

LUJO DISTILLING COMPANY LIMITED

UNAUDITED
FINANCIAL STATEMENTS

31 MARCH 2019

ArmstrongWatson[®]
Accountants, Business & Financial Advisers

LUJO DISTILLING COMPANY LIMITED
REGISTERED NUMBER: 11245504

STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2019

	Note	2019 £
Fixed assets		
Tangible assets	4	12,273
		<hr/> 12,273
Current assets		
Debtors: amounts falling due within one year	5	2,405
Cash at bank and in hand	6	997
		<hr/> 3,402
Creditors: amounts falling due within one year	7	(64,078)
		<hr/>
Net current (liabilities)/assets		(60,676)
		<hr/>
Total assets less current liabilities		(48,403)
		<hr/>
Net (liabilities)/assets		(48,403)
		<hr/> <hr/>
Capital and reserves		
Called up share capital		20
Profit and loss account		(48,423)
		<hr/>
		<hr/> <hr/>

The directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the period in question in accordance with section 476 of Companies Act 2006.

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

The Company's financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The Company has opted not to file the statement of income and retained earnings in accordance with provisions applicable to companies subject to the small companies' regime.

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

J P Adlam
Director

Date: 12 November 2019

LUJO DISTILLING COMPANY LIMITED
REGISTERED NUMBER: 11245504

STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT 31 MARCH 2019

The notes on pages 3 to 6 form part of these financial statements.

LUJO DISTILLING COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2019

1. General information

The company is a limited company by shares incorporated and domiciled in the United Kingdom. Its registered office is 88 Bawtry Road, Bessacarr, Doncaster, South Yorkshire, United Kingdom, DN4 7BQ.

The principal activity of the company is the distilling and onward sale of Gin.

These financial statements have been presented in Pound Sterling as this is the currency of the primary economic environment in which the company operates.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the Company's accounting policies.

The following principal accounting policies have been applied:

2.2 Going concern

The financial statements have been prepared on the going concern basis which assumes the continuing support of the directors and shareholders.

2.3 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

Sale of goods

Revenue from the sale of goods is recognised when all of the following conditions are satisfied:

- the Company has transferred the significant risks and rewards of ownership to the buyer;
- the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the transaction; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

LUJO DISTILLING COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2019

2. Accounting policies (continued)

2.4 Operating leases: the Company as lessee

Rentals paid under operating leases are charged to the Statement of Income and Retained Earnings on a straight line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the lease term, unless another systematic basis is representative of the time pattern of the lessee's benefit from the use of the leased asset.

The Company has taken advantage of the optional exemption available on transition to FRS 102 which allows lease incentives on leases entered into before the date of transition to the standard 01 April 2017 to continue to be charged over the period to the first market rent review rather than the term of the lease.

2.5 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, on a reducing balance basis.

Depreciation is provided on the following basis:

Plant and machinery	-	20%
Fixtures and fittings	-	25%

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of Income and Retained Earnings.

2.6 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.

2.7 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.

LUJO DISTILLING COMPANY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2019**

2. Accounting policies (continued)

2.8 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.

2.9 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.

3. Employees

The average monthly number of employees, including the directors, during the period was as follows:

	2019 No.
	4
Directors	<u><u>4</u></u>

4. Tangible fixed assets

	Plant and machinery £	Fixtures and fittings £	Total £
Cost or valuation			
Additions	13,289	839	14,128
At 31 March 2019	<u>13,289</u>	<u>839</u>	<u>14,128</u>
Depreciation			
Charge for the period on owned assets	1,733	122	1,855
At 31 March 2019	<u>1,733</u>	<u>122</u>	<u>1,855</u>
Net book value			
At 31 March 2019	<u><u>11,556</u></u>	<u><u>717</u></u>	<u><u>12,273</u></u>

LUJO DISTILLING COMPANY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2019**

5. Debtors

	2019 £
Trade debtors	804
Other debtors	1,601
	<hr/> 2,405 <hr/>

6. Cash and cash equivalents

	2019 £
Cash at bank and in hand	997
	<hr/> 997 <hr/>

7. Creditors: Amounts falling due within one year

	2019 £
Trade creditors	3,062
Other creditors	59,766
Accruals and deferred income	1,250
	<hr/> 64,078 <hr/>

8. Share capital

	2019 £
Allotted, called up and fully paid	
10 Ordinary A shares of £1.00 each	10
10 Ordinary B shares of £1.00 each	10
	<hr/> 20 <hr/>

On incorporation 20 Ordinary £1 Shares were issued at par value.

9. Related party transactions

Included in other creditors amounts falling due within one year is the intercompany loan balance due to Formosa Limited. Formosa Limited is a company under the control of JP & AM Adlam. At the balance sheet date this amounts to £59,766. This loan is interest free and repayable on demand.

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.