

REGISTERED NUMBER: SC353433 (Scotland)

FPP (SCOTLAND) LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2018

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FOR THE YEAR ENDED 31 AUGUST 2018**

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FPP (SCOTLAND) LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 AUGUST 2018**

DIRECTORS:

G B Kinninmont
I Morton
C Burke

REGISTERED OFFICE:

24 Queen Elizabeth Avenue
Hillington
Glasgow
G52 4NQ

REGISTERED NUMBER:

SC353433 (Scotland)

ACCOUNTANTS:

JCWallace & Co
Chartered Certified Accountants
1875 Great Western Road
Glasgow
G13 2YD

BALANCE SHEET
31 AUGUST 2018

	Notes	2018 £	£	2017 £	£
FIXED ASSETS					
Tangible assets	4		195,269		43,970
Investments	5		<u>15,000</u>		<u>15,000</u>
			210,269		58,970
CURRENT ASSETS					
Stocks	6	429,844		520,144	
Debtors	7	989,815		473,285	
Cash at bank and in hand		<u>947,828</u>		<u>1,515,824</u>	
		2,367,487		2,509,253	
CREDITORS					
Amounts falling due within one year	8	<u>1,168,984</u>		<u>907,721</u>	
NET CURRENT ASSETS			<u>1,198,503</u>		<u>1,601,532</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			1,408,772		1,660,502
PROVISIONS FOR LIABILITIES	10		<u>5,948</u>		<u>6,548</u>
NET ASSETS			<u>1,402,824</u>		<u>1,653,954</u>
CAPITAL AND RESERVES					
Called up share capital	11		484		900
Share premium	12		489,762		-
Capital redemption reserve	12		100		100
Retained earnings	12		<u>912,478</u>		<u>1,652,954</u>
SHAREHOLDERS' FUNDS			<u>1,402,824</u>		<u>1,653,954</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 August 2018.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2018 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 which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.
- (b)

BALANCE SHEET - continued
31 AUGUST 2018

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors on 22 May 2019 and were signed on its behalf by:

G B Kinninmont - Director

I Morton - Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2018**

1. STATUTORY INFORMATION

FPP (Scotland) 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 Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Turnover

Turnover comprises the invoice value of goods (excluding VAT) sold to customers, less trade allowances and discounts.

Tangible fixed assets

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

Heritable property	- 2% on cost
Tenants improvements	- 20% on reducing balance
Plant and machinery	- 15% on cost
Office equipment	- 33% on reducing balance
Motor vehicles	- 25% on cost

Stocks

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

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, 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.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Hire purchase and leasing commitments

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

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2018

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 9 (2017 - 10) .

4. TANGIBLE FIXED ASSETS

	Heritable property £	Tenants improvements £	Plant and machinery £
COST			
At 1 September 2017	-	955	45,651
Additions	161,820	-	-
At 31 August 2018	<u>161,820</u>	<u>955</u>	<u>45,651</u>
DEPRECIATION			
At 1 September 2017	-	895	12,435
Charge for year	2,692	12	6,848
Eliminated on disposal	-	-	-
At 31 August 2018	<u>2,692</u>	<u>907</u>	<u>19,283</u>
NET BOOK VALUE			
At 31 August 2018	<u>159,128</u>	<u>48</u>	<u>26,368</u>
At 31 August 2017	<u>-</u>	<u>60</u>	<u>33,216</u>
	Office equipment £	Motor vehicles £	Totals £
COST			
At 1 September 2017	7,599	90,452	144,657
Additions	725	5,200	167,745
Disposals	-	(29,000)	(29,000)
At 31 August 2018	<u>8,324</u>	<u>66,652</u>	<u>283,402</u>
DEPRECIATION			
At 1 September 2017	7,245	80,112	100,687
Charge for year	316	6,578	16,446
Eliminated on disposal	-	(29,000)	(29,000)
At 31 August 2018	<u>7,561</u>	<u>57,690</u>	<u>88,133</u>
NET BOOK VALUE			
At 31 August 2018	<u>763</u>	<u>8,962</u>	<u>195,269</u>
At 31 August 2017	<u>354</u>	<u>10,340</u>	<u>43,970</u>

5. FIXED ASSET INVESTMENTS

	Other loans £
At 1 September 2017 and 31 August 2018	<u>15,000</u>

6. STOCKS

	2018 £	2017 £
Stocks	<u>429,844</u>	<u>520,144</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2018

7. DEBTORS

	2018 £	2017 £
Amounts falling due within one year:		
Trade debtors	889,859	438,930
Other debtors	20,000	-
Directors' current accounts	4,106	-
Prepayments and accrued income	34,565	34,355
	<u>948,530</u>	<u>473,285</u>
Amounts falling due after more than one year:		
Other debtors	<u>41,285</u>	<u>-</u>
Aggregate amounts	<u>989,815</u>	<u>473,285</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Trade creditors	934,319	554,784
Corporation tax	110,396	57,564
Social security and other taxes	21,307	21,407
VAT	78,733	37,100
Other creditors	1,809	137,746
Directors' current accounts	162	20,717
Accruals and deferred income	22,258	78,403
	<u>1,168,984</u>	<u>907,721</u>

9. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2018 £	2017 £
Within one year	70,000	70,000
Between one and five years	<u>160,000</u>	<u>60,000</u>
	<u>230,000</u>	<u>130,000</u>

10. PROVISIONS FOR LIABILITIES

	2018 £	2017 £
Deferred tax	<u>5,948</u>	<u>6,548</u>
		Deferred tax
		£
Balance at 1 September 2017		6,548
Credit to Income Statement during year		(600)
Balance at 31 August 2018		<u>5,948</u>

The provision for deferred tax consists of the tax effect of timing differences in respect of the excess of taxation allowances over depreciation on fixed assets.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2018

11. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid: Number:	Class:	Nominal value: £1	2018 £	2017 £
484	Ordinary		<u>484</u>	<u>900</u>

299 Ordinary shares of £1 each were allotted as fully paid at a premium of £1638 per share during the year.

12. RESERVES

	Retained earnings £	Share premium £	Capital redemption reserve £	Totals £
At 1 September 2017	1,652,954	-	100	1,653,054
Profit for the year	430,694			430,694
Purchase of own shares	(1,171,170)	-	-	(1,171,170)
Cash share issue	-	489,762	-	489,762
At 31 August 2018	<u>912,478</u>	<u>489,762</u>	<u>100</u>	<u>1,402,340</u>

13. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to a director subsisted during the years ended 31 August 2018 and 31 August 2017:

	2018 £	2017 £
G B Kinninmont		
Balance outstanding at start of year	-	-
Amounts advanced	4,106	-
Amounts repaid	-	-
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>4,106</u>	<u>-</u>

The loan is interest free and repayable on demand.

14. RELATED PARTY DISCLOSURES

In November 2017 the company lent £80,120 on Commercial terms to Katrina Kinninmont, the wife of the director G Kinninmont. £20,000 was repaid to the company during the year. Interest at 2% per annum was charged on the outstanding loan balance amounting to £1,165. At the year-end, the company was owed £61,285 which is included within other debtors.

The property from which the company trades is 50% owned by the wives of the directors I Morton and G Kinninmont who each own 25% each of the property. Rent of £35,000 was paid to these individuals during the year.

A management charge of £33,929 was received from the company's former parent company, Fusion Pipeline Products Ireland Ltd, in relation to services performed.

During the year the company purchased and cancelled all of the shares owned by its parent company Fusion Pipeline Products Ireland Ltd.

The company issued 299 new ordinary shares of £1 each to an existing Director during the year at a premium of £1,638 per share.

**CHARTERED CERTIFIED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS
ON THE UNAUDITED FINANCIAL STATEMENTS OF
FPP (SCOTLAND) 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 Income Statement 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 FPP (Scotland) Limited for the year ended 31 August 2018 which comprise the Income Statement, 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 the Association of Chartered Certified Accountants, we are subject to its ethical and other professional requirements which are detailed at <http://www.accaglobal.com/rulebook>.

This report is made solely to the Board of Directors of FPP (Scotland) 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 FPP (Scotland) Limited and state those matters that we have agreed to state to the Board of Directors of FPP (Scotland) Limited, as a body, in this report in accordance with the requirements of the Association of Chartered Certified Accountants as detailed at <http://www.accaglobal.com/factsheet163>. 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 FPP (Scotland) 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 profit of FPP (Scotland) Limited. You consider that FPP (Scotland) 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 FPP (Scotland) 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.

JCWallace & Co
Chartered Certified Accountants
1875 Great Western Road
Glasgow
G13 2YD

22 May 2019

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.