

BERW LIMITED
COMPANY LIMITED BY GUARANTEE
FINANCIAL STATEMENTS
31 MARCH 2015



FRANCIS GRAY
Chartered Accountants & Statutory Auditor
Ty Madog
32 Queens Road
Aberystwyth
Ceredigion, SY23 2HN

BERW LIMITED
COMPANY LIMITED BY GUARANTEE
FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2015

CONTENTS	PAGE
Directors' report	1
Independent auditor's report to the shareholders	3
Profit and loss account	5
Balance sheet	6
Notes to the financial statements	7
The following pages do not form part of the financial statements	
Detailed profit and loss account	12
Notes to the detailed profit and loss account	13

**BERW LIMITED
COMPANY LIMITED BY GUARANTEE**

DIRECTORS' REPORT

YEAR ENDED 31 MARCH 2015

The directors present their report and the financial statements of the company for the year ended 31 March 2015.

PRINCIPAL ACTIVITIES

The principal activity of the company is magazine and book publishing.

DIRECTORS

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

D ap Morus
E Trahair
H Michelsen
C Morgan
H Pendry

H Pendry retired as a director on 7 April 2015.

DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Directors' 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 profit or loss of the company for that year.

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.

AUDITOR

Francis Gray are deemed to be re-appointed under section 487(2) of the Companies Act 2006.

**BERW LIMITED
COMPANY LIMITED BY GUARANTEE**

DIRECTORS' REPORT *(continued)*

YEAR ENDED 31 MARCH 2015

Each of the persons who is a director at the date of approval of this report confirm that:

- so far as each director is aware, there is no relevant audit information of which the company's auditor is unaware; and
- each director has taken all steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information.

SMALL COMPANY PROVISIONS

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

Registered office:
Old College
King Street
Aberystwyth
Ceredigion
SY23 2BH

Signed on behalf of the directors



E Trahair

Director

Approved by the directors on 20 October 2015

**BERW LIMITED
COMPANY LIMITED BY GUARANTEE**

**INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF
BERW LIMITED**

YEAR ENDED 31 MARCH 2015

We have audited the financial statements of Berw Limited for the year ended 31 March 2015. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITOR

As explained more fully in the Directors' Responsibilities Statement set out on page 1, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

SCOPE OF THE AUDIT OF THE FINANCIAL STATEMENTS

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the annual report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

OPINION ON FINANCIAL STATEMENTS

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 March 2015 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

OPINION ON OTHER MATTER PRESCRIBED BY THE COMPANIES ACT 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

**BERW LIMITED
COMPANY LIMITED BY GUARANTEE**

**INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF
BERW LIMITED *(continued)***

YEAR ENDED 31 MARCH 2015

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

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; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the directors' report and take advantage of the small companies exemptions from the requirement to prepare a strategic report.



ROBERT GRAY (Senior Statutory Auditor)
For and on behalf of
FRANCIS GRAY
Chartered Accountants & Statutory Auditor

Ty Madog
32 Queens Road
Aberystwyth
Ceredigion, SY23 2HN

20 October 2015

BERW LIMITED
COMPANY LIMITED BY GUARANTEE
PROFIT AND LOSS ACCOUNT
YEAR ENDED 31 MARCH 2015

	Note	2015 £	2014 £
TURNOVER		85,001	88,549
Cost of sales		<u>25,451</u>	<u>32,024</u>
GROSS PROFIT		59,550	56,525
Administrative expenses		<u>59,208</u>	<u>61,969</u>
OPERATING PROFIT/(LOSS)	3	342	(5,444)
Interest receivable		<u>1</u>	<u>1</u>
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		343	(5,443)
Tax on profit/(loss) on ordinary activities		<u>-</u>	<u>-</u>
PROFIT/(LOSS) FOR THE FINANCIAL YEAR		343	(5,443)
Balance brought forward		<u>13,889</u>	<u>19,332</u>
Balance carried forward		<u>14,232</u>	<u>13,889</u>

The notes on pages 7 to 10 form part of these financial statements.

BERW LIMITED
COMPANY LIMITED BY GUARANTEE
BALANCE SHEET
31 MARCH 2015

	Note	2015 £	£	2014 £
FIXED ASSETS				
Tangible assets	4		<u>148</u>	<u>197</u>
CURRENT ASSETS				
Stocks		19,403		20,056
Debtors	5	689		1,318
Cash at bank and in hand		<u>8,878</u>		<u>5,580</u>
		28,970		26,954
CREDITORS: Amounts falling due within one year	6	<u>12,520</u>		<u>13,262</u>
NET CURRENT ASSETS			<u>16,450</u>	<u>13,692</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>16,598</u>	<u>13,889</u>
Government grants	7		<u>2,366</u>	<u>—</u>
			<u>14,232</u>	<u>13,889</u>
RESERVES	9			
Profit and loss account			<u>14,232</u>	<u>13,889</u>
MEMBERS' FUNDS			<u>14,232</u>	<u>13,889</u>

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

These accounts were approved by the directors and authorised for issue on 20 October 2015, and are signed on their behalf by:



E Trahair
Director

Company Registration Number: 02250717

The notes on pages 7 to 10 form part of these financial statements.

BERW LIMITED
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2015

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

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

Fixtures & Fittings - 33% straight line

Stocks

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

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Financial instruments

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities.

Where the contractual obligations of financial instruments (including share capital) are equivalent to a similar debt instrument, those financial instruments are classed as financial liabilities. Financial liabilities are presented as such in the balance sheet. Finance costs and gains or losses relating to financial liabilities are included in the profit and loss account. Finance costs are calculated so as to produce a constant rate of return on the outstanding liability.

Where the contractual terms of share capital do not have any terms meeting the definition of a financial liability then this is classed as an equity instrument. Dividends and distributions relating to equity instruments are debited direct to equity.

BERW LIMITED
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2015

1. ACCOUNTING POLICIES *(continued)*

Deferred government grants

Deferred government grants in respect of capital expenditure are treated as deferred income and are credited to the profit and loss account over the estimated useful life of the assets to which they relate.

2. INCOME

	2015 £	2014 £
Magazine Sales & Subscriptions	(14,048)	(15,815)
Book Sales	(636)	(431)
Other Sales	(2,383)	(2,003)
Grants	<u>(67,934)</u>	<u>(70,300)</u>
	<u>(85,001)</u>	<u>(88,549)</u>

Grants of £70,300 (2014 £70,300) have been received from the Welsh Books Council during the year. Of the £70,300 received £2,366 was deferred due to underspend in the budget.

3. OPERATING PROFIT/(LOSS)

Operating profit/(loss) is stated after charging/(crediting):

	2015 £	2014 £
Directors' remuneration	44,928	44,928
Amortisation of government grants	(67,934)	(70,300)
Depreciation of owned fixed assets	49	65
Auditor's fees	<u>850</u>	<u>800</u>

The directors remuneration is paid to those director who are employed by the company on a salary. The employed directors are in place to achieve the company objective and are seen by the company as staff costs not directors remuneration. No non-staff directors receive remuneration for their general duties.

BERW LIMITED
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2015

4. TANGIBLE FIXED ASSETS

	Fixtures & Fittings £
COST	
At 1 April 2014	8,090
Disposals	<u>(7,740)</u>
At 31 March 2015	<u>350</u>
DEPRECIATION	
At 1 April 2014	7,893
Charge for the year	49
On disposals	<u>(7,740)</u>
At 31 March 2015	<u>202</u>
NET BOOK VALUE	
At 31 March 2015	<u>148</u>
At 31 March 2014	<u>197</u>

5. DEBTORS

	2015 £	2014 £
Trade debtors	76	521
Other debtors	380	401
Prepayments and accrued income	<u>233</u>	<u>396</u>
	<u>689</u>	<u>1,318</u>

6. CREDITORS: Amounts falling due within one year

	2015 £	2014 £
Trade creditors	—	2,753
Other creditors including taxation and social security:		
Corporation tax	1	1
PAYE and social security	700	777
Other creditors	6,724	6,717
Accruals and deferred income	<u>5,095</u>	<u>3,014</u>
	<u>12,520</u>	<u>13,262</u>

BERW LIMITED
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2015

7. GOVERNMENT GRANTS

	2015 £	2014 £
Received and receivable:		
At 1 April 2014	215,800	145,500
Receivable during year	<u>70,300</u>	<u>70,300</u>
At 31 March 2015	<u><u>286,100</u></u>	<u><u>215,800</u></u>
 Amortisation:		
At 1 April 2014	215,800	145,500
Credit to profit and loss account	<u>67,934</u>	<u>70,300</u>
At 31 March 2015	<u><u>283,734</u></u>	<u><u>215,800</u></u>
 Net balance at 31 March 2015	<u><u>2,366</u></u>	<u><u>-</u></u>

Grants received from the Welsh Books Council during the year were £70,300 (2014 £70,300).

8. RELATED PARTY TRANSACTIONS

The company was under the control of the directors throughout the current and previous year.

No transactions with related parties were undertaken such as are required to be disclosed under the FRSSE 2008.

9. COMPANY LIMITED BY GUARANTEE

The company is limited by guarantee. Every member of the company undertakes to contribute such amounts as may be required (not exceeding £1) to the company's assets if it should be wound up while he is a member or within one year after he ceases to be a member, for payment of the company's debts and liabilities contracted before he ceases to be a member, and of the costs, charges and expenses of winding up, and for the adjustment of the rights of the contributors amount themselves.

**BERW LIMITED
COMPANY LIMITED BY GUARANTEE
MANAGEMENT INFORMATION
YEAR ENDED 31 MARCH 2015**

**The following pages do not form part of the statutory financial statements
which are the subject of the independent auditor's report on pages 3 to 4.**

BERW LIMITED
COMPANY LIMITED BY GUARANTEE
DETAILED PROFIT AND LOSS ACCOUNT
YEAR ENDED 31 MARCH 2015

	2015 £	2014 £
TURNOVER	85,001	88,549
COST OF SALES		
Opening stock and work-in-progress	20,056	18,744
Contributions	7,564	7,738
Printing	10,205	11,008
Publicity	724	5,373
Postage	5,705	8,467
Subcontract	600	750
	<u>44,854</u>	<u>52,080</u>
Closing stock and work-in-progress	<u>(19,403)</u>	<u>(20,056)</u>
	<u>25,451</u>	<u>32,024</u>
GROSS PROFIT	<u>59,550</u>	<u>56,525</u>
OVERHEADS		
Administrative expenses	59,208	61,969
OPERATING PROFIT/(LOSS)	342	(5,444)
Bank interest receivable	<u>1</u>	<u>1</u>
PROFIT/(LOSS) ON ORDINARY ACTIVITIES	<u>343</u>	<u>(5,443)</u>

**BERW LIMITED
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE DETAILED PROFIT AND LOSS ACCOUNT

YEAR ENDED 31 MARCH 2015

	2015 £	£	2014 £
ADMINISTRATIVE EXPENSES			
Personnel costs			
Staff & Directors salaries	44,928		44,928
Employers national insurance contributions	901		3,011
		45,829	47,939
Establishment expenses			
Rent	5,136		5,136
Light and heat	948		840
Insurance	528		506
Repairs and maintenance (allowable)	179		954
		6,791	7,436
General expenses			
Travel and subsistence	72		70
Telephone	300		315
Office expenses	711		690
Computer costs	933		836
Printing, stationery and postage	496		434
General expenses	308		408
Other professional fees	735		424
Subscriptions	92		76
Accountancy fees	1,195		1,593
Auditors remuneration	850		800
Depreciation of fixtures and fittings	49		65
		5,741	5,711
Financial costs			
Bank charges		847	883
		59,208	61,969
INTEREST RECEIVABLE			
Bank interest receivable		1	1