

CARMICHAEL AND BAXTER INDUSTRIAL SERVICES LTD
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2023

CARMICHAEL AND BAXTER INDUSTRIAL SERVICES LTD

COMPANY INFORMATION

Directors	Mr A Baxter Mr P Carmichael Mr N Cameron
Company secretary	Mr P Carmichael
Registered number	SC477533
Registered office	6 Eden Valley Business Park Cupar Fife KY15 4RB
Accountants	EQ Accountants Limited Chartered Accountants 14 City Quay Dundee DD1 3JA

STATEMENT OF FINANCIAL POSITION
AS AT 31 AUGUST 2023

		2023 £	2022 £
Fixed assets			
Tangible fixed assets		258,255	203,337
		<u>258,255</u>	<u>203,337</u>
Current assets			
Stocks		244,944	290,739
Debtors: amounts falling due within one year	5	773,717	868,327
Cash at bank and in hand		19,860	251,693
		<u>1,038,521</u>	<u>1,410,759</u>
Creditors: amounts falling due within one year	6	<u>(796,971)</u>	<u>(1,248,418)</u>
Net current assets		241,550	162,341
Total assets less current liabilities		499,805	365,678
Creditors: amounts falling due after more than one year	7	(94,479)	(71,787)
Provisions for liabilities			
Deferred tax		(64,564)	(38,634)
		<u>(64,564)</u>	<u>(38,634)</u>
Net assets		<u>340,762</u>	<u>255,257</u>
Capital and reserves			
Called up share capital	8	12	12
Profit and loss account		340,750	255,245
		<u>340,762</u>	<u>255,257</u>

STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT 31 AUGUST 2023

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 the 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 on 23 April 2024.

Mr P Carmichael
Director

Mr N Cameron
Director

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

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2023**

1. General information

Carmichael & Baxter Industrial Services Limited is a private company, limited by shares, incorporated in Scotland. The company number is SC477533 and the registered office is 6 Eden Valley Business Park, Cupar, Fife, Scotland, KY15 4RB.

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 FRS 102 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland' and the requirements of the Companies Act 2006. 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 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:

Sale of goods

Turnover from the sale of goods is recognised when all of the following conditions are satisfied:

- the Company has transferred the significant risks and rewards of ownership to the buyer;
- the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of turnover can be measured reliably;
- it is probable that the Company will receive the consideration due under the transaction; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

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 Operating leases: the Company as lessee

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

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2023**

2. Accounting policies (continued)

2.4 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 profit or loss 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.

2.5 Current and deferred taxation

The tax expense for the year comprises current and deferred tax. Tax is recognised in profit or loss 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 income 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 reporting 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.

2.6 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.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2023**

2. Accounting policies (continued)

2.6 Tangible fixed assets (continued)

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, on a reducing balance basis.

Depreciation is provided on the following basis:

Plant and machinery	-	20%
Motor vehicles	-	25%
Fixtures and fittings	-	20%
Office equipment	-	20%

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 profit or loss.

2.7 Financial instruments

The Company has elected to apply the provisions of Section 11 "Basic Financial Instruments" 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.

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 14 (2022 - 12).

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2023

4. Tangible fixed assets

	Plant and machinery £	Motor vehicles £	Fixtures and fittings £	Office equipment £	Total £
Cost or valuation					
At 1 September 2022	103,909	207,718	6,340	4,549	322,516
Additions	6,819	102,223	-	6,568	115,610
Disposals	-	(21,340)	-	-	(21,340)
At 31 August 2023	110,728	288,601	6,340	11,117	416,786
Depreciation					
At 1 September 2022	51,223	61,449	3,864	2,643	119,179
Charge for the year on owned assets	11,399	41,084	495	1,034	54,012
Disposals	-	(14,660)	-	-	(14,660)
At 31 August 2023	62,622	87,873	4,359	3,677	158,531
Net book value					
At 31 August 2023	48,106	200,728	1,981	7,440	258,255
At 31 August 2022	52,686	146,269	2,476	1,906	203,337

5. Debtors

	2023 £	2022 £
Trade debtors	731,222	777,087
Other debtors	13,712	34,547
Prepayments and accrued income	28,783	56,693
	773,717	868,327

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2023**

6. Creditors: Amounts falling due within one year

	2023 £	2022 £
Bank overdrafts	822	4,468
Trade creditors	474,352	569,415
Accruals and deferred income	25,874	33,255
Other taxation and social security	191,270	585,740
Other creditors	30,844	5,532
Obligations under finance lease and hire purchase contracts	63,809	40,008
Bank loans	10,000	10,000
	<u>796,971</u>	<u>1,248,418</u>

The following liabilities were secured:

Details of security provided:

The company granted a floating charge in favour of Santander UK PLC over all the property and undertakings now and in the future.

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

	2023 £	2022 £
Net obligations under finance leases and hire purchase contracts	76,979	44,287
Bank loans	17,500	27,500
	<u>94,479</u>	<u>71,787</u>

8. Share capital

	2023 £	2022 £
Allotted, called up and fully paid		
4 (2022 - 4) A Ordinary shares of £1.00 each	4	4
4 (2022 - 4) B Ordinary shares of £1.00 each	4	4
4 (2022 - 4) C Ordinary shares of £1.00 each	4	4
	<u>12</u>	<u>12</u>

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