUE				
At 31 May 2021	<u>50</u>	<u>-</u>	<u>2,213</u>	<u>2,263</u>
At 31 May 2020	<u>59</u>	<u>3</u>	<u>2,951</u>	<u>3,013</u>

**Notes to the Financial Statements - continued
for the Year Ended 31 May 2021**

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Amounts recoverable under contracts	3,188	-
Corporation tax refund	<u>659</u>	<u>659</u>
	<u>3,847</u>	<u>659</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Trade creditors	2,568	2,323
Social security and other taxes	3,633	-
Directors' loan accounts	4,086	5,046
Accruals and deferred income	<u>1,612</u>	<u>9,726</u>
	<u>11,899</u>	<u>17,095</u>

7. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to directors subsisted during the years ended 31 May 2021 and 31 May 2020:

	2021 £	2020 £
Mr T Y Mitchell		
Balance outstanding at start of year	1,002	1,662
Amounts advanced	1,040	1,040
Amounts repaid	(2,000)	(1,700)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>42</u>	<u>1,002</u>
Mr R M Mitchell		
Balance outstanding at start of year	4,044	4,044
Amounts repaid	-	-
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>4,044</u>	<u>4,044</u>

All loan balances are interest free and repayable on demand.

8. CONTROLLING PARTY

The company is under the control of the directors.

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.