

Ossett Brewery Pub Company Limited

Company Registration Number 05007469

Annual Report and Financial Statements

Year ended 31 March 2019

Brown Butler
Chartered Accountants
Leeds



Ossett Brewery Pub Company Limited
Annual Report and Financial Statements
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Ossett Brewery Pub Company Limited
Annual Report and Financial Statements
Company Information

Directors	J R Lawson J A Merrill S M Lawson P A Jackson D M Hunter
Registered office	Kings Yard Low Mill Road Ossett West Yorkshire WF5 8ND
Company number	05007469
Statutory auditor	Brown Butler Chartered Accountants Leigh House 28-32 St Paul's Street Leeds LS1 2JT
Bankers	HSBC Bank Plc PO Box 33 66 Westgate Wakefield West Yorkshire WF1 1XB Santander UK Plc Bridle Road Bootle Merseyside L30 4GB

The directors present their strategic report for the year ended 31 March 2019.

Principal activity

The principal activity of the company is the development and management of public houses.

Fair review of the business

The directors are pleased with the growth in turnover during the year which has been achieved with the continued sales growth within the existing pub estate. The marketplace continues to be very competitive but continuing supplier agreements have maintained gross profit margins.

The operating profit in 2018 reflected the profit of £560,000 on the fair value sale and lease back arrangement for one of our properties together with the cost associated with the acquisition of the lease on an additional public house half way through the year in 2017/18.

Accounting for a full year of occupation in the year to 31 March 2019 in these premises has increased our rental and leasing commitments in 2019 and some other operational costs.

Principal risks and uncertainties

In common with many other entities, the overall strength of the UK economy and its influence on consumer spending may have an adverse effect on the Company's trading performance. The industry generally faces risks associated with the regulation of alcohol sales and health and safety issues. The company monitors these risks on a regular basis and continually assesses its operations to ensure that any risks to the business are minimised.

Financial key performance indicators

The company's key financial and other performance indicators during the year were as follows:

	Unit	2019	2018
Turnover	£	7,930,644	7,225,081
Gross profit	£	4,692,471	4,226,711
Gross profit margin	%	59	59
EBITDA	£	1,021,942	1,458,942

Future Developments

During the next financial year, the company is looking to continue growing the freehold pub estate and has already purchased one new site, The Bingley Arms in Horbury Bridge. An extensive refurbishment program is planned to start in early 2020 with the site planned to open in May 2020.

Approved by the Board on 23-10-19 and signed on its behalf by:

J R Lawson
Director



The directors present their annual report and the audited financial statements for the year ended 31 March 2019.

Directors of the company

The directors who held office during the year were as follows:

J R Lawson
J A Merrill
S M Lawson
P A Jackson
D M Hunter (appointed 6 December 2018)

Dividends


The directors do not propose the payment of a final dividend in respect of the financial year ended 31 March 2019.

Disclosure of information to the auditors

So far as the directors are aware, there is no information relevant to the audit of which the company's auditors are unaware. The directors have taken the necessary steps to ensure that they themselves are aware of all relevant audit information and made sure that the company's auditors are also aware of that information.

Approved by the Board on 23.10.19 and signed on its behalf by:

J R Lawson
Director

A handwritten signature in black ink, appearing to be 'J R Lawson', with a long horizontal flourish extending to the right.

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 profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent; and
- 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.

Opinion

We have audited the financial statements of Ossett Brewery Pub Company Limited (the "company") for the year ended 31 March 2019, which comprise the Profit and Loss Account, the Balance Sheet, the Statement of Cash Flows 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 Financial Reporting Standard 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 March 2019 and of its profit 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.

Basis of 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 the audit:

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

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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 Strategic Report or the Directors' Report.

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

- adequate accounting records have not been kept by the company, or returns adequate for our audit have not been received from branches not visited by us; or
- the company's 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 Statement of Directors' Responsibilities set out on page 4, 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 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 www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

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Use of our 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.

Other matter

The financial statements of the prior period were audited by the company's predecessor auditor. The predecessor auditor gave an unqualified opinion in their audit report dated 6 December 2018.

Brown Butler

Linda Cooper (Senior Statutory Auditor)
For and on behalf of Brown Butler,
Chartered Accountants and Statutory Auditor
Leigh House
28-32 St Paul's Street
Leeds
LS1 2JT

Date: 24 OCTOBER 2019

	Note	2019 £	2018 £
Turnover	3	7,930,664	7,225,081
Cost of sales		<u>(3,238,193)</u>	<u>(2,998,370)</u>
Gross profit		4,692,471	4,226,711
Distribution costs		(1,698,184)	(1,598,671)
Administrative expenses		(2,232,904)	(1,449,384)
Other operating income	4	<u>49,076</u>	<u>40,583</u>
Operating profit	5	810,459	1,219,239
Interest receivable and similar income	7	332	309
Interest payable and similar expenses	8	<u>(109,605)</u>	<u>(117,911)</u>
<i>Profit on ordinary activities before taxation</i>		701,186	1,101,637
Tax on profit	11	<u>(59,939)</u>	<u>(139,660)</u>
Profit for the financial year		641,247	961,977
Profit and loss account brought forward		3,599,472	2,762,869
Dividends paid		<u>(157,963)</u>	<u>(125,374)</u>
Profit and loss account carried forward		<u><u>4,082,756</u></u>	<u><u>3,599,472</u></u>

The above results were derived from continuing operations.

Ossett Brewery Pub Company Limited
Annual Report and Financial Statements
Company Registration Number 05007469
Balance Sheet as at 31 March 2019

	Note	2019 £	2018 £
Fixed assets			
Intangible fixed assets	12	261,720	300,120
Tangible fixed assets	13	4,725,216	4,850,277
Investments	14	<u>13,000</u>	<u>13,000</u>
		4,999,936	5,163,397
Current assets			
Stocks	15	154,706	154,379
Debtors	16	3,693,418	2,642,847
Cash at bank and in hand		<u>220,114</u>	<u>965,204</u>
		4,068,238	3,762,430
Creditors: Amounts falling due within one year	18	<u>(1,669,435)</u>	<u>(1,645,773)</u>
Net current assets		<u>2,398,803</u>	<u>2,116,657</u>
Total assets less current liabilities		7,398,739	7,280,054
Creditors: Amounts falling due after more than one year	18	(2,577,804)	(2,981,169)
Provisions for liabilities	21	<u>(448,491)</u>	<u>(409,725)</u>
Net assets		<u><u>4,372,444</u></u>	<u><u>3,889,160</u></u>
Capital and reserves			
Called up share capital	22	1	1
Capital redemption reserve	23	289,687	289,687
Profit and loss account	23	<u>4,082,756</u>	<u>3,599,472</u>
		<u><u>4,372,444</u></u>	<u><u>3,889,160</u></u>

These financial statements were approved and authorised for issue by the Board on 23.10.19 and signed on its behalf by:

J R Lawson
Director



Ossett Brewery Pub Company Limited
Annual Report and Financial Statements
Statement of Cash Flows for the year ended 31 March 2019

	Note	2019 £	2018 £
Cash flows from operating activities			
Profit for the year		641,247	961,977
Adjustments to cash flows from non-cash items			
Depreciation and amortisation	5	211,483	239,703
Profit on disposal of property plant and equipment		-	(560,005)
Interest received	7	(332)	(309)
Interest paid	8	109,605	117,911
Taxation	11	59,939	139,660
		<u>1,021,942</u>	<u>898,937</u>
Working capital adjustments			
Increase in stocks	15	(327)	(19,526)
Increase in trade and other debtors	16	(1,050,571)	(474,289)
Increase in trade and other creditors	18	64,214	255,701
Cash generated from operations		35,258	660,823
Taxation paid		<u>(107,808)</u>	<u>(94,189)</u>
Net cash flow from operating activities		(72,550)	566,634
Cash flows from investing activities			
Interest received	7	332	309
Acquisitions of tangible fixed assets	13	(48,022)	(204,027)
Proceeds from sale of tangible fixed assets	13	<u>-</u>	<u>941,362</u>
Net cash flows from investing activities		(47,690)	737,644
Cash flows from financing activities			
Interest paid	8	(109,605)	(117,911)
Repayment of bank borrowing		(264,761)	(255,614)
Repayment of other borrowing		(92,521)	(39,882)
Dividends paid	26	<u>(157,963)</u>	<u>(125,374)</u>
Net cash flows from financing activities		<u>(624,850)</u>	<u>(538,781)</u>
Net (decrease)/increase in cash and cash equivalents		(745,090)	765,497
Cash and cash equivalents at 1 April 2018		<u>965,204</u>	<u>199,707</u>
Cash and cash equivalents at 31 March 2019		<u><u>220,114</u></u>	<u><u>965,204</u></u>

1 General information

Ossett Brewery Pub Company Limited is a private company limited by shares and incorporated in England and Wales under company number 05007469.

The address of its registered office and principal place of business is:

Kings Yard
Low Mill Road
Ossett
West Yorkshire
WF5 8ND

2 Summary of significant accounting policies

Basis of preparation

The financial statements have been prepared in accordance with applicable accounting standards including Financial Reporting Standard 102 (2015) "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (FRS102) and the Companies Act 2006. The financial statements have been prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The presentation currency is £ sterling.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented, unless otherwise stated.

Group accounts not prepared

The company is a parent company that is also a subsidiary included in the consolidated financial statements of its immediate parent undertaking established under the law of EEA state and is therefore exempt from the requirement to prepare consolidated financial statements under section 400 of the Companies Act 2006.

Turnover

Turnover is measured at fair value of the consideration received or receivable, net of discounts and value added tax. Turnover includes revenue earned from the sale of goods.

Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods has transferred to the buyer. This is usually when the goods have been delivered to customers such that the risks and removal of ownership have been transferred to them.

Pension contributions

The Company has a defined contribution pension scheme. The pension costs charged to the profit and loss account are the contributions payable in respect of the accounting period.

Taxation

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

Current tax is recognised for the amount of corporation tax payable in respect of the taxable profit for the year using tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax is recognised in respect of all timing differences that have originated but not reversed by the balance sheet date. Deferred tax assets are only 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 calculated using tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Intangible fixed assets

Intangible fixed assets are measured at cost less accumulated amortisation and any accumulated impairment losses.

Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the Company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

Amortisation

Amortisation is charged so as to allocate the cost of intangible assets less their residual values over their estimated useful lives. The annual rates and method of amortisation are as follows:-

Asset class	Amortisation method and rate
Goodwill	20 years straight line

Tangible fixed assets

Tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses.

Depreciation

Depreciation is calculated to write down the cost less estimated residual value of all tangible fixed assets, other than freehold land, over their expected useful lives. The annual rates and methods of depreciation are as follows:-

Asset class	Depreciation method and rate
Freehold property	2% straight line basis
Leasehold improvements	over life of lease
Fixtures, fittings and equipment	20% reducing balance basis

Impairment of fixed assets

At the balance sheet date, if there is an indication of possible impairment, the recoverable amount of any affected asset is estimated and compared to its carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised in the profit and loss account. The reversal of an impairment loss is recognised immediately in the profit and loss account.

Investments

Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell.

The cost of finished goods comprises direct materials and, where applicable, direct labour costs and an appropriate proportion of overhead expenses.

Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are subsequently measured at amortised cost using the effective interest method, less any impairment.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Creditors

Short term creditors are measured at transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are subsequently measured at amortised cost using the effective interest method.

3 Turnover

The analysis of the company's turnover for the year from continuing operations is as follows:

	2019 £	2018 £
Sale of goods	<u>7,930,664</u>	<u>7,225,081</u>

4 Other operating income

The analysis of the company's other operating income for the year is as follows:

	2019 £	2018 £
Rent receivable	41,991	40,583
Other income	<u>7,085</u>	<u>-</u>
	<u>49,076</u>	<u>40,583</u>

5 Operating profit

Operating profit is stated after charging:

	2019 £	2018 £
Depreciation of tangible fixed assets	173,083	190,893
Amortisation of intangible fixed assets	38,400	48,810
Profit on disposal of property, plant and equipment	<u>-</u>	<u>(560,005)</u>

6 Auditors' remuneration

	2019 £	2018 £
Audit of the financial statements	<u>4,765</u>	<u>7,725</u>
Other fees payable to auditor:		
All other non-audit services	<u>-</u>	<u>16,927</u>

7 Interest receivable and similar income

	2019 £	2018 £
Bank interest receivable	<u>332</u>	<u>309</u>

8 Interest payable and similar charges

	2019 £	2018 £
Loan interest	109,545	117,911
Other interest	60	-
	<u>109,605</u>	<u>117,911</u>

9 Staff costs

Employee costs, including directors, during the year:

	2019 £	2018 £
Wages and salaries	2,072,005	1,937,392
Social security costs	103,221	98,821
Other pension costs	43,281	18,610
	<u>2,218,507</u>	<u>2,054,823</u>

The average number of persons employed by the company (including directors) during the year, analysed by category was as follows:

	2019 No.	2018 No.
Administration	9	35
Sales, marketing and distribution	193	163
	<u>202</u>	<u>198</u>

10 Directors' remuneration

The directors' remuneration for the year was as follows:

	2019 £	2018 £
Salaries	163,286	138,500
Pension contributions	8,826	8,092
	<u>172,112</u>	<u>146,592</u>

	2019 No.	2018 No.
The number of directors accruing benefits under a money purchase pension scheme during the year was:	<u>2</u>	<u>2</u>

11 Tax on profit

	2019 £	2018 £
Current taxation		
UK corporation tax	21,173	146,451
Deferred taxation		
Origination and reversal of timing differences	38,766	(6,791)
Tax on profit	<u>59,939</u>	<u>139,660</u>

The tax charge for the year is lower than (2018: lower than) the standard rate of corporation tax in the UK of 19% (2018: 19%).

The differences are reconciled below:

	2019 £	2018 £
Profit before tax	<u>701,186</u>	<u>1,101,637</u>
Corporation tax at standard rate	133,225	209,311
Effect of revenues exempt from taxation	-	(82,466)
Decrease in UK and foreign current tax from adjustment for prior periods	(38,679)	(1,539)
Origination and reversal of timing differences	38,766	(6,791)
Tax increase (decrease) from other short-term timing differences	22,426	(4,552)
Tax decrease arising from group relief	(95,799)	(4,774)
Tax increase from effect of indexation allowance on capital gains	-	30,471
Total tax charge	<u>59,939</u>	<u>139,660</u>

12 Intangible assets

	Goodwill £	Total £
Cost or valuation		
At 1 April 2018	<u>768,001</u>	<u>768,001</u>
At 31 March 2019	<u>768,001</u>	<u>768,001</u>
Amortisation		
At 1 April 2018	467,881	467,881
Charge for the year	<u>38,400</u>	<u>38,400</u>
At 31 March 2019	<u>506,281</u>	<u>506,281</u>
Net book value		
At 31 March 2018	<u>300,120</u>	<u>300,120</u>
At 31 March 2019	<u>261,720</u>	<u>261,720</u>

13 Tangible fixed assets

	Freehold property £	Fixtures, fittings and equipment £	Leasehold improvements £	Total £
Cost				
At 1 April 2018	4,087,234	951,734	967,919	6,006,887
Additions	<u>2,227</u>	<u>29,971</u>	<u>15,824</u>	<u>48,022</u>
At 31 March 2019	<u>4,089,461</u>	<u>981,705</u>	<u>983,743</u>	<u>6,054,909</u>
Depreciation				
At 1 April 2018	415,766	635,937	104,907	1,156,610
Charge for the year	<u>81,764</u>	<u>62,434</u>	<u>28,885</u>	<u>173,083</u>
At 31 March 2019	<u>497,530</u>	<u>698,371</u>	<u>133,792</u>	<u>1,329,693</u>
Net book value				
At 31 March 2018	<u>3,671,468</u>	<u>315,797</u>	<u>863,012</u>	<u>4,850,277</u>
At 31 March 2019	<u>3,591,931</u>	<u>283,334</u>	<u>849,951</u>	<u>4,725,216</u>

14 Fixed asset investments

	2019 £	2018 £
Investments in subsidiaries	<u>13,000</u>	<u>13,000</u>
Subsidiary undertaking		£
Cost		
At 1 April 2018		<u>13,000</u>
At 31 March 2019		<u>13,000</u>
Carrying amount		
At 31 March 2019		<u>13,000</u>
At 31 March 2018		<u>13,000</u>

Details of undertaking

In the opinion of the directors, the aggregate value of the company's investment in the subsidiary undertaking is no less than the amount included in the balance sheet.

Details of the investments in which the company holds 20% or more of the nominal value of any class of share capital are as follows:

	Description of holding	Proportion of holding	Principal activity
Subsidiary undertaking			
Riverhead Brewery Limited	Ordinary	100%	Dormant

15 Stocks

	2019 £	2018 £
Goods for resale	<u>154,706</u>	<u>154,379</u>

16 Debtors

	2019 £	2018 £
Trade debtors	9,954	-
Amounts owed from group undertakings	3,279,512	2,360,118
Other debtors	76,587	50,407
Prepayments	327,365	232,322
	<u>3,693,418</u>	<u>2,642,847</u>

17 Cash and cash equivalents

	2019 £	2018 £
Cash on hand	171,197	146,120
Cash at bank	48,917	819,084
	<u>220,114</u>	<u>965,204</u>

18 Creditors:

Amounts falling due within one year

	2019 £	2018 £
Bank loan	373,401	265,543
Other borrowings	25,432	87,207
Trade creditors	481,228	399,613
Social security and other taxes	217,040	210,859
Amounts owed to group undertakings	397,334	401,775
Outstanding defined contribution pension costs	9,966	2,870
Other creditors	26,466	17,046
Corporation tax	59,852	146,487
Accruals	78,716	114,373
	<u>1,669,435</u>	<u>1,645,773</u>

Amounts falling due after more than one year

Bank loans	2,571,467	2,944,086
Other loans and borrowings	6,337	37,083
	<u>2,577,804</u>	<u>2,981,169</u>

19 Loans

	2019 £	2018 £
Non-current loans and borrowings		
Bank loan	2,571,467	2,944,086
Other borrowings	<u>6,337</u>	<u>37,083</u>
	<u>2,577,804</u>	<u>2,981,169</u>
	2019 £	2018 £
Current loans and borrowings		
Bank loan	373,401	265,543
Other borrowings	<u>25,432</u>	<u>87,207</u>
	<u>398,833</u>	<u>352,750</u>

20 Security

Bank loans totalling £2,944,868 (2018: £3,209,629) are secured by mortgages on the freehold and leasehold properties and by a mortgage debenture. The majority of these bank loans are repayable in instalments over 15 years.

Other loans totalling £31,769 (2018: £124,290) are secured by a fixed and floating charge covering all the property and undertakings of the company.

21 Provisions

	Deferred tax £	Total £
At 1 April 2018	409,725	409,725
Increase in existing provisions	<u>38,766</u>	<u>38,766</u>
At 31 March 2019	<u>448,491</u>	<u>448,491</u>

Analysis of deferred tax is as follows:

	Asset £	Liability £
2019		
Accelerated capital allowances	-	266,522
Short term timing differences	1,694	-
Capital gains	<u>-</u>	<u>183,585</u>
	<u>1,694</u>	<u>450,107</u>
	£	£
2018		
Accelerated capital allowances	-	226,628
Short term timing differences	488	-
Capital gains	<u>-</u>	<u>183,585</u>
	<u>488</u>	<u>410,213</u>

22 Share capital

Allotted, called up and fully paid shares

	2019		2018	
	No.	£	No.	£
Ordinary shares of £0.10 each	<u>12</u>	<u>1.20</u>	<u>12</u>	<u>1.20</u>

23 Capital and reserves

Called-up share capital - represents the nominal value of shares that have been issued.

Profit and loss account - includes all current and prior period retained profits and losses.

Capital redemption reserve - reflects transfers between the capital redemption reserve and profit and loss account which took place in prior periods.

24 Leasing commitments

Operating leases

The total of future minimum operating lease payments is as follows:

	2019 £	2018 £
Within one year	442,691	317,681
Between one and five years	1,494,247	969,509
After five years	<u>543,146</u>	<u>-</u>
	<u>2,480,084</u>	<u>1,287,190</u>

25 Pension and other schemes

Defined contribution pension scheme

The company operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the company to the scheme and amounted to £43,281 (2018 - £18,610).

Contributions totalling £9,966 (2018 - £2,870) were payable to the scheme at the end of the year and are included in creditors.

26 Dividends

	2019 £	2018 £
Interim dividend of £157,963.00 (2018 - £125,374.00) per ordinary share	<u>157,963</u>	<u>125,374</u>

27 Commitments

The total financial commitments which are not included in the balance sheet amount to £nil (2018: £446,292).

28 Contingent liabilities

A composite guarantee has been given by the company in favour of HSBC Bank plc dated 12 August 2016, to secure all present and future indebtedness and liabilities to the Bank howsoever arising of the company, along with Ossett Brewing Company Limited, Ossett Brewery Taverns Limited, Ossett Brewery Group Holdings Limited and Hop (Holdings) Limited, subject to any limitation which appears in the guarantee itself. At the year end the total amount owed to HSBC Bank plc was £3,494,125 (2018: £3,796,567).

A deed of guarantee and indemnity dated 4 August 2016 has been given between Kingston Limited and the guarantors, being Ossett Brewery Pub Company Limited, Ossett Brewery Taverns Limited, Hop (Holdings) Limited and Ossett Brewery Group Holdings Limited in respect of the obligations of the borrower, Ossett Brewing Company Limited. At the year end the total amount owed to Kingston Limited was £175,716 (2018: £244,785).

29 Related party transactions

During the year there were advances to directors totalling £20,281 (2018: £nil) and repayments from directors totalling £nil (2018: £24,487) in respect of loans with the company. At the balance sheet date of the current year the amount due from directors was £20,281. At the balance sheet date of the prior year the amount due to directors was £nil.

The loans were interest free and repayable on demand.

30 Controlling party

The company's immediate parent is Ossett Brewery Group Holdings Limited, a company incorporated in England and Wales.

These financial statements are available upon request from Kings Yard, Low Mill Road, Ossett, West Yorkshire, WF5 8ND.

The company is ultimately controlled by J R Lawson, S M Lawson and HU Caret 4 Limited, by virtue of their shareholding.