

**ISLAY ALES COMPANY LIMITED
DIRECTORS' REPORT AND
ABRIDGED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

Islay Ales Company Limited
Directors' Report and Abridged Financial Statements
For The Year Ended 31 March 2022

Contents

	Page
Company Information	1
Directors' Report	2
Accountant's Report	3
Abridged Profit and Loss Account	4
Abridged Balance Sheet	5—6
Notes to the Abridged Financial Statements	7—9

Islay Ales Company Limited
Company Information
For The Year Ended 31 March 2022

Directors	Mr J.M.Mackay Smith Mr Donald MacKenzie
Company Number	SC243892
Registered Office	The Brewery Islay House Square Bridgend Isle of Islay PA44 7NZ
Accountants	Connor Accountants & Advisors U/F Bank of Scotland Shore Street, Bowmore Isle of Islay Argyll PA43 7LB

Islay Ales Company Limited
Company No. SC243892
Directors' Report For The Year Ended 31 March 2022

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

Statement of Directors' Responsibilities

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they 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 financial statements the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

Directors

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

Mr J.M.Mackay Smith

Mr Donald MacKenzie

Small Company Rules

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.

On behalf of the board

Mr J.M.Mackay Smith

Director

4th October 2022

**Islay Ales Company Limited
Accountant's Report
For The Year Ended 31 March 2022**

In accordance with the engagement letter dated , and in order to assist you to fulfil your duties under the Companies Act 2006, we have compiled the financial statements of the company from the accounting records and information and explanations you have given to us.

This report is made to the directors in accordance with the terms of our engagement. Our work has been undertaken to prepare for approval by the directors the financial statements that we have been engaged to compile, to report to the directors that we have done so, and to state those matters that we have agreed to state to them in this report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's directors for our work or for this report.

You have acknowledged on the balance sheet as at year ended 31 March 2022 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 2006. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. 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 financial statements.

Signed

Jean Connor AFA FFTA ACIE

4th October 2022

Connor Accountants & Advisors
U/F Bank of Scotland
Shore Street, Bowmore
Isle of Islay
Argyll
PA43 7LB

Islay Ales Company Limited
Abridged Profit and Loss Account
For The Year Ended 31 March 2022

	Notes	2022 £	2021 £
GROSS PROFIT		40,626	42,394
Distribution costs		(2,591)	(1,951)
Administrative expenses		(9,599)	(13,031)
		<hr/>	<hr/>
OPERATING PROFIT		28,436	27,412
Interest payable and similar charges		(174)	(709)
		<hr/>	<hr/>
PROFIT BEFORE TAXATION		28,262	26,703
Tax on Profit		(967)	-
		<hr/>	<hr/>
PROFIT AFTER TAXATION BEING PROFIT FOR THE FINANCIAL YEAR		27,295	26,703
		<hr/> <hr/>	<hr/> <hr/>

The notes on pages 7 to 9 form part of these financial statements.

Islay Ales Company Limited
Abridged Balance Sheet
As at 31 March 2022

		2022	2021
	Notes	£	£
FIXED ASSETS			
Tangible Assets	3	13,986	16,673
		13,986	16,673
CURRENT ASSETS			
Stocks		57,837	23,084
Debtors	4	4,688	7,324
Cash at bank and in hand		4,516	18,799
		67,041	49,207
Creditors: Amounts Falling Due Within One Year		(56,288)	(68,436)
NET CURRENT ASSETS (LIABILITIES)		10,753	(19,229)
TOTAL ASSETS LESS CURRENT LIABILITIES		24,739	(2,556)
NET ASSETS/(LIABILITIES)		24,739	(2,556)
CAPITAL AND RESERVES			
Called up share capital	5	155	155
Share premium account		14,850	14,850
Profit and Loss Account		9,734	(17,561)
SHAREHOLDERS' FUNDS		24,739	(2,556)

Islay Ales Company Limited
Abridged Balance Sheet (continued)
As at 31 March 2022

For the year ending 31 March 2022 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

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

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

All of the company's members have consented to the preparation of an Abridged Profit and Loss Account and an Abridged Balance Sheet for the year end 31 March 2022 in accordance with section 444(2A) of the Companies Act 2006.

On behalf of the board

Mr J.M.Mackay Smith

Director

4th October 2022

The notes on pages 7 to 9 form part of these financial statements.

Islay Ales Company Limited
Notes to the Abridged Financial Statements
For The Year Ended 31 March 2022

1. Accounting Policies

1.1. Basis of Preparation of Financial Statements

The financial statements are prepared under the historical cost convention and in accordance with the FRS 102 Section 1A Small Entities - The Financial Reporting Standard applicable in the UK and Republic of Ireland and the Companies Act 2006.

1.2. 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 is reduced for estimated customer returns, rebates and other similar allowances.

Sale of goods

Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods has transferred to the buyer. This is usually at the point that the customer has signed for the delivery of the goods.

Rendering of services

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. Turnover is only recognised to the extent of recoverable expenses when the outcome of a contract cannot be estimated reliably.

1.3. Tangible Fixed Assets and Depreciation

Tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. Depreciation is provided at rates calculated to write off the cost of the fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Tenant Improvements	20% reducing balance
Plant & Machinery	20% reducing balance
Motor Vehicles	20% reducing balance
Fixtures & Fittings	20% reducing balance
Computer Equipment	20% reducing balance

1.4. Stocks and Work in Progress

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads. Work-in-progress is reflected in the accounts on a contract by contract basis by recording turnover and related costs as contract activity progresses.

Islay Ales Company Limited
Notes to the Abridged Financial Statements (continued)
For The Year Ended 31 March 2022

1.5. Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the statement of comprehensive income because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax is recognised on timing differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable timing differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible timing differences can be utilised. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. Deferred tax liabilities are presented within provisions for liabilities and deferred tax assets within debtors. The measurement of deferred tax liabilities and assets reflect the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Current or deferred tax for the year is recognised in profit or loss, except when they related to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax is also recognised in other comprehensive income or directly in equity respectively.

2. Average Number of Employees

Average number of employees, including directors, during the year was as follows:

	2022	2021
Sales, marketing and distribution	1	1
Manufacturing	-	1
	<u>1</u>	<u>2</u>

Islay Ales Company Limited
Notes to the Abridged Financial Statements (continued)
For The Year Ended 31 March 2022

3. Tangible Assets

	Total £
Cost	
As at 1 April 2021	68,814
As at 31 March 2022	68,814
Depreciation	
As at 1 April 2021	52,141
Provided during the period	2,687
As at 31 March 2022	54,828
Net Book Value	
As at 31 March 2022	13,986
As at 1 April 2021	16,673

4. Debtors

	2022 £	2021 £
Due after more than one year		
Amounts owed by subsidiaries	(20,000)	-
	(20,000)	-

5. Share Capital

	2022	2021
Allotted, Called up and fully paid	155	155

6. Directors Advances, Credits and Guarantees

Included within Debtors are the following loans to directors:

The above loan is unsecured, interest free and repayable on demand.

7. General Information

Islay Ales Company Limited is a private company, limited by shares, incorporated in Scotland, registered number SC243892 .
The registered office is The Brewery, Islay House Square, Bridgend, Isle of Islay, PA44 7NZ.

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.