

# **LIBERTY BREWING LIMITED**

## **Financial statements**

**For the year ended 31 December 2017**



# **LIBERTY BREWING LIMITED**

## **Company Information**

### **Directors**

Mr T D Woodcock (resigned 20 April 2018)  
Mr J M Patton  
Mr D B Pitman (resigned 20 April 2018)  
Mr S R Turnbull  
Mr M W Willson  
Mr J Robertson (appointed 20 April 2018)

### **Registered number**

08502378

### **Registered office**

Freedom Brewery Bagots Park  
Abbots Bromley  
Rugeley  
Staffordshire  
WS15 3ER

### **Independent auditors**

Smith Cooper Limited  
Chartered Accountants and Statutory Auditors  
2 Lace Market Square  
Nottingham  
Nottinghamshire  
NG1 1PB

# **LIBERTY BREWING LIMITED**

## **Contents**

	<b>Page</b>
<b>Balance Sheet</b>	<b>1</b>
<b>Notes to the Financial Statements</b>	<b>2 - 7</b>

**LIBERTY BREWING LIMITED**  
Registered number: 08502378


**Balance Sheet**  
**As at 31 December 2017**

	Note	2017 £	2016 £
<b>Fixed assets</b>			
Investments	3	1,635,697	1,635,697
		<u>1,635,697</u>	<u>1,635,697</u>
<b>Current assets</b>			
Debtors: amounts falling due within one year	4	3,282,116	2,241,194
Cash at bank and in hand	5	520,636	1,120,907
		<u>3,802,752</u>	<u>3,362,101</u>
Creditors: amounts falling due within one year	6	(237,254)	(312,313)
<b>Net current assets</b>		<u>3,565,498</u>	<u>3,049,788</u>
<b>Total assets less current liabilities</b>		<u>5,201,195</u>	<u>4,685,485</u>
Creditors: amounts falling due after more than one year	7	(528,638)	(616,305)
<b>Net assets</b>		<u><u>4,672,557</u></u>	<u><u>4,069,180</u></u>
<b>Capital and reserves</b>			
Called up share capital		19,138	15,438
Share premium account		5,424,360	4,677,360
Profit and loss account		(770,941)	(623,618)
		<u><u>4,672,557</u></u>	<u><u>4,069,180</u></u>

The accounts for filing purposes, which have been prepared and delivered in accordance with the amended special provisions relating to companies subject to the small companies regime of the Companies Act 2006 do not include a copy of the Profit and Loss Account.

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:

Mr M W Willson  
Director  
Date:

  
17.7.18

The notes on pages 2 to 7 form part of these financial statements.

# **LIBERTY BREWING LIMITED**

## **Notes to the Financial Statements For the Year Ended 31 December 2017**

### **1. Accounting policies**

#### **1.1 Basis of preparation of financial statements**

The accounts have been prepared in accordance with the provisions of FRS102 Section 1A small entities. There were no material departures from that standard.

Liberty Brewing Limited is a private company limited by shares incorporated in England within the United Kingdom. The registered office address is included on the information page of these accounts and is the same as the place of business. The company's registration number is 08502378.

The financial statements are presented in sterling which is the functional currency of the company.

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.

#### **1.2 Going concern**

The company supports a trading subsidiary with a negative balance sheet and therefore it has been necessary for the directors to review the cash flow forecasts and the facilities provided by the bank and they have confirmed that the company has sufficient funds in place to support the business for a period of at least 12 months from the date of signature of these accounts. In addition confirmation has been received to confirm that the group financing will not be removed until the subsidiary company has sufficient funds to repay the balance. On this basis we have prepared the accounts on a going concern basis.

#### **1.3 Valuation of investments**

Investments in subsidiaries are measured at cost less accumulated impairment.

#### **1.4 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 measured subsequently at amortised cost using the effective interest method, less any impairment.

#### **1.5 Cash and cash equivalents**

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

#### **1.6 Financial instruments**

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

#### **1.7 Creditors**

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

# **LIBERTY BREWING LIMITED**

## **Notes to the Financial Statements For the Year Ended 31 December 2017**

### **1. Accounting policies (continued)**

#### **1.8 Finance costs**

Finance costs are charged to the Statement of Comprehensive Income over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

#### **1.9 Borrowing costs**

All borrowing costs are recognised in the Statement of Comprehensive Income in the year in which they are incurred.

#### **1.10 Audit report**

The auditor's report was unqualified. The auditors were Smith Cooper Limited and Mr James Bagley signed the auditor's report as senior statutory auditor on 3/8/18

### **2. Employees**

The average monthly number of employees, including directors, during the year was 0 (2016 - 0).

# LIBERTY BREWING LIMITED

## Notes to the Financial Statements For the Year Ended 31 December 2017

### 3. Fixed asset investments

	Investments in subsidiary companies £
<b>Cost</b>	
At 1 January 2017	1,635,697
At 31 December 2017	1,635,697
<b>Net book value</b>	
At 31 December 2017	1,635,697
At 31 December 2016	1,635,697

### Subsidiary undertakings

The following were subsidiary undertakings of the Company:

Name	Country of incorporation	Class of shares	Holding	Principal activity
Freedom Brewery Limited	UK	Ordinary	100 %	Brewing and distribution of lager

The aggregate of the share capital and reserves as at 31 December 2017 and of the profit or loss for the year ended on that date for the subsidiary undertakings were as follows:

	Aggregate of share capital and reserves £	Profit/(loss) £
Freedom Brewery Limited	(1,257,994)	(721,867)
	(1,257,994)	(721,867)

### 4. Debtors

	2017 £	2016 £
Amounts owed by group undertakings	3,282,048	2,241,194
Other debtors	68	-
	3,282,116	2,241,194

# LIBERTY BREWING LIMITED

## Notes to the Financial Statements For the Year Ended 31 December 2017

### 5. Cash and cash equivalents

	2017 £	2016 £
Cash at bank and in hand	520,636	1,120,907
	<u>520,636</u>	<u>1,120,907</u>

### 6. Creditors: Amounts falling due within one year

	2017 £	2016 £
Other loans	213,045	177,573
Trade creditors	22,909	75,000
Accruals and deferred income	1,300	59,740
	<u>237,254</u>	<u>312,313</u>

### 7. Creditors: Amounts falling due after more than one year

	2017 £	2016 £
Other loans	528,638	616,305
	<u>528,638</u>	<u>616,305</u>

The following liabilities were secured:

	2017 £	2016 £
Other loans	741,683	793,878
	<u>741,683</u>	<u>793,878</u>

Details of security provided:

Other loans are secured by way of a fixed and floating charge over the assets of the company.

# LIBERTY BREWING LIMITED

## Notes to the Financial Statements For the Year Ended 31 December 2017

### 8. Loans

Analysis of the maturity of loans is given below:

	2017 £	2016 £
<b>Amounts falling due within one year</b>		
Other loans	213,045	177,573
	<u>213,045</u>	<u>177,573</u>
<b>Amounts falling due 1-2 years</b>		
Other loans	96,886	87,667
	<u>96,886</u>	<u>87,667</u>
<b>Amounts falling due 2-5 years</b>		
Other loans	125,543	222,429
	<u>125,543</u>	<u>222,429</u>
<b>Amounts falling due after more than 5 years</b>		
Other loans	306,209	306,209
	<u>306,209</u>	<u>306,209</u>
	<u>741,683</u>	<u>793,878</u>

### 9. Share capital

	2017 £	2016 £
<b>Shares classified as equity</b>		
<b>Allotted, called up and fully paid</b>		
1,843,647 (2016 - 1,543,647) Ordinary A shares of £0.01 each	18,437	15,437
1,360,064 Ordinary B shares of £0.000001 each	1	1
70,000 Ordinary D shares of £0.01 each	700	-
	<u>19,138</u>	<u>15,438</u>

300,000 Ordinary A shares were issued with nominal value of £3,000 and consideration of £750,000.

70,000 Ordinary D shares were issued with nominal value of £700 and consideration of £700.

## **LIBERTY BREWING LIMITED**

### **Notes to the Financial Statements For the Year Ended 31 December 2017**

#### **10. Related party transactions**

Included within other creditors are amounts owed to a director £21,584 (2016 - £21,584) and to a separate director of £18,417 (2016 - £18,417). Interest accrued at 8% per annum on these balances.

Interest of £1,727 (2016 - £2,977) was charged in respect of a director in the period, £Nil (2016 - £200) in respect of a separate director and £1,473 (2016 - £1,473) in respect of a third director.

The company was invoiced £45,000 by a director during the year with a creditor remaining at the yearend of £22,500.

The company has taken advantage of the FRS 102 exemption not to disclose transactions within wholly owned groups.

#### **11. Post balance sheet events**

On 20 April 2018, an additional 1,462,499 A Ordinary shares were allotted for a cash consideration of £2/share, resulting in a total cash consideration of £2,924,998.

On the same date an additional £500,000 of loan notes were issued.

#### **12. Consolidation exemption**

Liberty Brewing Limited is exempt from preparing group accounts as a result of the small group status.