

Registration number: 07004296

The Redchurch Brewery Limited

Annual Report and Unaudited Financial Statements

for the Year Ended 30 June 2018

Carbon Accountancy Limited,
80-83 Long Lane
London
EC1A 9ET

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The Redchurch Brewery Limited

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The Redchurch Brewery Limited

Company Information

Directors	Tracey Cleland Gary Ward
Registered office	275-276 Poyser Street London E2 9RF
Accountants	Carbon Accountancy Limited 80-83 Long Lane London EC1A 9ET

The Redchurch Brewery Limited

Directors' Report for the Year Ended 30 June 2018

The directors present their report and the financial statements for the year ended 30 June 2018.

Directors of the company

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

Tracey Cleland

Gary Ward

Principal activity

The principal activity of the company is of an independent brewery.

Small companies provision statement

This report has been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

Approved by the Board on 27 March 2019 and signed on its behalf by:



.....
Gary Ward
Director

**Chartered Accountants' Report to the Board of Directors on the Preparation of the
Unaudited Statutory Accounts of
The Redchurch Brewery Limited
for the Year Ended 30 June 2018**

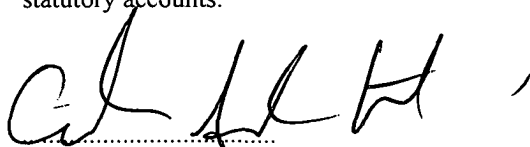
In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of The Redchurch Brewery Limited for the year ended 30 June 2018 as set out on pages 4 to 13 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in Ireland (ICAI), we are subject to its ethical and other professional requirements.

This report is made solely to the Board of Directors of The Redchurch Brewery Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of The Redchurch Brewery Limited and state those matters that we have agreed to state to the Board of Directors of The Redchurch Brewery Limited, as a body, in this report in accordance with ICAI guidelines. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than The Redchurch Brewery Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that The Redchurch Brewery Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and loss of The Redchurch Brewery Limited. You consider that The Redchurch Brewery Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of The Redchurch Brewery Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.



Carbon Accountancy Limited
80-83 Long Lane
London
EC1A 9ET
27 March 2019

The Redchurch Brewery Limited

(Registration number: 07004296)

Balance Sheet as at 30 June 2018

		(As restated)	
	Note	2018 £	2017 £
Fixed assets			
Intangible assets	4	682	1,365
Tangible assets	5	569,564	701,875
		<u>570,246</u>	<u>703,240</u>
Current assets			
Stocks	6	84,900	103,019
Debtors	7	616,383	548,372
Cash at bank and in hand		5,440	23,255
		<u>706,723</u>	<u>674,646</u>
Creditors: Amounts falling due within one year	8	<u>(1,172,724)</u>	<u>(1,070,951)</u>
Net current liabilities		<u>(466,001)</u>	<u>(396,305)</u>
Total assets less current liabilities		104,245	306,935
Creditors: Amounts falling due after more than one year	8	(163,809)	(292,846)
Provisions for liabilities		<u>(77,932)</u>	<u>(77,932)</u>
Net liabilities		<u>(137,496)</u>	<u>(63,843)</u>
Capital and reserves			
Called up share capital		1,372	1,249
Share premium reserve		734,319	515,821
Profit and loss account		<u>(873,187)</u>	<u>(580,913)</u>
Total equity		<u>(137,496)</u>	<u>(63,843)</u>

For the financial year ending 30 June 2018 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

The notes on pages 6 to 13 form an integral part of these financial statements.

The Redchurch Brewery Limited

(Registration number: 07004296)

Balance Sheet as at 30 June 2018

Approved and authorised by the Board on 27 March 2019 and signed on its behalf by:

A handwritten signature in black ink, appearing to be 'G Ward', written over a dotted line.

Gary Ward

Director

The notes on pages 6 to 13 form an integral part of these financial statements.

The Redchurch Brewery Limited

Notes to the Financial Statements for the Year Ended 30 June 2018

1 General information

The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is:

275-276 Poyser Street

London

E2 9RF

These financial statements were authorised for issue by the Board on 27 March 2019.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

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

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

Tax

The tax expense for the period comprises current 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.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

The Redchurch Brewery Limited

Notes to the Financial Statements for the Year Ended 30 June 2018

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Plant and Machinery	6.67% - 25% Straight Line
Furniture and fittings	20% Straight Line
Office equipment	20% Straight Line
Motor vehicles	20% Straight Line

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Development costs	Straight Line over 5 years

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.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

The Redchurch Brewery Limited

Notes to the Financial Statements for the Year Ended 30 June 2018

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease. Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

The Redchurch Brewery Limited

Notes to the Financial Statements for the Year Ended 30 June 2018

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 17 (2017 - 15).

The Redchurch Brewery Limited

Notes to the Financial Statements for the Year Ended 30 June 2018

4 Intangible assets

	Development costs £	Total £
Cost or valuation		
At 1 July 2017	3,413	3,413
At 30 June 2018	3,413	3,413
Amortisation		
At 1 July 2017	2,048	2,048
Amortisation charge	683	683
At 30 June 2018	2,731	2,731
Carrying amount		
At 30 June 2018	682	682
At 30 June 2017	1,365	1,365

5 Tangible assets

	Fixtures and fittings £	Plant and machinery £	Office equipment £	Motor vehicles £
Cost or valuation				
At 1 July 2017	67,597	703,341	25,132	49,517
Additions	1,998	8,569	3,232	14,899
Disposals	-	(86,201)	-	-
At 30 June 2018	69,595	625,709	28,364	64,416
Depreciation				
At 1 July 2017	13,519	115,263	5,027	9,903
Charge for the year	13,919	57,777	5,673	12,883
Eliminated on disposal	-	(15,444)	-	-
At 30 June 2018	27,438	157,596	10,700	22,786
Carrying amount				
At 30 June 2018	42,157	468,113	17,664	41,630
At 30 June 2017	54,078	588,077	20,106	39,614

The Redchurch Brewery Limited

Notes to the Financial Statements for the Year Ended 30 June 2018

	Total £
Cost or valuation	
At 1 July 2017	845,587
Additions	28,698
Disposals	<u>(86,201)</u>
At 30 June 2018	<u>788,084</u>
Depreciation	
At 1 July 2017	143,712
Charge for the year	90,252
Eliminated on disposal	<u>(15,444)</u>
At 30 June 2018	<u>218,520</u>
Carrying amount	
At 30 June 2018	<u>569,564</u>
At 30 June 2017	<u>701,875</u>

The Redchurch Brewery Limited

Notes to the Financial Statements for the Year Ended 30 June 2018

6 Stocks

	2018 £	2017 £
Raw materials and consumables	<u>84,900</u>	<u>103,019</u>

7 Debtors

	2018 £	2017 £
		(As restated)
Trade debtors	319,493	194,824
Prepayments	71,965	69,679
Other debtors	<u>224,925</u>	<u>283,869</u>
	<u>616,383</u>	<u>548,372</u>

8 Creditors

Creditors: amounts falling due within one year

	Note	2018 £	2017 £
Due within one year			
Bank loans and overdrafts	10	144,319	285,319
Trade creditors		304,662	351,585
Taxation and social security		131,400	70,710
Accruals and deferred income		12,501	31,447
Other creditors		<u>579,842</u>	<u>331,890</u>
		<u>1,172,724</u>	<u>1,070,951</u>

Creditors: amounts falling due after more than one year

	Note	2018 £	2017 £
Due after one year			
Loans and borrowings	10	<u>163,809</u>	<u>292,846</u>

The Redchurch Brewery Limited

Notes to the Financial Statements for the Year Ended 30 June 2018

9 Share capital

Allotted, called up and fully paid shares

	2018		2017	
	No.	£	No.	£
Ordinary shares A of £0.001 each	11,981,147	1,198.11	11,360,000	1,136.00
Ordinary shares B of £0.001 each	<u>1,739,707</u>	<u>173.97</u>	<u>1,125,100</u>	<u>112.51</u>
	<u>13,720,854</u>	<u>1,372</u>	<u>12,485,100</u>	<u>1,249</u>

10 Loans and borrowings

	2018 £	2017 £
Non-current loans and borrowings		
Finance lease liabilities	<u>163,809</u>	<u>292,846</u>

	2018 £	2017 £
Current loans and borrowings		
Bank borrowings	<u>144,319</u>	<u>285,319</u>

11 Related party transactions

Transactions with directors

	At 1 July 2017 £	Movement during the year £	At 30 June 2018 £
2018			
Gary Ward			
Amount owed (to)/from	<u>(65,693)</u>	<u>49,590</u>	<u>(16,103)</u>
Tracey Cleland			
Amount owed (to)/from	<u>(136,606)</u>	<u>8,023</u>	<u>(128,583)</u>

Directors' remuneration

The directors' remuneration for the year was as follows:

	2018 £	2017 £
Remuneration	<u>110,000</u>	<u>87,987</u>