

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MAY 2023

FOR

A & B BUCHAN LIMITED

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FOR THE YEAR ENDED 31 MAY 2023**

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DIRECTORS:	Mr S A Buchan Mrs S M Smith
REGISTERED OFFICE:	Block 1 Old Station Yard Main Street ALFORD Aberdeenshire AB33 8FD
REGISTERED NUMBER:	SC375607 (Scotland)
ACCOUNTANTS:	Bain Henry Reid Chartered Accountants 4 West Craibstone Street Bon-Accord Square ABERDEEN AB11 6YL
BANKERS:	Virgin Money 38 High Street BANCHORY AB31 5SR

BALANCE SHEET
31 MAY 2023

	Notes	2023		2022	
		£	£	£	£
FIXED ASSETS					
Intangible assets	4		-		-
Tangible assets	5		<u>116,800</u>		<u>135,140</u>
			116,800		135,140
CURRENT ASSETS					
Stocks		394,952		501,629	
Debtors	6	149,068		154,324	
Cash at bank and in hand		<u>540,456</u>		<u>440,013</u>	
		1,084,476		1,095,966	
CREDITORS					
Amounts falling due within one year	7	<u>415,892</u>		<u>462,023</u>	
NET CURRENT ASSETS			<u>668,584</u>		<u>633,943</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			785,384		769,083
CREDITORS					
Amounts falling due after more than one year	8		(30,238)		(50,351)
PROVISIONS FOR LIABILITIES			<u>(29,200)</u>		<u>(25,677)</u>
NET ASSETS			<u><u>725,946</u></u>		<u><u>693,055</u></u>
CAPITAL AND RESERVES					
Called up share capital			106		106
Retained earnings			<u>725,840</u>		<u>692,949</u>
SHAREHOLDERS' FUNDS			<u><u>725,946</u></u>		<u><u>693,055</u></u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 May 2023.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 May 2023 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
- (b) 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.

BALANCE SHEET - continued

31 MAY 2023

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

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 and authorised for issue on 27 December 2023 and were signed on its behalf by:

Mr S A Buchan - Director

Mrs S M Smith - Director

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

1. **STATUTORY INFORMATION**

A & B Buchan 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.

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 is measured at the fair value of consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. Turnover includes revenue earned from the rendering of services.

Rendering of services:

The company provides roofing services. When the outcome of a transaction for the rendering of services can be estimated reliably in terms of revenue, cost and its stage of completion, the company recognises revenue on the sale of services in the reporting period in which the services are rendered by reference to the stage of completion of the specific transaction at the end of the reporting period. The stage of completion is determined on the basis of actual completion as a proportion of the total services to be rendered.

When the outcome of a service contract cannot be estimated reliably the company only recognises revenue to the extent of the recoverable expenses recognised.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2010, is being amortised evenly over its estimated useful life of ten years.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off the cost less estimated residual value of each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Plant and machinery	- 15% on reducing balance
Office equipment	- 20% on reducing balance

Stocks

Stocks and work in progress are valued at the lower of cost and estimated selling price less costs to sell.

Cost is calculated using the first-in, first-out method and includes all purchase, transport, and handling costs in bringing stocks to their present location and condition.

Financial instruments

Basic financial instruments are recognised at amortised cost, except for investments in non-convertible preference and non-puttable ordinary shares which are measured at fair value, with changes recognised in profit or loss.

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.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2023

2. **ACCOUNTING POLICIES - continued**

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.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

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.

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 15 (2022 - 17) .

4. **INTANGIBLE FIXED ASSETS**

	Goodwill £
COST	
At 1 June 2022 and 31 May 2023	100,000
AMORTISATION	
At 1 June 2022 and 31 May 2023	100,000
NET BOOK VALUE	
At 31 May 2023	-
At 31 May 2022	-

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2023

5. TANGIBLE FIXED ASSETS

	Plant and machinery etc £
COST	
At 1 June 2022	361,361
Additions	<u>2,450</u>
At 31 May 2023	<u>363,811</u>
DEPRECIATION	
At 1 June 2022	226,221
Charge for year	<u>20,790</u>
At 31 May 2023	<u>247,011</u>
NET BOOK VALUE	
At 31 May 2023	<u>116,800</u>
At 31 May 2022	<u>135,140</u>

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Plant and machinery etc £
COST	
At 1 June 2022 and 31 May 2023	<u>38,698</u>
DEPRECIATION	
At 1 June 2022	5,333
Charge for year	<u>5,005</u>
At 31 May 2023	<u>10,338</u>
NET BOOK VALUE	
At 31 May 2023	<u>28,360</u>
At 31 May 2022	<u>33,365</u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Trade debtors	112,748	71,414
Other debtors	<u>36,320</u>	<u>82,910</u>
	<u>149,068</u>	<u>154,324</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2023

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023	2022
	£	£
Bank loans and overdrafts	10,000	10,000
Hire purchase contracts	10,113	10,510
Trade creditors	156,139	285,411
Taxation and social security	127,101	45,600
Other creditors	<u>112,539</u>	<u>110,502</u>
	<u>415,892</u>	<u>462,023</u>

8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2023	2022
	£	£
Bank loans	28,333	38,333
Hire purchase contracts	<u>1,905</u>	<u>12,018</u>
	<u>30,238</u>	<u>50,351</u>

9. OTHER FINANCIAL COMMITMENTS

Amounts outstanding at the year end relating to the defined contribution pension scheme totalled £1,449 (2022: £670) which are included within other creditors.

10. RELATED PARTY DISCLOSURES

Details of directors loan account transactions and the year end balance are as follows:

	2023	2022
Amount due to directors at 31st May 2022	106,160	106,160
Received from directors during the year	-	-
Paid to directors during the year	-	-
Amount due to directors at 31st May 2023	<u>106,160</u>	<u>106,160</u>

The loan has no set repayment terms and no interest is chargeable.

The company rents its premises from A & B Buchan, a partnership in which the directors are partners. Rent paid during the year amounted to £24,000 (2022: £24,000).

**CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS
ON THE UNAUDITED FINANCIAL STATEMENTS OF
A & B BUCHAN 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 A & B Buchan Limited for the year ended 31 May 2023 which comprise the Income Statement, Balance Sheet, 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 <http://www.icas.com/accountspreparationguidance>.

This report is made solely to the Board of Directors of A & B Buchan 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 A & B Buchan Limited and state those matters that we have agreed to state to the Board of Directors of A & B Buchan Limited, as a body, in this report in accordance with the requirements of ICAS as detailed at <http://www.icas.com/accountspreparationguidance>. 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 A & B Buchan 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 A & B Buchan Limited. You consider that A & B Buchan 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 A & B Buchan 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.

Bain Henry Reid
Chartered Accountants
4 West Craibstone Street
Bon-Accord Square
ABERDEEN
AB11 6YL

27 December 2023

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.