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FORM AR27

Trade Union and Labour Relations (Consolidation) Act 1992

ANNUAL RETURN FOR AN EMPLOYERS' ASSOCIATION

Name of Employers' Association:

Year ended:

List No:

Head or Main Office:

Website address (if available)

Has the address changed during the year to which the return relates? ☐ Yes ☒ No (Tick as appropriate)

General Secretary:

Contact name for queries regarding the completion of this return:

Telephone Number:

e-mail:

PLEASE FOLLOW THE GUIDANCE NOTES IN THE COMPLETION OF THIS RETURN.
Any difficulties or problems in the completion of this return should be directed to the Certification Office as below or by telephone to: 020 7210 3734

The address to which returns and other documents should be sent are:

For Employers' Associations based in England and Wales:
Certification Office for Trade Unions and Employers' Associations
22nd Floor, Euston Tower, 286 Euston Road, London NW1 3JJ

For Employers' Associations based in Scotland:
Certification Office for Trade Unions and Employers' Associations
Melrose House, 69a George Street, Edinburgh EH2 2JG



COMPANY INFORMATION

| | | |
|--------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------|
| Directors | M. Tough A. A. Jess M.T. Malone R. I. Roebuck J. Scott S. Lamb A. McNaughton F. J. Clark M. L. Hardy W. J. Stewart G. McCafferty F. A. Ross A. D. C. Jess M. Dunn A. J McGowan J. R. McMaster N. L. Stoddart S. Cooper G Kennedy R Powell | (Appointed 16 May 2017) (Appointed 16 May 2017) (Appointed 16 May 2017) |
| Secretary | M.M. Morgan | |
| Company number | SC181706 | |
| Registered office | 179A Dalrymple Street Greenock PA15 1BX | |
| Auditor | Welsh Walker Limited 179A Dalrymple Street Greenock PA15 1BX | |
| Bankers | The Royal Bank of Scotland plc Aberdeen Queens Cross Branch 40 Albyn Place Aberdeen AB10 1YN | |

RETURN OF MEMBERS

(see note 9)

| NUMBER OF MEMBERS AT THE END OF THE YEAR | | | | |
|------------------------------------------|------------------|----------------|-------------------------------------------------|--------|
| Great Britain | Northern Ireland | Irish Republic | Elsewhere Abroad (including Channel Islands) | TOTALS |
| 22 | 0 | 0 | 0 | 22 |

OFFICERS IN POST

(see note 10)

Please attach as an annexe to this form a complete list of all officers in post at the end of the year to which this form relates, with the title of each persons office.

CHANGE OF OFFICERS

Please complete the following to record any changes of officers during the twelve months covered by this return.

| Title of Office | Name of Officer ceasing to hold office | Name of Officer Appointed | Date of Change |
|-----------------|-------------------------------------------|------------------------------|------------------|
| Director | P.B. Goodwin | G. Kennedy | 16 May 2017 |
| Director | C.I. White | R. J. Powell | 16 May 2017 |
| Director | C.R. Munro | S. Cooper | 16 May 2017 |
| Secretary | I.R. Anderson | M.M. Morgan | 01 November 2017 |
| | | | |
| | | | |
| | | | |

REVENUE ACCOUNT/GENERAL FUND

(see notes 11 to 16)

| Previous Year | | | £ | £ |
|---------------|-------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------|--------------|----------|
| | INCOME | | | |
| 64,988 | From Members | Subscriptions, levies, etc | 59,674 | |
| 73 | Investment income | Interest and dividends (gross) Bank interest (gross) Other (specify) | 12 | |
| 0 | Other income | Rents received Insurance commission Consultancy fees Publications/Seminars Tax refund Increase in investment value | 906 1,474 | |
| 65,061 | TOTAL INCOME | | | 62,066 |
| | EXPENDITURE | | | |
| | Administrative expenses | | | |
| 33,000 | | Remuneration and expenses of staff | 38,500 | |
| 0 | | Occupancy costs | 0 | |
| 2,219 | | Printing, Stationery, Post | 1,732 | |
| 2,244 | | Telephones | 1,756 | |
| 5,424 | | Legal and Professional fees | 2,226 | |
| 4,671 | | Miscellaneous (Motor Expenses) | 11,523 | |
| 0 | | Equipment Repairs | 805 | |
| 125 | Other charges | Bank charges | 114 | |
| 0 | | Depreciation | 0 | |
| 0 | | Sums written off | 1,080 | |
| 5,964 | | Affiliation fees | 7,330 | |
| 0 | | Donations | 0 | |
| (2,510) | | Conference and meeting fees | (4,373) | |
| 14 | | Expenses | 808 | |
| 9,379 | | Miscellaneous (specify) Press Officer | 11,978 | |
| 906 | Taxation | | 0 | |
| | TOTAL EXPENDITURE | | | (73,479) |
| | Surplus/Deficit for year | | | (11,413) |
| | Amount of fund at beginning of year | | | 150,515 |
| | Amount of fund at end of year | | | 139,102 |
| | | | | |
| | | | | |

ACCOUNTS OTHER THAN THE REVENUE ACCOUNT/GENERAL FUND
(see notes 17 to 18)

| ACCOUNT 2 | | Fund Account | |
|-------------------------|------------------------------------------------------|---------------------|----------|
| Name of account: | | £ | £ |
| Income | From members | | |
| | Investment income | | |
| | Other income (specify) | | |
| | | | |
| | | | |
| | Total Income | | |
| Expenditure | Administrative expenses | | |
| | Other expenditure (specify) | | |
| | | | |
| | | | |
| | | | |
| | Total Expenditure | | |
| | Surplus (Deficit) for the year | | |
| | Amount of fund at beginning of year | | |
| | Amount of fund at the end of year (as Balance Sheet) | | |

| ACCOUNT 3 | | Fund Account | |
|-------------------------|------------------------------------------------------|---------------------|----------|
| Name of account: | | £ | £ |
| Income | From members | | |
| | Investment income | | |
| | Other income (specify) | | |
| | | | |
| | | | |
| | Total Income | | |
| Expenditure | Administrative expenses | | |
| | Other expenditure (specify) | | |
| | | | |
| | | | |
| | | | |
| | Total Expenditure | | |
| | Surplus (Deficit) for the year | | |
| | Amount of fund at beginning of year | | |
| | Amount of fund at the end of year (as Balance Sheet) | | |

ACCOUNTS OTHER THAN THE REVENUE ACCOUNT/GENERAL FUND

(see notes 17 to 18)

| ACCOUNT 4 | | Fund Account | |
|-----------------------------|------------------------------------------------------|---------------------|---|
| Name of account: | | £ | £ |
| Income | | | |
| From members | | | |
| Investment income | | | |
| Other income (specify) | | | |
| | | | |
| | Total Income | | |
| Expenditure | | | |
| Administrative expenses | | | |
| Other expenditure (specify) | | | |
| | | | |
| | | | |
| | Total Expenditure | | |
| | Surplus (Deficit) for the year | | |
| | Amount of fund at beginning of year | | |
| | Amount of fund at the end of year (as Balance Sheet) | | |

| ACCOUNT 5 | | Fund Account | |
|-----------------------------|------------------------------------------------------|---------------------|---|
| Name of account: | | £ | £ |
| Income | | | |
| From members | | | |
| Investment income | | | |
| Other income (specify) | | | |
| | | | |
| | Total Income | | |
| Expenditure | | | |
| Administrative expenses | | | |
| Other expenditure (specify) | | | |
| | | | |
| | | | |
| | Total Expenditure | | |
| | Surplus (Deficit) for the year | | |
| | Amount of fund at beginning of year | | |
| | Amount of fund at the end of year (as Balance Sheet) | | |

ACCOUNTS OTHER THAN THE REVENUE ACCOUNT/GENERAL FUND

(see notes 17 to 18)

| ACCOUNT 6 | | Fund Account | |
|--------------------|------------------------------------------------------|--------------|---|
| Name of account: | | £ | £ |
| Income | | | |
| | From members | | |
| | Investment income | | |
| | Other income (specify) | | |
| | | | |
| | Total Income | | |
| Expenditure | | | |
| | Administrative expenses | | |
| | Other expenditure (specify) | | |
| | | | |
| | | | |
| | Total Expenditure | | |
| | Surplus (Deficit) for the year | | |
| | Amount of fund at beginning of year | | |
| | Amount of fund at the end of year (as Balance Sheet) | | |

| ACCOUNT 7 | | Fund Account | |
|--------------------|------------------------------------------------------|--------------|---|
| Name of account: | | £ | £ |
| Income | | | |
| | From members | | |
| | Investment income | | |
| | Other income (specify) | | |
| | | | |
| | Total Income | | |
| Expenditure | | | |
| | Administrative expenses | | |
| | Other expenditure (specify) | | |
| | | | |
| | | | |
| | Total Expenditure | | |
| | Surplus (Deficit) for the year | | |
| | Amount of fund at beginning of year | | |
| | Amount of fund at the end of year (as Balance Sheet) | | |

(see notes 19 and 20)

7

FIXED ASSETS ACCOUNT

(see note 21)

| | Land & Buildings | Fixtures & Fittings | Motor Vehicles & Equipment | Total |
|---------------------------------------------|---------------------|------------------------|----------------------------------|-------|
| | £ | £ | £ | £ |
| COST OR VALUATION | | | | |
| At start of period | | | | |
| | | | | |
| Additions during period | | | | |
| | | | | |
| Less: Disposals during period | | | | |
| | | | | |
| Less: DEPRECIATION: | | | | |
| | | | | |
| Total to end of period | | | | |
| BOOK AMOUNT at end of period | | | | |
| | | | | |
| Freehold | | | | |
| | | | | |
| | | | | |
| Leasehold (50 or more years unexpired) | | | | |
| | | | | |
| | | | | |
| Leasehold (less than 50 years unexpired) | | | | |
| | | | | |
| | | | | |
| AS BALANCE SHEET | | | | |

ANALYSIS OF INVESTMENTS

(see note 22)

| | | Other Funds £ |
|-----------------|--------------------------------------------------------------------------|---------------------|
| QUOTED | British Government & British Government Guaranteed Securities | |
| | British Municipal and County Securities | |
| | Other quoted securities (to be specified) | |
| | TOTAL QUOTED (as Balance Sheet) | |
| | *Market Value of Quoted Investments | |
| UNQUOTED | British Government Securities | |
| | British Municipal and County Securities | |
| | Mortgages | |
| | Other unquoted securities (to be specified) | |
| | Prudential Investment Bond | 101,474 |
| | TOTAL QUOTED (as Balance Sheet) | |
| | *Market Value of Unquoted Investments | 101,474 |

* Market value of investments to be stated where these are different from the figures quoted in the balance sheet

ANALYSIS OF INVESTMENT INCOME (CONTROLLING INTERESTS)

(see notes 23 to 25)

| | | | |
|------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------|-----|------|
| Does the association, or any constituent part of the association, have a controlling interest in any limited company? | | YES | NO ✓ |
| If YES name the relevant companies: | | | |
| COMPANY NAME | COMPANY REGISTRATION NUMBER (if not registered in England & Wales, state where registered) | | |
| INCORPORATED EMPLOYERS' ASSOCIATIONS | | | |
| Are the shares which are controlled by the association registered in the association's name | | YES | NO |
| If NO, please state the names of the persons in whom the shares controlled by the association are registered. | | | |
| COMPANY NAME | NAMES OF SHAREHOLDERS | | |
| UNINCORPORATED EMPLOYERS ASSOCIATIONS | | | |
| Are the shares which are controlled by the association registered in the names of the association's trustees? | | YES | NO |
| If NO, state the names of the persons in whom the shares controlled by the association are registered. | | | |
| COMPANY NAME | NAMES OF SHAREHOLDERS | | |

SUMMARY SHEET

(see notes 26 to 35)

| | All funds except Political Funds £ | Political Funds £ | Total Funds £ |
|-------------------------------------------------------------------------|---------------------------------------------|-------------------------|---------------------|
| INCOME | | | |
| From Members | 59,674 | | 59,674 |
| From Investments | 12 | | 12 |
| Other Income (including increases by revaluation of assets) | 2,380 | | 2,380 |
| Total Income | 62,066 | | 62,066 |
| EXPENDITURE (including decreases by revaluation of assets) | 73,479 | | 73,479 |
| Total Expenditure | 73,479 | | 73,479 |
| Funds at beginning of year (including reserves) | 150,515 | | 150,515 |
| Funds at end of year (including reserves) | 139,102 | | 139,102 |
| ASSETS | | | |
| Fixed Assets | | | |
| Investment Assets | | | 101,474 |
| Other Assets | | | 49,199 |
| Total Assets | | | 150,673 |
| LIABILITIES | | | |
| Total Liabilities | | | 11,571 |
| NET ASSETS (Total Assets less Total Liabilities) | | | 139,102 |

NOTES TO THE ACCOUNTS

(see note 36)

All notes to the accounts must be entered on or attached to this part of the return.

Please see attached accounts

ACCOUNTING POLICIES

(see notes 37 and 38)

Please see attached accounts

SIGNATURES TO THE ANNUAL RETURN

(see notes 39 and 40)

Including the accounts and balance sheet contained in the return.

| | |
|----------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Secretary's Signature: <u>Mart. Morgan</u> Name: <u>MARTIN MORGAN</u> Date: <u>27 June 2018</u> | Chairman's Signature: <u>[Signature]</u> (or other official whose position should be stated) Name: <u>FRANK CLARK</u> Date: <u>27 June 2018</u> |
|----------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------|

CHECK LIST

(see note 41)

(please tick as appropriate)

| | | | | |
|-------------------------------------------------------------------|-----|-------------------------------------|----|--|
| IS THE RETURN OF OFFICERS ATTACHED? (see Page 3) | YES | <input checked="" type="checkbox"/> | NO | |
| HAS THE RETURN OF CHANGE OF OFFICERS BEEN COMPLETED? (see Page 3) | YES | <input checked="" type="checkbox"/> | NO | |
| HAS THE RETURN BEEN SIGNED? (see Note 38) | YES | <input checked="" type="checkbox"/> | NO | |
| HAS THE AUDITOR'S REPORT BEEN COMPLETED (see Note 39) | YES | <input checked="" type="checkbox"/> | NO | |
| IS A RULE BOOK ENCLOSED? (see Note 40) | YES | <input checked="" type="checkbox"/> | NO | |
| HAS THE SUMMARY SHEET BEEN COMPLETED (see Notes 6 and 25 to 34) | YES | <input checked="" type="checkbox"/> | NO | |

AUDITOR'S REPORT

(see notes 42 to 47)

made in accordance with section 36 of the Trade Union and Labour Relations (Consolidation) Act 1992.

1. In the opinion of the auditors or auditor do the accounts they have audited and which are contained in this return give a true and fair view of the matters to which they relate?
(See section 36(1) and (2) of the 1992 Act and notes 43 and 44)

YES

If "No" please explain below.

2. Have the auditors or auditor carried out such investigations in the preparation of their audit report as will enable them to form an opinion as to:

- (a) whether the trade union has kept proper accounting records in accordance with section 28 of the 1992 Act;
- (b) whether it has maintained a satisfactory system of control over its transactions in accordance with the requirements of that section; and
- (c) whether the accounts to which the report relates agree with the accounting records?
(See section 36(3) of the 1992 Act, set out in note 43)

YES

If "No" please explain below.

3. Are the auditors or auditor of the opinion that the union has complied with section 28 of the 1992 Act and has:

- (a) kept proper accounting records with respect to its transactions and its assets and liabilities; and
- (b) established and maintained a satisfactory system of control of its accounting records, its cash holding and all its receipts and remittances.

(See section 36(4) of the 1992 Act set out in note 43)

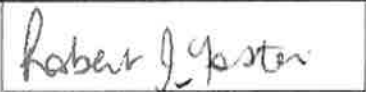
YES

If "No" please explain below.

4. Please set out a copy of the report made by the auditors or auditor to the union on the accounts to which this AR27 relates. The report is to set out the basis upon which the audit has been conducted and/or such other statement as the auditor considers appropriate. Such a statement may be provided as a separate document.
(See note 45)

AUDITOR'S REPORT (continued)

See enclosed accounts

| | | |
|--------------------------------------|--------------------------------------------------------------------------------------|--|
| Signature(s) of auditor or auditors: |  | |
| Name(s): | Robert Foster | |
| Profession(s) or Calling(s): | Chartered Accountant | |
| Address(es): | Welsh Walker Limited 179A Dalrymple Street Greenock PA15 1BX | |
| Date: | 08 May 2018 | |
| Contact name and telephone number: | Robert Foster (01475) 722233 | |

N.B. When notes to the accounts are referred to in the auditor's report a copy of those notes must accompany this return.

SCOTTISH ASSOCIATION OF MEAT WHOLESALERS
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017

Company Registration No. SC181706 (Scotland)



WELSH WALKER

CHARTERED ACCOUNTANTS
& BUSINESS ADVISORS

SCOTTISH ASSOCIATION OF MEAT WHOLESALERS

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SCOTTISH ASSOCIATION OF MEAT WHOLESALERS

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2017

The directors present their annual report and financial statements for the year ended 31 December 2017.

Principal activities

The principal activity of the company, which is limited by guarantee, continued to be that of managing a support service to its members in the wholesale meat and meat products industry.

Directors

There are no directors interests requiring disclosure under the Companies Act 1985.

M. Tough

A. A. Jess

M.T. Malone

R. I. Roebuck

J. Scott

S. Lamb

A. McNaughton

C. Munro

(Resigned 16 May 2017)

F. J. Clark

M. L. Hardy

W. J. Stewart

P. B. Goodwin

(Resigned 16 May 2017)

G. McCafferty

F. A. Ross

A. D. C. Jess

M. Dunn

A. J McGowan

J. R. McMaster

N. L. Stoddart

C. I. White

(Resigned 16 May 2017)

S. Cooper

(Appointed 16 May 2017)

G Kennedy

(Appointed 16 May 2017)

R Powell

(Appointed 16 May 2017)

Results and dividends

Auditor

The auditor, Welsh Walker Limited, are deemed to be reappointed under section 487(2) of the Companies Act 2006.

SCOTTISH ASSOCIATION OF MEAT WHOLESALERS

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2017

Statement of directors' responsibilities

The directors are responsible for preparing the annual report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the surplus or deficit of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Statement of disclosure to auditor

So far as the directors are aware, there is no relevant audit information of which the company's auditor are unaware. Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditors are aware of that information.

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

On behalf of the board



J. Clark

Director

22 March 2018

SCOTTISH ASSOCIATION OF MEAT WHOLESALERS

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF SCOTTISH ASSOCIATION OF MEAT WHOLESALERS

Opinion

We have audited the financial statements of Scottish Association of Meat Wholesalers (the 'company') for the year ended 31 December 2017 which comprise the Income and Expenditure Account, the Balance Sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2017 and of its deficit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.
- have been prepared in accordance with the requirements of the section 36 of the Trade Union and Labour Relations (Consolidation) Act 1992.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other Information

The directors are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of our audit:

- the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report has been prepared in accordance with applicable legal requirements.

SCOTTISH ASSOCIATION OF MEAT WHOLESALEERS

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF SCOTTISH ASSOCIATION OF MEAT WHOLESALEERS

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' Report.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of directors

As explained more fully in the Directors' Responsibilities Statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

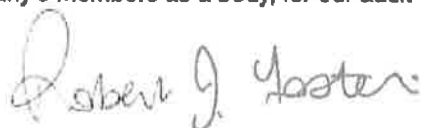
In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Robert Foster (Senior Statutory Auditor)
for and on behalf of Welsh Walker Limited

22 March 2018

Chartered Accountants
Statutory Auditor

179A Dalrymple Street
Greenock
PA15 1BX

SCOTTISH ASSOCIATION OF MEAT WHOLESALERS

INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2017

| | Notes | 2017 £ | 2016 £ |
|------------------------------------------|-------|-----------------|--------------|
| Income | | 59,874 | 54,988 |
| Administrative expenses | | (73,478) | (60,530) |
| | | <hr/> | <hr/> |
| Operating (deficit)/surplus | | (13,804) | 4,458 |
| Interest receivable and similar income | | 1,486 | 73 |
| Interest payable and similar expenses | | (1) | - |
| | | <hr/> | <hr/> |
| (Deficit)/surplus before taxation | | (12,319) | 4,531 |
| Tax on deficit/surplus | | 906 | (906) |
| | | <hr/> | <hr/> |
| (Deficit)/surplus for the financial year | | <u>(11,413)</u> | <u>3,625</u> |

SCOTTISH ASSOCIATION OF MEAT WHOLESALERS


BALANCE SHEET

AS AT 31 DECEMBER 2017

| | Notes | 2017 £ | £ | 2016 £ | £ |
|-------------------------------------------------------|-------|-----------------|----------------|----------------|----------------|
| Fixed assets | | | | | |
| Investments | 3 | | 101,474 | | - |
| Current assets | | | | | |
| Debtors | 4 | 4,852 | | 6,004 | |
| Cash at bank and in hand | | 44,347 | | 153,833 | |
| | | <u>49,199</u> | | <u>159,837</u> | |
| Creditors: amounts falling due within one year | 5 | <u>(11,571)</u> | | <u>(9,322)</u> | |
| Net current assets | | | 37,628 | | 150,515 |
| Total assets less current liabilities | | | <u>139,102</u> | | <u>150,515</u> |
| Reserves | | | | | |
| Income and expenditure account | | | <u>139,102</u> | | <u>150,515</u> |

These financial statements have been prepared 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 22 March 2018 and are signed on its behalf by:


F. J. Clark
Director

Company Registration No. SC181706

SCOTTISH ASSOCIATION OF MEAT WHOLESALERS

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2017

1 Accounting policies

Company Information

Scottish Association of Meat Wholesalers is a private company limited by guarantee incorporated in Scotland. The registered office is 179A Dalrymple Street, Greenock, PA15 1BX.

1.1 Accounting convention

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. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Income and expenditure

Turnover, which is stated net of VAT and represents amounts invoiced to third parties.

Turnover is attributable to the company's principal activity, the management of a support service to meat wholesalers in Scotland.

The company recognises revenue when the amount of revenue can be measured reliably and when it is probable that future economic benefits will flow to the entity. This typically happens on completion of services performed.

Expenses exclude VAT.

1.3 Cash at bank and in hand

Cash at bank and in hand 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.

1.4 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.

Fair value measurement of 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.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest.

Financial assets classified as receivable within one year are not amortised.

Financial assets, other than those held at fair value through profit and loss, are assessed for indicators of impairment at each reporting end date. Any impairment loss is recognised in the profit and loss account. Subsequent reversals are reversed recognised in profit and loss but not in excess of the amount that would have been determined had no impairment loss been recognised for the asset in prior years.

SCOTTISH ASSOCIATION OF MEAT WHOLESALERS

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2017

1 Accounting policies

(Continued)

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

1.5 Derivatives

Derivatives are initially recognised at fair value at the date a derivative contract is entered into and are subsequently remeasured to fair value at each reporting end date. The resulting gain or loss is recognised in surplus or deficit immediately unless the derivative is designated and effective as a hedging instrument, in which event the timing of the recognition in surplus or deficit depends on the nature of the hedge relationship.

A derivative with a positive fair value is recognised as a financial asset, whereas a derivative with a negative fair value is recognised as a financial liability.

1.6 Taxation

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account 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 liabilities are generally recognised for all timing differences and 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. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each reporting end date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when the company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

SCOTTISH ASSOCIATION OF MEAT WHOLESALERS

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2017

2 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.

Critical judgements

The following judgements (apart from those involving estimates) have had the most significant effect on amounts recognised in the financial statements.

Bad debt provisions

Bad debt provisions are provided at rates deemed appropriate by directors.

Specific allowances are provided for when it is known to the directors that the debtor is not recoverable in part or in full.

General allowances are provided based on the directors cumulative knowledge and experience of the industry, where it is deemed probable a portion of the debtors balance will become unrecoverable.

3 Fixed asset investments

| | 2017 £ | 2016 £ |
|---------------------------------------------|-----------|-----------------------------------------|
| Investments | 101,474 | - |
| Movements in fixed asset investments | | |
| | | Investments other than loans £ |
| Cost or valuation | | |
| At 1 January 2017 | | - |
| Additions | | 100,000 |
| Valuation changes | | 1,474 |
| At 31 December 2017 | | 101,474 |
| Carrying amount | | |
| At 31 December 2017 | | 101,474 |
| At 31 December 2016 | | - |

SCOTTISH ASSOCIATION OF MEAT WHOLESALERS

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2017

4 Debtors

| | 2017 | 2016 |
|--------------------------------------|--------------|--------------|
| | £ | £ |
| Amounts falling due within one year: | | |
| Service charges due | 1,500 | 3,300 |
| Corporation tax recoverable | 906 | - |
| Other debtors | 2,446 | 2,704 |
| | <u>4,852</u> | <u>6,004</u> |

5 Creditors: amounts falling due within one year

| | 2017 | 2016 |
|------------------------------------|---------------|--------------|
| | £ | £ |
| Corporation tax | - | 906 |
| Other taxation and social security | 312 | 82 |
| Other creditors | 11,259 | 8,334 |
| | <u>11,571</u> | <u>9,322</u> |

6 Members' liability

The company is limited by guarantee, not having a share capital and consequently the liability of members is limited, subject to an undertaking by each member to contribute to the net assets or liabilities of the company on winding up such amounts as may be required not exceeding £1.

7 Related party transactions

During the year, the company paid £33,000 (2016 - £33,000) of management fees to BLP Consultancy, a business in which Ian Anderson, the association's former treasurer and company secretary, is the proprietor. In addition, the company paid £14,771 to BLP Consultancy for expenses incurred by Ian Anderson in the course of his work as Executive Manager of Scottish Association of Meat Wholesalers.

During the final two months of the year, the company paid £5,500 (2016- Nil) of management fees to Brockwood Consultancy- a business in which the new treasurer and company secretary, Martin Morgan, is the proprietor. In addition the company paid £608 to Brockwood Consultancy for expenses incurred by Martin Morgan in the course of his work as Executive Manager of Scottish Association of Meat Wholesalers.

Also during the year, the company received subscriptions from companies where cross directorships exist. The net amount received was £10,052 (2016 - £6,993). In addition the company also received conference income amounting to £2,700 (2016 - £2,583) from these companies.

SCOTTISH ASSOCIATION OF MEAT WHOLESALEERS

DETAILED TRADING AND INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2017

| | £ | 2017 £ | £ | 2016 £ |
|----------------------------------------------------------|--------------|------------------------|----------|---------------------|
| Income | | | | |
| Subscription Income | | 55,174 | | 60,488 |
| Other Income | | 4,500 | | 4,500 |
| | | <u>59,674</u> | | <u>64,988</u> |
| Administrative expenses | | <u>(73,478)</u> | | <u>(60,530)</u> |
| Operating (deficit)/surplus | | <u>(13,804)</u> | | <u>4,458</u> |
| Investment revenues | | | | |
| Bank interest received | 12 | | 73 | |
| Gains on financial Instruments held at FVTPL | <u>1,474</u> | | <u>-</u> | |
| | | 1,486 | | 73 |
| Interest payable and similar expenses | | | | |
| Interest on overdue taxation - not financial liabilities | | <u>(1)</u> | | <u>-</u> |
| (Deficit)/surplus before taxation | | <u><u>(12,319)</u></u> | | <u><u>4,531</u></u> |

SCOTTISH ASSOCIATION OF MEAT WHOLESALERS

SCHEDULE OF ADMINISTRATIVE EXPENSES

FOR THE YEAR ENDED 31 DECEMBER 2017

| | 2017. £ | 2016 £ |
|-----------------------------------|---------------|---------------|
| Administrative expenses | | |
| Management fee | 38,500 | 33,000 |
| Equipment repairs | 805 | - |
| Motor running expenses | 948 | 864 |
| Travelling & Meeting expenses | 10,575 | 3,807 |
| UECBV | 7,330 | 5,964 |
| Legal and professional fees | - | 3,800 |
| Press Officer Consultant | 11,978 | 9,379 |
| Audit fees | 2,226 | 1,824 |
| Bank charges | 114 | 125 |
| Bad and doubtful debts | 1,080 | - |
| Postage, stationery & duplicating | 1,732 | 2,219 |
| Telephone | 1,756 | 2,244 |
| Conference Income | (29,317) | (32,267) |
| Annual conference expenses | 24,944 | 29,757 |
| General Expenses | 807 | 14 |
| | <u>73,478</u> | <u>60,530</u> |