

243892

**Islay Ales Company Ltd**  
**Financial Statements**  
**For year ended 31 March 2007**

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**Islay Ales Company Limited**  
**Company Information**  
**For year ended 31 March 2007**

Directors.	Paul V Capper Paul V Hathaway Walter Shobert
Secretary	Elizabeth Hathaway
Registered Office	Islay House Square Bridgend Isle of Islay Argyll PA44 7NZ
Registered Number	SC 243892
Accountants	J McGilvary Business Services U/F Bank of Scotland Shore Street Bowmore Isle of Islay Argyll PA43 7LB

**Islay Ales Company Ltd**  
**Report of Directors**  
**For year ended 31 March 2007**

The Directors present their report with the financial statements of the company for the year ended 31 March 2007

**RESULTS AND DIVIDENDS**

The loss for the year amounts to £759 No dividends were paid

**PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was that of the operation of a Micro Brewery

**DIRECTORS AND THEIR INTEREST**

The directors at 31 March 2007 and their interests in the share capital of the company were as follows

	At 31 03 07 Ordinary Shares
Paul V Capper	1
Paul V Hathaway	1
Walter Schobert	1

The company was incorporated on 13 February 2003

**STATEMENT OF DIRECTORS' RESPONSIBILITIES IN RESPECT OF THE ACCOUNTS**

Company law requires the directors to prepare accounts for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period In preparing the accounts, directors are required to

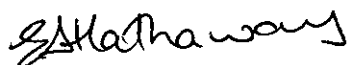
Select suitable accounting policies then apply them consistently,

Make judgements and estimates that are reasonable and prudent,

Prepare the accounts on the going concern basis unless it is appropriate to presume that the company will continue in business

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the accounts comply with the Companies Act They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities

By order of the board



Secretary  
Elizabeth Hathaway Date 10/5/07

**Islay Ales Company Ltd**  
**Accountants' Report**  
**For year ended 31 March 2007**

Accountants' report to the shareholders on the unaudited accounts of Islay Ales Company Limited

We report on the accounts for the year ended 31 March 2007 set out on pages 4 10

**RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND REPORTING ACCOUNTANTS**

As described on page 5 of the company's directors are responsible for the preparation of the accounts, and they consider that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

**BASIS OF OPINION**

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants and so our procedures consisted of comparing the accounts with the accounting records kept by the company and making such limited enquiries of the company as we considered necessary for the purpose of this report. These procedures only provide assurance expressed on our opinion.

**OPINION**

In our opinion:

- A) the accounts are in agreement with the accounting records kept by the company under Section 221 of the Companies Act 1985
- B) having regard only to, and on the basis of, the information contained in those accounting records
  - (i) the accounts have been drawn up in a manner consistent with the accounting requirements specified in Section 249C(6) of the Act, and
  - (ii) the company satisfied the conditions for exemption from an audit of the accounts for the period specified in Section 249A(4) of the Act and did not, at any time within that period, fall within any of the categories of companies not entitled to the exemption specified in Section 249 B (1)

Reporting Accountants

J McGilvary Business Services  
U/f Bank of Scotland  
Shore Street  
Bowmore  
Isle of Islay

Dated 25 April 2007

**Islay Ales Company Limited**  
**Profit and Loss Account**  
**For year ended 31 March 2007**

	Notes	£	2007 £	£	2006 £
Turnover	2		92,451		85,762
Cost of Goods Sold			<u>34,490</u>		<u>38,890</u>
<b>Gross Profit</b>			57,961		46,872
Interest Received			<u>0</u>		<u>0</u>
			57,961		46,872
Other Income			<u>0</u>		<u>5,500</u>
			57,961		52,372
Administrative Expenses			<u>52,913</u>		<u>46,758</u>
<b>Operating Profit</b>	3		5,047		5,614
Interest Payable and Similar Charges			<u>5,806</u>		<u>6,091</u>
<b>Profit on Ordinary Activities before Taxation</b>			759		478
Tax on Profit on Ordinary Activities			<u>0</u>		<u>0</u>
<b>Profit for Year after Taxation</b>			759		478
Retained Profit/(Loss) brought forward			11,546		11,068
<b>Profit Carried Forward</b>			<u><u>-12,305</u></u>		<u><u>-11,546</u></u>

**Islay Ales Company Limited**

SC 243892

**Balance Sheet****As at 31 March 2007**

	Notes	£	2007 £	£	2006 £
<b>Fixed Assets</b>					
Tangible Assets	5		18,613		20,866
<b>Current Assets</b>					
Stock		21,606		16,279	
Debtors	6	6,266		3,996	
Cash in hand		311		1	
			28,183	20,276	
<b>Creditors</b>					
Amounts Falling Due within One Year	7	42,309		35,294	
			14,126		15,018
<b>Total Assets Less Current Liabilities</b>			<b>4,486</b>		<b>5,849</b>
<b>Creditors</b>					
Amounts Falling Due after One Year	8		16,786		17,388
			<b>12,300</b>		<b>11,541</b>
<b>Reserves</b>					
Called Up Share Capital		5		5	
Profit and Loss Account		12,305		11,546	
			<b>12,300</b>		<b>11,541</b>

The directors have taken advantage of the exemptions available to small companies conferred by Section 246 of, and contained in Section A Part III of Schedule 8 to, Companies Act 1985, on the grounds that the company qualifies for those exemptions as a small company under Section 247 of the Companies Act 1985

The directors confirm that for the year ended 31 March 2007 the company is eligible to take advantage of the exemption from an audit under Section 249A(1) of the Companies Act 1985 and that no shareholders holding more than 10% of the issue share capital have requested an audit under Section 249B(2) of the Companies Act 1985

The directors acknowledge their obligations to keep proper accounting records which comply with Section 221 of the Companies Act 1985 and to prepare accounts which give a true and fair view of the company's position in accordance with the requirements of Section 226 of the Companies Act 1985

**Islay Ales Company Limited**

**Balance Sheet cont**

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002)

**ON BEHALF OF THE BOARD**



Elizabeth Hathaway

Approved by the board on 10/5/07 .

**Islay Ales Company Limited**  
**Notes to Financial Statements**  
**For year ended 31 March 2007**

**1. ACCOUNTING POLICIES**

**a) Basis of preparation**

The financial statements have been prepared under the historical cost convention and in accordance with Financial Reporting Standard for Smaller Entities (effective June 2002)

**b) Tangible Fixed Assets**

Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost or valuation, less estimated residual value, of each asset over its expected useful life

Plant & Equipment	15% reducing balance
Computer	25% reducing balance
Tenant Improvements	15% reducing balance
Office Equipment & Furniture	15% reducing balance
Fixture & Fittings	15% reducing balance
Motor Van	20% reducing balance

**c) Stocks**

Stocks are valued at the lower of cost and net realisable value

**d) Deferred Tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date

**e) Leasing and hire purchase commitments**

Assets held under finance leases and hire purchase contracts are capitalised in the balance sheet and are depreciated over their useful lives. The interest element of the rental obligations is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding

**2. TURNOVER**

Turnover which is stated net of value added tax and discounts allowed, represents amounts charged to third parties including in respect of amounts not invoiced



### **3. OPERATING PROFIT**

This is stated after charging.

	2007	2006
	£	£
Depreciation owned assets	3,317	2,487
Depreciation Leased assets	272	1,584
	<u>3,590</u>	<u>4,072</u>

### **4. DIVIDENDS**

No dividend was paid

### **5. TANGIBLE FIXED ASSETS**

	Additions	31/3/07	31/3/06
	£	£	£
<b>Cost:</b>			
Plant & Equipment	1,085	21,153	20,068
Computer	17	2,587	2,570
Tenant Improvements	0	3,837	3,837
Motor Van	0	4,648	4,648
Fixtures & Fittings	0	977	977
Office Equipment & Furniture	235	1,343	1,108
	<u>1,336</u>	<u>34,544</u>	<u>27,583</u>
<b>Depreciation:</b>			
Plant & Equipment	2,126	9,103	6,977
Computer	276	1,757	1,481
Tenant Improvements	350	1,856	1,506
Motor Van	595	2,269	1,674
Fixtures & Fittings	106	376	270
Office Equipment & Furniture	136	570	434
	<u>3,590</u>	<u>15,932</u>	<u>12,342</u>
<b>Net book value</b>		<u>18,613</u>	<u>15,241</u>

The net book value of computer equipment above includes an amount £816 in respect of assets held under finance lease and hire purchase agreements

Fixed Asset cost is stated net of any capital grant received for the asset

### **6. DEBTORS**

	2007	2006
	£	£
Debtors	4,487	2,748
VAT control	1,780	1,249
	<u>6,266</u>	<u>3,996</u>

**7. CREDITORS : AMOUNTS FALLING DUE UNDER 1 YEAR**

	2007	2006
	£	£
Current Account	35,974	27,970
Finance Lease	103	3,252
Credit Cards	984	298
Trade Creditors and Accruals	5,248	3,775
	<u>42,309</u>	<u>35,294</u>

**8. CREDITORS : AMOUNTS FALLING DUE AFTER 1 YEAR**

	2007	2006
	£	£
Loans	16,786	17,388
	<u>16,786</u>	<u>17,388</u>

**9. OBLIGATIONS UNDER FINANCE LEASE**

	2007	2006
	£	£
Brewing Equipment (547265)	0	2,012
Casks/Computer (549519)	0	1,121
Casks (550886)	102	119
	<u>102</u>	<u>3,252</u>

**10. LOANS**

	2007	2006
	£	£
Not wholly repayable within 5 years		
Director's loans	16,786	17,388
	<u>16,786</u>	<u>17,388</u>

## **11. SHARE CAPITAL**

	Authorised	Allotted, called up	
	2007	and fully paid	
	No	2007	2006
		£	£
Ordinary shares of £1 each	5	5	5

## **12. RECONCILIATION OF SHAREHOLDERS FUNDS AND MOVEMENT ON RESERVES**

	Share	Profit and	
	capital	Loss Account	
		2007	2006
		£	£
Profit/Loss for year		759	478
Reserves		11,546	11,068
Dividend		0	0
As at 31 March 2007	5	12,305	11,546

## **13. CAPITAL COMMITMENTS**

The company had no capital commitments at the year end or commitments under finance leases whose inception occurs after the year end