

Registered number  
07792617

Gower Brewery Co Limited

Unaudited Filleted Accounts

31 March 2023

**Gower Brewery Co Limited****Registered number:** 07792617**Balance Sheet****as at 31 March 2023**

	Notes	2023 £	2022 £
<b>Fixed assets</b>			
Tangible assets	3	990,710	1,086,706
		<u>990,710</u>	<u>1,086,706</u>
<b>Current assets</b>			
Stocks		110,391	122,189
Debtors	4	156,044	151,525
Cash at bank and in hand		4,208	24,036
		<u>270,643</u>	<u>297,750</u>
<b>Creditors: amounts falling due within one year</b>	5	(594,198)	(464,401)
<b>Net current liabilities</b>		<u>(323,555)</u>	<u>(166,651)</u>
<b>Total assets less current liabilities</b>		<u>667,155</u>	<u>920,055</u>
<b>Creditors: amounts falling due after more than one year</b>	6	(569,257)	(693,368)
<b>Net assets</b>		<u>97,898</u>	<u>226,687</u>
<b>Capital and reserves</b>			
Called up share capital		574,971	574,971
Profit and loss account		(477,073)	(348,284)
<b>Shareholders' funds</b>		<u>97,898</u>	<u>226,687</u>

The directors are satisfied that the company is entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006.

The members have not required the company to obtain an audit in accordance with section 476 of the Act.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The accounts have been prepared and delivered in accordance with the special provisions applicable to companies subject to the small companies regime. The profit and loss account has not been delivered to the Registrar of Companies.

Mr C Mabbett

Director

Approved by the board on 30 August 2023

**Gower Brewery Co Limited**  
**Notes to the Accounts**  
**for the year ended 31 March 2023**

**1 Accounting policies**

***Basis of preparation***

The accounts have been prepared under the historical cost convention and in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland (as applied to small entities by section 1A of the standard).

***Going concern***

At the time of approving the financial statements, the directors have a reasonable expectation that the company has adequate resources in operational existence for the foreseeable future.

The directors have undertaken a review of the company's financial position. The directors have prepared forecasts that indicate, with on-going shareholder support, and based on the anticipated level of sales, that the company will be able to operate within its current level of agreed facilities for a period of at least 12 months from the date of approval of these financial statements. The company's shareholders continue to demonstrate their commitment with investment of additional loan finance into the company.

Thus the directors continue to adopt the going concern basis of accounting in preparing the financial statements.

***Turnover***

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the sale of goods and from the rendering of services. Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have transferred to the buyer. Turnover from the rendering of services is recognised by reference to the stage of completion of the contract. The stage of completion of a contract is measured by comparing the costs incurred for work performed to date to the total estimated contract costs.

***Tangible fixed assets***

Tangible fixed assets are measured at cost less accumulative depreciation and any accumulative impairment losses. Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Leasehold land and buildings	2% straight line
Plant and equipment	between 5%-10% reducing balance basis
Motor vehicles	25% reducing balance basis

***Stocks***

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first in first out method. The carrying amount of stock sold is recognised as an expense in the period in which the related revenue is recognised.

***Debtors***

Short term debtors are measured at transaction price (which is usually the invoice price), less

any impairment losses for bad and doubtful debts. Loans and other financial assets are initially recognised at transaction price including any transaction costs and subsequently measured at amortised cost determined using the effective interest method, less any impairment losses for bad and doubtful debts.

### **Creditors**

Short term creditors are measured at transaction price (which is usually the invoice price). Loans and other financial liabilities are initially recognised at transaction price net of any transaction costs and subsequently measured at amortised cost determined using the effective interest method.

### **Taxation**

A current tax liability is recognised for the tax payable on the taxable profit of the current and past periods. A current tax asset is recognised in respect of a tax loss that can be carried back to recover tax paid in a previous period. Deferred tax is recognised in respect of all timing differences between the recognition of income and expenses in the financial statements and their inclusion in tax assessments. Unrelieved tax losses and other deferred tax assets are recognised only 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 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, except for revalued land and investment property where the tax rate that applies to the sale of the asset is used. Current and deferred tax assets and liabilities are not discounted.

### **Provisions**

Provisions (ie liabilities of uncertain timing or amount) are recognised when there is an obligation at the reporting date as a result of a past event, it is probable that economic benefit will be transferred to settle the obligation and the amount of the obligation can be estimated reliably.

### **Leased assets**

A lease is classified as a finance lease if it transfers substantially all the risks and rewards incidental to ownership. All other leases are classified as operating leases. The rights of use and obligations under finance leases are initially recognised as assets and liabilities at amounts equal to the fair value of the leased assets or, if lower, the present value of the minimum lease payments. Minimum lease payments are apportioned between the finance charge and the reduction in the outstanding liability using the effective interest rate method. The finance charge is allocated to each period during the lease so as to produce a constant periodic rate of interest on the remaining balance of the liability. Leased assets are depreciated in accordance with the company's policy for tangible fixed assets. If there is no reasonable certainty that ownership will be obtained at the end of the lease term, the asset is depreciated over the lower of the lease term and its useful life. Operating lease payments are recognised as an expense on a straight line basis over the lease term.

### **Pensions**

Contributions to defined contribution plans are expensed in the period to which they relate.

2 Employees	2023	2022
	Number	Number
Average number of persons employed by the company	35	20

### 3 Tangible fixed assets

	Land and buildings £	Plant and machinery etc £	Motor vehicles £	Total £
<b>Cost</b>				
At 1 April 2022	333,813	1,199,232	153,347	1,686,392
Additions	1,060	36	-	1,096
Disposals	-	-	(13,860)	(13,860)
At 31 March 2023	<u>334,873</u>	<u>1,199,268</u>	<u>139,487</u>	<u>1,673,628</u>
<b>Depreciation</b>				
At 1 April 2022	32,673	512,429	54,584	599,686
Charge for the year	6,065	63,146	23,374	92,585
On disposals	-	-	(9,353)	(9,353)
At 31 March 2023	<u>38,738</u>	<u>575,575</u>	<u>68,605</u>	<u>682,918</u>
<b>Net book value</b>				
At 31 March 2023	<u>296,135</u>	<u>623,693</u>	<u>70,882</u>	<u>990,710</u>
At 31 March 2022	301,140	686,803	98,763	1,086,706

<b>4 Debtors</b>	<b>2023</b>	<b>2022</b>
	£	£
Trade debtors	127,083	122,564
Deferred tax asset	28,961	28,961
	<u>156,044</u>	<u>151,525</u>

<b>5 Creditors: amounts falling due within one year</b>	<b>2023</b>	<b>2022</b>
	£	£
Bank loans and overdrafts	86,084	71,821
Obligations under finance lease and hire purchase contracts	15,932	26,289
Trade creditors	228,951	165,472
Amounts owed to group undertakings and undertakings in which the company has a participating interest	92,707	44,244
Taxation and social security costs	89,767	105,344
Other creditors	80,757	51,231
	<u>594,198</u>	<u>464,401</u>

<b>6 Creditors: amounts falling due after one year</b>	<b>2023</b>	<b>2022</b>
	£	£
Bank loans	104,768	169,336
Obligations under finance lease and hire purchase contracts	27,262	35,956
Amounts owed to group undertakings and undertakings in which the company has a participating interest	250,000	330,641

Other creditors	187,227	157,435
	<u>569,257</u>	<u>693,368</u>

The obligations under finance leases and hire purchase creditors are secured over the assets to which the obligations relate.

Other creditors includes a loan from a director of £12,500 (2021: £12,500). The loan is unsecured, interest-free and there are no fixed terms for repayment.

Other creditors includes loans from shareholders of £7,953 (2021: £7,953). The loans are unsecured, interest-free and there are no fixed terms for repayment.

<b>7 Loans</b>	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>

Creditors include:

Amounts payable otherwise than by instalment falling due for payment after more than five years	-	20,453
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Secured bank loans	173,568	241,157
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The bank loans are secured by means of a fixed and floating charge over the assets of the company.

<b>8 Other financial commitments</b>	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>

Total future minimum payments under non-cancellable operating leases	189,652	221,504
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## 9 Controlling party

The directors consider Gower Brewing Company Limited, a company registered in England & Wales, to be both the immediate & ultimate parent company, by virtue of its 75.001% shareholding of the voting ordinary share capital of the company. The directors consider there to be no ultimate controlling party.

## 10 Other information

Gower Brewery Co Limited is a private company limited by shares and incorporated in England. Its registered office is:

Unit 25 Crofty Industrial Estate  
Penclawdd  
Swansea  
SA4 3RS

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.