

**MERCHISTON ENTERPRISES LIMITED
(COMPANY LIMITED BY GUARANTEE)**

**ANNUAL REPORT AND FINANCIAL STATEMENTS
PAGES FOR FILING WITH REGISTRAR**

For the year ended 31 July 2019

Registration Number: SC081893



MERCHISTON ENTERPRISES LIMITED

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For the year ended 31 July 2019

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MERCHISTON ENTERPRISES LIMITED

BALANCE SHEET

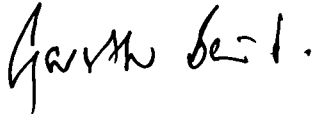
As at 31 July 2019

	Notes	2019	2018
		£	£
Fixed assets			
Tangible assets	3	-	-
Current assets			
Stock		93,917	131,248
Debtors	4	63	1,082
Cash at bank		123,608	74,553
		217,588	206,883
Creditors: amounts falling due within one year	5	(184,733)	(175,135)
Net current assets		32,855	31,748
Net assets		32,855	31,748
Capital and reserves			
Profit and loss reserves		32,855	31,748

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

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

These financial statements were approved by the board and authorised for issue on 24 February 2020 and signed on its behalf by:



G T G Baird
Director

Company Registration Number: SC081893

MERCHISTON ENTERPRISES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2019

1 Accounting Policies

Company information

Merchiston Enterprises Limited is a private company limited by guarantee incorporated in Scotland. The registered office address is 294 Colinton Road, Colinton, Edinburgh, EH13 0PU.

Accounting Convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements were prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historic cost convention. The principal accounting policies adopted are set out below.

Merchiston Enterprises Limited is a wholly owned subsidiary of Merchiston Castle School, a company registered in Scotland. The results of Merchiston Enterprises Limited are included within the consolidated financial statements of Merchiston Castle School which are available at their registered office being 294 Colinton Road, Colinton, Edinburgh, EH13 0PU.

Going Concern

At the time of approving the financial statements, the directors are of the opinion that the company has adequate resources to continue in operational existence for the foreseeable future. Thus the directors continue to adopt the going concern basis of accounting in preparing the financial statements.

Turnover

Turnover represents the value of goods and services supplied by the company, excluding value added tax. Turnover is recognised when the company has earned entitlement.

MERCHISTON ENTERPRISES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 July 2019

1 Accounting policies (continued)

Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost less depreciation.

Depreciation is provided at rates calculated to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset on a straight line basis as follows:

Fixtures and fittings	20% per annum
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Impairment of fixed assets

The carrying value of tangible fixed assets are reviewed for impairment when events or changes in circumstances indicate the carrying value may not be recoverable.

Stocks

Stocks are stated at the lower of cost and net realisable value. Cost is defined as the purchase cost of materials. Net realisable value is the amount which it is anticipated would be realised in the normal course of trade after making due allowance for discounts and selling expenses.

Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks and other short term liquid investments.

Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Financial assets

Debtors with no stated interest rate and payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the profit and loss account.

Financial liabilities

Creditors with no stated interest rate and payable within one year are recorded at transaction price.

All interest-bearing loans and borrowings which are basic financial instruments are initially recognised at the present value of cash payable. After initial recognition they are measured at amortised cost.

MERCHISTON ENTERPRISES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 July 2019

1 Accounting policies (continued)

Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

Deferred Tax

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax is calculated at the rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except where it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when the company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

Employee Benefits

The costs of short-term employee benefits are recognised as a liability and an expense.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

2 Employees

The average monthly number of persons employed by the company during the year was 2 (2018 – 2).

MERCHISTON ENTERPRISES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 July 2019

3	Tangible Fixed Assets	Fixtures and Fittings £	
	<i>Cost</i>		
	At 31 July 2018 & 31 July 2019		<u>4,479</u>
	<i>Aggregate Depreciation</i>		
	At 31 July 2018 & 31 July 2019		<u>4,479</u>
	<i>Net Book Value</i>		
	At 31 July 2019		<u>-</u>
	At 31 July 2018		<u>-</u>
4	Debtors	2019 £	2018 £
	Trade debtors	-	375
	Prepayments and accrued income	63	237
	VAT	-	470
		<u>63</u>	<u>1,082</u>
5	Creditors: amounts falling due within one year	2019 £	2018 £
	Trade creditors	2,909	2,436
	Corporation tax	121	-
	Amounts due to Merchiston Castle School	175,998	167,861
	Other creditors	510	510
	VAT	824	-
	Accrued expenses	<u>4,371</u>	<u>4,328</u>
		<u>184,733</u>	<u>175,135</u>

MERCHISTON ENTERPRISES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 July 2019

6 Related party transactions

The company has taken advantage of the disclosure exemption available in FRS 102 section 33 whereby it has not disclosed transactions with the ultimate parent company.

7 Audit report information

As the profit and loss account has been omitted from the filing copy of the financial statements the following information in relation to the audit report of the statutory financial statements is provided in accordance with s444(5B) of the Companies Act 2006:

The audit report was unqualified.

The senior statutory auditor was Iain Binnie.

The auditor was Geoghegans.