

Company Registration No. SC250038 (Scotland)

MARK GARRICK LTD.

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 OCTOBER 2021

PAGES FOR FILING WITH REGISTRAR

MARK GARRICK LTD.

CONTENTS

| | Page |
|-----------------------------------|-------------|
| Statement of financial position | 1 |
| Notes to the financial statements | 2 - 7 |

MARK GARRICK LTD.

STATEMENT OF FINANCIAL POSITION

AS AT 31 OCTOBER 2021

| | Notes | 2021 £ | £ | 2020 £ | £ |
|--|-------|------------------|-----------------|------------------|-----------------|
| Non-current assets | | | | | |
| Property, plant and equipment | 7 | | 409,454 | | 289,407 |
| Current assets | | | | | |
| Inventories | | 426,044 | | 781,436 | |
| Trade and other receivables | 8 | 280,575 | | 218,809 | |
| Cash and cash equivalents | | 64,616 | | 65,799 | |
| | | <u>771,235</u> | | <u>1,066,044</u> | |
| Current liabilities | 9 | <u>(528,655)</u> | | <u>(878,509)</u> | |
| Net current assets | | | 242,580 | | 187,535 |
| Total assets less current liabilities | | | <u>652,034</u> | | <u>476,942</u> |
| Non-current liabilities | 10 | | (153,150) | | (94,692) |
| Provisions for liabilities | | | <u>(62,715)</u> | | <u>(40,920)</u> |
| Net assets | | | <u>436,169</u> | | <u>341,330</u> |
| Equity | | | | | |
| Called up share capital | 11 | | 2 | | 2 |
| Retained earnings | | | 436,167 | | 341,328 |
| Total equity | | | <u>436,169</u> | | <u>341,330</u> |

The directors of the company have elected not to include a copy of the income statement within the financial statements.

For the financial year ended 31 October 2021 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

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 members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

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

The financial statements were approved by the board of directors and authorised for issue on 31 May 2022 and are signed on its behalf by:

Mr M Garrick
Director

Company Registration No. SC250038

MARK GARRICK LTD.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 OCTOBER 2021

1 Company Information

Mark Garrick Ltd. is a private company limited by shares incorporated in Scotland. The registered office is Brookfield House, Birnie, Elgin, Moray, IV30 8SW.

2 Compliance with accounting standards

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 are prepared in sterling, which is the functional currency of the company.

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

3 Judgements and key sources of estimation uncertainty

In the application of the company's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

4 Accounting policies

4.1 Revenue

Turnover represents the value of sales to customers, net of discounts, allowances, volume and promotional rebates and other payments to customers and excludes VAT. Sales of services, equipment hire and goods are recognised when the company has provided the goods or service to the customer and collectability of the related receivable is reasonably assured.

Revenue from the sale of goods and services is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer (usually on dispatch of the goods) or the service has been provided, the amount of revenue can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the entity and the costs incurred or to be incurred in respect of the transaction can be measured reliably.

4.2 Intangible fixed assets - goodwill

Acquired goodwill was written off in equal annual instalments over its estimated useful economic life of 5 years as assessed by the director. It is now amortised in full.

MARK GARRICK LTD.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 OCTOBER 2021

4 Accounting policies

(Continued)

4.3 Property, plant and equipment

Property, plant and equipment are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

| | |
|-------------------------------|--|
| Leasehold property | 10% straight line |
| Plant and machinery | 25% reducing balance |
| Office and computer equipment | 25% reducing balance and 33% straight line |
| Motor vehicles | 25% reducing balance |

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

4.4 Inventories

Inventories are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition.

4.5 Basic 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 statement of financial position 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.

4.6 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 as reported in the income statement 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

The charge for taxation takes into account taxation deferred as a result of timing differences between the treatment of certain items for taxation and accounting purposes. In general, deferred taxation is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

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

MARK GARRICK LTD.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2021

4 Accounting policies

(Continued)

4.7 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or non-current assets.

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

4.8 Retirement benefits

The company operates a defined contribution scheme for the benefit of its employees. Contributions payable are charged to the profit and loss account in the year they are payable.

4.9 Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessees. All other leases are classified as operating leases.

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the statement of financial position as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to profit or loss so as to produce a constant periodic rate of interest on the remaining balance of the liability.

4.10 Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

A grant that specifies performance conditions is recognised in income when the performance conditions are met. Where a grant does not specify performance conditions it is recognised in income when the proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as a liability.

4.11 Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

5 Employees

The average monthly number of persons (including directors) employed by the company during the year was:

| | 2021 Number | 2020 Number |
|-------|----------------|----------------|
| Total | 11 | 11 |
| | == | == |

MARK GARRICK LTD.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2021

6 Intangible fixed assets

| | Goodwill £ |
|--|---------------|
| Cost | |
| At 1 November 2020 and 31 October 2021 | 5,000 |
| Amortisation and impairment | |
| At 1 November 2020 and 31 October 2021 | 5,000 |
| Carrying amount | |
| At 31 October 2021 | - |
| At 31 October 2020 | - |

7 Property, plant and equipment

| | Land and buildings | Plant and machinery etc | Total |
|------------------------------------|-----------------------|----------------------------|-----------|
| | £ | £ | £ |
| Cost | | | |
| At 1 November 2020 | 185,603 | 462,238 | 647,841 |
| Additions | 23,448 | 274,488 | 297,936 |
| Disposals | - | (129,294) | (129,294) |
| At 31 October 2021 | 209,051 | 607,432 | 816,483 |
| Depreciation and impairment | | | |
| At 1 November 2020 | 102,710 | 255,723 | 358,433 |
| Depreciation charged in the year | 20,961 | 108,865 | 129,826 |
| Eliminated in respect of disposals | - | (81,230) | (81,230) |
| At 31 October 2021 | 123,671 | 283,358 | 407,029 |
| Carrying amount | | | |
| At 31 October 2021 | 85,380 | 324,074 | 409,454 |
| At 31 October 2020 | 82,893 | 206,514 | 289,407 |

MARK GARRICK LTD.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2021

8 Trade and other receivables

| | 2021 | 2020 |
|--------------------------------------|----------------|----------------|
| | £ | £ |
| Amounts falling due within one year: | | |
| Trade receivables | 271,205 | 209,587 |
| Other receivables | 9,370 | 9,222 |
| | <u>280,575</u> | <u>218,809</u> |

9 Current liabilities

| | 2021 | 2020 |
|------------------------------------|----------------|----------------|
| | £ | £ |
| Bank loans | 8,888 | 1,667 |
| Trade payables | 222,157 | 225,071 |
| Corporation tax | 7,052 | 19,673 |
| Other taxation and social security | 62,178 | 16,644 |
| Other payables | 228,380 | 615,454 |
| | <u>528,655</u> | <u>878,509</u> |

Included in other payables are obligations under finance leases of £67,071 (2020 - £48,884) secured over the assets to which they relate.

Included in 'Trade payables' are creditors amounting to £19,243 (2020 - £139,492) secured by a personal guarantee.

10 Non-current liabilities

| | 2021 | 2020 |
|---------------------------|----------------|---------------|
| | £ | £ |
| Bank loans and overdrafts | 39,652 | 48,333 |
| Other payables | 113,498 | 46,359 |
| | <u>153,150</u> | <u>94,692</u> |

Other payables comprise hire purchase and lease agreements totalling £113,498 (2020 - £46,359) which are secured over the assets to which they relate.

11 Called up share capital

| | 2021 | 2020 |
|------------------------------|----------|----------|
| | £ | £ |
| Ordinary share capital | | |
| Issued and fully paid | | |
| 2 Ordinary shares of £1 each | 2 | 2 |
| | <u>2</u> | <u>2</u> |

MARK GARRICK LTD.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2021

12 Directors' transactions

As at 1 November 2020 the company owed the directors £172,863. During the year the company met expenditure amounting to £81,944 on behalf of the directors and the directors loaned the company £50,000. At 31 October 2021 the company owed the directors £140,919. This loan is interest free and has no fixed terms of repayment.

During the year the company paid £50,000 (2020 - £50,000) of dividends to 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.