

COMPANY REGISTRATION NUMBER: SC491225

The Seaforth Inn Limited
Unaudited Financial Statements
31 March 2018

The Seaforth Inn Limited

Financial Statements

Year ended 31 March 2018

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The following pages do not form part of the financial statements

Chartered accountants report to the board of directors on the preparation of the unaudited statutory financial statements

The Seaforth Inn Limited

Directors' Report

Year ended 31 March 2018

The directors present their report and the unaudited financial statements of the company for the year ended 31 March 2018 .

Principal activities

The principal activity of the company during the period was the operation of a bar and restuarant.

Directors

The directors who served the company during the year were as follows:

Mr R Drummond

Mr J Erasmus

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

This report was approved by the board of directors on 17 December 2018 and signed on behalf of the board by:

Mr R Drummond

Director

Registered office:

113 Atholl Road

Pitlochry

PH16 5AG

The Seaforth Inn Limited
Statement of Comprehensive Income

Year ended 31 March 2018

		2018	2017
	Note	£	£
Turnover		1,461,398	1,361,395
Cost of sales		472,889	418,947
		-----	-----
Gross profit		988,509	942,448
Administrative expenses		804,661	693,540
Other operating income		10,690	10,085
		-----	-----
Operating profit		194,538	258,993
Interest payable and similar expenses		25,559	27,378
		-----	-----
Profit before taxation	5	168,979	231,615
Tax on profit	6	36,023	29,486
		-----	-----
Profit for the financial year		132,956	202,129
		-----	-----
Revaluation of tangible assets		—	270,056
		-----	-----
Total comprehensive income for the year		132,956	472,185
		-----	-----

All the activities of the company are from continuing operations.

The Seaforth Inn Limited
Statement of Financial Position

31 March 2018

		2018	2017
	Note	£	£
Fixed assets			
Intangible assets	8	148,333	168,333
Tangible assets	9	1,430,408	1,402,213
		<u>1,578,741</u>	<u>1,570,546</u>
Current assets			
Stocks		41,100	20,317
Debtors	10	7,030	18,102
Cash at bank and in hand		22,265	5,467
		<u>70,395</u>	<u>43,886</u>
Creditors: amounts falling due within one year	11	(451,296)	(396,369)
Net current liabilities		<u>(380,901)</u>	<u>(352,483)</u>
Total assets less current liabilities		1,197,840	1,218,063
Creditors: amounts falling due after more than one year	12	(818,004)	(871,183)
Provisions			
Taxation including deferred tax		<u>(42,252)</u>	<u>(45,435)</u>
Net assets		<u>337,584</u>	<u>301,445</u>
Capital and reserves			
Called up share capital	14	2	2
Revaluation reserve		227,804	224,621
Profit and loss account		<u>109,778</u>	<u>76,822</u>
Shareholders funds		<u>337,584</u>	<u>301,445</u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

For the year ending 31 March 2018 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- 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 ;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements .

The Seaforth Inn Limited
Statement of Financial Position *(continued)*

31 March 2018

These financial statements were approved by the board of directors and authorised for issue on 17 December 2018 , and are signed on behalf of the board by:

Mr R Drummond

Director

Company registration number: SC491225

The Seaforth Inn Limited
Statement of Changes in Equity

Year ended 31 March 2018

	Called up share capital	Revaluation reserve	Profit and loss account	Total
Note	£	£	£	£
At 1 April 2016 (as previously reported)	2	–	(25,307)	(25,305)
Effects of changes in accounting policies	–	(45,435)	–	(45,435)
	----	-----	-----	-----
At 1 April 2016 (restated)	2	(45,435)	(25,307)	(70,740)
	----	-----	-----	-----
Profit for the year			202,129	202,129
Other comprehensive income for the year:				
Revaluation of tangible assets	9	270,056	–	270,056
	----	-----	-----	-----
Total comprehensive income for the year	–	270,056	202,129	472,185
Dividends paid and payable	7	–	(100,000)	(100,000)
	----	-----	-----	-----
Total investments by and distributions to owners	–	–	(100,000)	(100,000)
At 31 March 2017 (as previously reported)	2	224,621	76,822	301,445
Effects of changes in accounting policies	–	3,183	–	3,183
	----	-----	-----	-----
At 31 March 2017 (restated)	2	227,804	76,822	304,628
	----	-----	-----	-----
Profit for the year			132,956	132,956
	----	-----	-----	-----
Total comprehensive income for the year	–	–	132,956	132,956
Dividends paid and payable	7	–	(100,000)	(100,000)
	----	-----	-----	-----
Total investments by and distributions to owners	–	–	(100,000)	(100,000)
	----	-----	-----	-----
At 31 March 2018	2	227,804	109,778	337,584
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The Seaforth Inn Limited

Notes to the Financial Statements

Year ended 31 March 2018

1. General information

The company is a private company limited by shares, registered in Scotland. The address of the registered office is 113 Atholl Road, Pitlochry, PH16 5AG.

2. Statement of compliance

These financial statements have been prepared in compliance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Revenue recognition

Turnover is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, net of discounts and Value Added Tax. Revenue from the sale of goods is recognised when the significant risks and rewards of ownership have transferred to the buyer (usually on despatch of the goods); the amount of revenue can be measured reliably; it is probable that the associated economic benefits will flow to the entity; and the costs incurred or to be incurred in respect of the transactions can be measured reliably.

Corporation & deferred tax

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly in equity, respectively. Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date. Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other 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. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date that are expected to apply to the reversal of the timing difference.

Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful life of that asset as follows:

Goodwill	-	10 years straight line
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If there is an indication that there has been a significant change in amortisation rate, useful life or residual value of an intangible asset, the amortisation is revised prospectively to reflect the new estimates.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses. An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in equity, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in equity in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in equity in respect of that asset, the excess shall be recognised in profit or loss.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Fixtures & Fittings	-	20% reducing balance
Office equipment	-	20% reducing balance

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

Provisions

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event, it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the statement of financial position and the amount of the provision as an expense. Provisions are initially measured at the best estimate of the amount required to settle the obligation at the reporting date and subsequently reviewed at each reporting date and adjusted to reflect the current best estimate of the amount that would be required to settle the obligation. Any adjustments to the amounts previously recognised are recognised in profit or loss unless the provision was originally recognised as part of the cost of an asset. When a provision is measured at the present value of the amount expected to be required to settle the obligation, the unwinding of the discount is recognised as a finance cost in profit or loss in the period it arises.

Financial instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument. Basic financial instruments are initially recognised at the transaction price, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund. When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as a finance cost in profit or loss in the period in which it arises.

4. Employee numbers

The average number of persons employed by the company during the year amounted to 21 (2017: 18).

5. Profit before taxation

Profit before taxation is stated after charging:

	2018	2017
	£	£
Amortisation of intangible assets	20,000	20,000
Depreciation of tangible assets	19,984	22,636
	-----	-----

6. Tax on profit

Major components of tax expense

	2018	2017
	£	£
Current tax:		
UK current tax expense	36,023	29,486
	-----	-----
Tax on profit	36,023	29,486
	-----	-----

7. Dividends

	2018	2017
	£	£
Dividends paid during the year (excluding those for which a liability existed at the end of the prior year)	100,000	100,000
	-----	-----

8. Intangible assets

	Goodwill
	£
Cost	
At 1 April 2017 and 31 March 2018	200,000

Amortisation	
At 1 April 2017	31,667
Charge for the year	20,000

At 31 March 2018	51,667

Carrying amount	
At 31 March 2018	148,333

At 31 March 2017	168,333

9. Tangible assets

	Land and buildings	Fixtures and fittings	Equipment	Total
	£	£	£	£
Cost				
At 1 April 2017	1,311,667	133,604	—	1,445,271
Additions	38,811	6,965	2,403	48,179
	-----	-----	-----	-----
At 31 March 2018	1,350,478	140,569	2,403	1,493,450
	-----	-----	-----	-----
Depreciation				
At 1 April 2017	—	43,058	—	43,058
Charge for the year	—	19,503	481	19,984
	-----	-----	-----	-----
At 31 March 2018	—	62,561	481	63,042
	-----	-----	-----	-----
Carrying amount				
At 31 March 2018	1,350,478	78,008	1,922	1,430,408
	-----	-----	-----	-----
At 31 March 2017	1,311,667	90,546	—	1,402,213
	-----	-----	-----	-----

Tangible assets held at valuation

The company properties were revalued in December 2017 by CDLH, surveyors. The value of the properties was increased to the market value per the valuation reports.

10. Debtors

	2018	2017
	£	£
Trade debtors	897	396
Other debtors	6,133	17,706
	-----	-----
	7,030	18,102
	-----	-----

11. Creditors: amounts falling due within one year

	2018	2017
	£	£
Bank loans and overdrafts	112,761	116,663
Trade creditors	104,077	58,497
Corporation tax	36,023	29,486
Social security and other taxes	16,936	17,676

Other creditors	181,499	174,047
	-----	-----
	451,296	396,369
	-----	-----

Bank loans and overdrafts are secured over the company properties.

12. Creditors: amounts falling due after more than one year

	2018	2017
	£	£
Bank loans and overdrafts	818,004	871,183
	-----	-----

Included within creditors: amounts falling due after more than one year is an amount of £557,652 (2017: £561,683) in respect of liabilities payable or repayable by instalments which fall due for payment after more than five years from the reporting date. Bank loans and overdrafts are secured over the company properties.

13. Deferred tax

The deferred tax included in the statement of financial position is as follows:

	2018	2017
	£	£
Included in provisions	42,252	45,435
	-----	-----

The deferred tax account consists of the tax effect of timing differences in respect of:

	2018	2017
	£	£
Revaluation of tangible assets	42,252	45,435
	-----	-----

14. Called up share capital**Issued, called up and fully paid**

	2018		2017	
	No.	£	No.	£
Ordinary shares of £ 1 each	2	2.00	2	2.00
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15. Transactions with directors

The company was under the control of the directors throughout the current period.

The Seaforth Inn Limited

Management Information

Year ended 31 March 2018

The following pages do not form part of the financial statements.

The Seaforth Inn Limited

Chartered Accountants Report to the Board of Directors on the Preparation of the Unaudited Statutory Financial Statements of The Seaforth Inn Limited

Year ended 31 March 2018

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of The Seaforth Inn Limited for the year ended 31 March 2018, which comprise the statement of comprehensive income, statement of financial position, statement of changes in equity 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 www.icas.com/accountspreparationguidance. This report is made solely to the Board of Directors of The Seaforth Inn Limited, as a body, in accordance with the terms of our engagement letter dated 1 December 2018. Our work has been undertaken solely to prepare for your approval the financial statements of The Seaforth Inn Limited and state those matters that we have agreed to state to you, as a body, in this report in accordance with the requirements of ICAS as detailed at www.icas.com/accountspreparationguidance. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than The Seaforth Inn Limited and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that The Seaforth Inn 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 The Seaforth Inn Limited. You consider that The Seaforth Inn 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 The Seaforth Inn 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.

FOURM LIMITED Chartered Accountants

Stannergate House 41 Dundee Road West Broughty Ferry Dundee DD5 1NB

17 December 2018

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.