

The Friday Beer Company Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 31 December 2022

Nic Rawlings Limited
Chartered Certified Accountants
28a Avenue Road
Malvern
Worcestershire
WR14 3BG

The Friday Beer Company Limited

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The Friday Beer Company Limited

Company Information

Directors	Mr A Keir Mr P Jackson Mr G Williams
Registered office	79 Belmont Road Malvern Worcestershire WR14 1PN
Accountants	Nic Rawlings Limited Chartered Certified Accountants 28a Avenue Road Malvern Worcestershire WR14 3BG

The Friday Beer Company Limited

Directors' Report for the Year Ended 31 December 2022

The directors present their report and the financial statements for the year ended 31 December 2022.

Directors of the company

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

Mr A Keir

Mr P Jackson

Mr G Williams

Fair review of the business

During the year 2022 the company relocated its business premises and continued to reduce its fixed costs.

The company continued to expand its client base and allied with reduced costs this lead to another small profit being achieved in 2022, it is hoped that the business will continue to develop over the coming years.

Principal activity

The principal activity of the company is brewing bottled and cask beer

Going concern

The financial statements show a deficit on net assets. This has arisen from losses incurred during the early years of the company trading, whilst the company was developing its business. The losses were anticipated during these years and have largely been funded by the shareholders. The shareholders and other lenders have not indicated any intention to withdraw their support, also the company has continued to reduce its overheads and has achieved a small profit in the current year. On this basis the directors consider it appropriate to prepare the financial statements on the going concern basis. The financial statements do not include any adjustments that would result from the going concern basis being no longer appropriate.

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 and authorised by the Board on 28 September 2023 and signed on its behalf by:

.....

Mr P Jackson

Director

**Chartered Certified Accountants' Report to the Board of Directors on the Preparation of the
Unaudited Statutory Accounts of
The Friday Beer Company Limited
for the Year Ended 31 December 2022**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of The Friday Beer Company Limited for the year ended 31 December 2022 as set out on pages 4 to 12 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Association of Chartered Certified Accountants, we are subject to its ethical and other professional requirements which are detailed at
<https://www.accaglobal.com/gb/en/member/standards/rules-and-standards/rulebook.html>.

This report is made solely to the Board of Directors of The Friday Beer Company 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 Friday Beer Company Limited and state those matters that we have agreed to state to the Board of Directors of The Friday Beer Company Limited, as a body, in this report in accordance with the requirements of the Association of Chartered Certified Accountants as detailed at <http://www.accaglobal.com/gb/en/technical-activities/technical-resources-search/2009/october/factsheet-163-audit-exempt-companies.html>. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than The Friday Beer Company Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that The Friday Beer Company 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 profit of The Friday Beer Company Limited. You consider that The Friday Beer Company 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 Friday Beer Company 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.

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Nic Rawlings Limited
Chartered Certified Accountants
28a Avenue Road
Malvern
Worcestershire
WR14 3BG

28 September 2023

The Friday Beer Company Limited
(Registration number: 07695092)
Balance Sheet as at 31 December 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	<u>4</u>	57,213	31,583
Current assets			
Stocks	<u>5</u>	10,881	31,521
Debtors	<u>6</u>	4,956	10,682
Cash at bank and in hand		117	309
		<u>15,954</u>	<u>42,512</u>
Creditors: Amounts falling due within one year	<u>7</u>	<u>(268,665)</u>	<u>(273,938)</u>
Net current liabilities		<u>(252,711)</u>	<u>(231,426)</u>
Total assets less current liabilities		<u>(195,498)</u>	<u>(199,843)</u>
Creditors: Amounts falling due after more than one year	<u>7</u>	<u>(44,985)</u>	<u>(44,885)</u>
Net liabilities		<u><u>(240,483)</u></u>	<u><u>(244,728)</u></u>
Capital and reserves			
Called up share capital	<u>8</u>	5	5
Share premium reserve		179,034	179,034
Retained earnings		<u>(419,522)</u>	<u>(423,767)</u>
Shareholders' deficit		<u><u>(240,483)</u></u>	<u><u>(244,728)</u></u>

For the financial year ending 31 December 2022 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. As permitted by section 444 (5A) of the Companies Act 2006, the directors have not delivered to the registrar a copy of the Profit and Loss Account.

Approved and authorised by the Board on 28 September 2023 and signed on its behalf by:

The Friday Beer Company Limited
(Registration number: 07695092)
Balance Sheet as at 31 December 2022

.....
Mr P Jackson
Director

The Friday Beer Company Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2022

1 General information

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

The address of its registered office is:

79 Belmont Road
Malvern
Worcestershire
WR14 1PN

These financial statements were authorised for issue by the Board on 28 September 2023.

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 smaller entities - 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' and the Companies Act 2006 (as applicable to companies subject to the small companies' regime).

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.

Tangible assets

Tangible assets are stated in the balance sheet 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:

The Friday Beer Company Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2022

Asset class	Depreciation method and rate
Plant and machinery	15% on cost and 10% on reducing balance
Computer equipment	33% on cost
Motor vehicles	25% on reducing balance

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.

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

The Friday Beer Company Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2022

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.

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.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 3 (2021 - 5).

The Friday Beer Company Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2022

4 Tangible assets

	Furniture, fittings and equipment £	Motor vehicles £	Other tangible assets £	Total £
Cost or valuation				
At 1 January 2022	1,507	7,674	106,415	115,596
Additions	-	-	29,917	29,917
At 31 December 2022	1,507	7,674	136,332	145,513
Depreciation				
At 1 January 2022	1,507	7,176	75,330	84,013
Charge for the year	-	125	4,162	4,287
At 31 December 2022	1,507	7,301	79,492	88,300
Carrying amount				
At 31 December 2022	-	373	56,840	57,213
At 31 December 2021	-	498	31,085	31,583

5 Stocks

	2022 £	2021 £
Other inventories	10,881	31,521

6 Debtors

	2022 £	2021 £
Current		
Trade debtors	4,956	10,682

7 Creditors

Creditors: amounts falling due within one year

The Friday Beer Company Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2022

	Note	2022 £	2021 £
Due within one year			
Loans and borrowings	9	238,062	252,631
Trade creditors		22,754	11,348
Taxation and social security		5,154	8,876
Accruals and deferred income		1,099	1,050
Other creditors		1,596	33
		<u>268,665</u>	<u>273,938</u>

Creditors includes bank overdraft and loans which are secured under a fixed and floating charge over the companies assets of £22,596 (2021 £25,801)

Creditors: amounts falling due after more than one year

	Note	2022 £	2021 £
Due after one year			
Loans and borrowings	9	<u>44,985</u>	<u>44,885</u>

Creditors include bank loans which are secured under a fixed and floating charge over the companies assets of £Nil (2021 £Nil)

8 Share capital

Allotted, called up and fully paid shares

	2022		2021	
	No.	£	No.	£
Ordinary A shares of £0.00 each	3,741,166	4	3,741,166	4
B Investment of £0.00 each	535,610	1	535,610	1
	<u>4,276,776</u>	<u>5</u>	<u>4,276,776</u>	<u>5</u>

9 Loans and borrowings

	2022 £	2021 £
Non-current loans and borrowings		
Bank borrowings	<u>44,985</u>	<u>44,885</u>

The Friday Beer Company Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2022

	2022	2021
	£	£
Current loans and borrowings		
Bank borrowings	233	11,794
Bank overdrafts	22,596	18,736
Other borrowings	215,233	222,101
	<u>238,062</u>	<u>252,631</u>

10 Related party transactions

The Friday Beer Company Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2022

Directors' remuneration

The directors' remuneration for the year was as follows:

	2022	2021
	£	£
Remuneration	<u>15,510</u>	<u>11,403</u>

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.