

**Dartmoor Brewery Limited**

**Annual Report and Financial Statements  
Year Ended 30 April 2020**

**Registration number: 02909638**

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# **Dartmoor Brewery Limited**

## **Company Information**

**Directors** Mr P G Davies  
Mr P B M Cliff  
Mr R J Hutchings  
Mr I Cobham

**Company secretary** S L Secretaries Ltd

**Registered office** 9 Lady Park Road  
Livermead  
Torquay  
Devon  
TQ2 6UA

**Auditors** PKF Francis Clark  
Statutory auditor  
Sigma House  
Oak View Close  
Edginswell Park  
Torquay  
Devon  
TQ2 7FF

# Dartmoor Brewery Limited

## Balance Sheet

30 April 2020

	Note	2020 £	2019 £
<b>Fixed assets</b>			
Tangible assets	5	1,329,727	1,379,603
Investments	6	36,810	48,600
		<u>1,366,537</u>	<u>1,428,203</u>
<b>Current assets</b>			
Stocks		131,216	115,603
Debtors	7	351,335	433,193
Cash at bank and in hand		102,722	54,790
		<u>585,273</u>	<u>603,586</u>
<b>Creditors: Amounts falling due within one year</b>	8	<u>(565,062)</u>	<u>(654,285)</u>
<b>Net current assets/(liabilities)</b>		<u>20,211</u>	<u>(50,699)</u>
<b>Total assets less current liabilities</b>		1,386,748	1,377,504
<b>Creditors: Amounts falling due after more than one year</b>	8	(272,432)	(290,547)
<b>Deferred tax</b>		<u>(95,446)</u>	<u>(100,000)</u>
<b>Net assets</b>		<u>1,018,870</u>	<u>986,957</u>
<b>Capital and reserves</b>			
Called up share capital		100	100
Profit and loss account		<u>1,018,770</u>	<u>986,857</u>
<b>Total equity</b>		<u>1,018,870</u>	<u>986,957</u>

These financial statements have been prepared and delivered in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 7/1/21 and signed on its behalf by:



Mr P G Davies  
Director

Company Registration Number: 02909638

# **Dartmoor Brewery Limited**

## **Notes to the Financial Statements**

**Year Ended 30 April 2020**

### **1 General information**

The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is:

9 Lady Park Road  
Livermead  
Torquay  
Devon  
TQ2 6UA

The principal place of business is:

Princetown Brewery  
Station Road  
Yelverton  
Devon  
PL20 6QX

### **2 Accounting policies**

#### **Summary of significant accounting policies and key accounting estimates**

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

#### **Statement of compliance**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

#### **Basis of preparation**

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

The functional and presentational currency of the company is sterling.

# **Dartmoor Brewery Limited**

## **Notes to the Financial Statements**

### **Year Ended 30 April 2020**

#### **Going concern**

The company meets its day to day working capital requirements through an overdraft facility which is repayable on demand, a long term bank loan and an undertaking from its parent company Warm Welcome Management Limited to provide sufficient continuing facilities.

The directors have considered the going concern position of the group:

The results for the year ended 30 April 2020 were of course affected by the Covid-19 pandemic and the nationwide lockdown which commenced in March 2020. The continued social distancing measures and November lockdown have continued to affect the group's hotel operations. The implications for Dartmoor Brewery have been less pronounced as the brewery has moved towards making lower margin sales, including via its website which has recently been seeing record sales.

The directors are cautiously optimistic that as the vaccines become more widely available the hotels will be able to return to more normal levels of trading in the spring/summer 2021. Looking to the longer term they are confident of the outlook for the domestic tourism market, particularly in rural locations like Dartmoor.

In the meantime, the group has healthy cash reserves (including an unused overdraft facility) and gearing is low, with bank loans which are minimal in relation to the value of its properties. The directors therefore have no reason to believe that the group will not be able to continue to operate as a going concern for the coming 12 months and for this reason the financial statements have been prepared on the going concern basis.

#### **Revenue recognition**

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of value added tax, returns, rebates and discounts and after eliminating sales within the company.

The company recognises revenue when the goods are despatched.

#### **Other grants**

Capital grants are received from South West Grant Funding (SWGF) in respect of capital expenditure. SWGF are initially taken to the grant account. Credits are made to the profit and loss account by equal instalments over a period of 50 years which, on average, matches the period over which the relevant fixed assets are depreciated.

Revenue grants, including the CJRS grant, are recognised in the period to which they relate.

#### **Tax**

Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current corporation tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Deferred tax is recognised on all timing differences at the balance sheet date unless indicated below. Timing differences are differences between taxable profits and the results as stated in the profit and loss account and other comprehensive income. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

# Dartmoor Brewery Limited

## Notes to the Financial Statements

Year Ended 30 April 2020

### Tangible assets

Tangible assets are stated in the balance sheet at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

### Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Freehold Property	2% Straight line
Plant and equipment	10% Straight line
Fixtures and fittings	15% Reducing balance
Motor vehicles	25% Reducing balance
Casks	15% Reducing balance

### Intangible assets

Separately acquired trademarks are shown at historical cost.

### Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Trademarks	25% Straight line

### Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell, after making due allowance for obsolete and slow moving items. Cost is determined using the first-in, first-out (FIFO) method.

### Leases

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the statement of income and retained earnings on a straight line basis over the period of the lease.

Rentals paid under operating leases are charged to the statement of income and retained earnings on a straight line basis over the period of the lease.

# **Dartmoor Brewery Limited**

## **Notes to the Financial Statements**

**Year Ended 30 April 2020**

### **Defined contribution pension obligation**

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due.

# **Dartmoor Brewery Limited**

## **Notes to the Financial Statements**

### **Year Ended 30 April 2020**

#### **Financial instruments**

##### ***Classification***

The company holds the following financial instruments:

- Short term trade and other debtors and creditors;
- Short term Intra-group debtors and creditors;
- Investments;
- Hire purchase liabilities;
- Bank loans; and
- Cash and bank balances.

All financial instruments are classified as basic.

##### ***Recognition and measurement***

The company has chosen to apply the recognition and measurement principles in FRS102.

Financial instruments are recognised when the company becomes party to the contractual provisions of the instrument and derecognised when in the case of assets, the contractual rights to cash flows from the assets expire or substantially all the risks and rewards of ownership are transferred to another party, or in the case of liabilities, when the company's obligations are discharged, expire or are cancelled.

Except for investments, hire purchase liabilities and bank loans, such instruments are initially measured at transaction price, including transaction costs, and are subsequently carried at the undiscounted amount of the cash or other consideration expected to be paid or received, after taking account of impairment adjustments.

Investments where they are publicly traded or their fair value can be measured reliably, are measured at fair value through the profit and loss account. The fair value has been measured at the quoted market price at the balance sheet date. Investments where the fair value cannot be measured reliably, are measured at cost less impairment.

Hire purchase liabilities and bank loans are initially measured at transaction price, including transaction costs, and are subsequently carried at amortised cost using the effective interest method.

#### **3 Staff numbers**

The average number of persons employed by the company (including directors) during the year, was 20 (2019 - 19).



## Dartmoor Brewery Limited

### Notes to the Financial Statements

Year Ended 30 April 2020

#### 4 Intangible assets

	Trademarks £	Total £
<b>Cost or valuation</b>		
At 1 May 2019	<u>17,503</u>	<u>17,503</u>
At 30 April 2020	<u>17,503</u>	<u>17,503</u>
<b>Amortisation</b>		
At 1 May 2019	<u>17,503</u>	<u>17,503</u>
At 30 April 2020	<u>17,503</u>	<u>17,503</u>
<b>Carrying amount</b>		
At 30 April 2020	<u>-</u>	<u>-</u>
At 30 April 2019	<u>-</u>	<u>-</u>

## Dartmoor Brewery Limited

### Notes to the Financial Statements

Year Ended 30 April 2020

#### 5 Tangible assets

	Freehold Property £	Fixtures and fittings £	Motor vehicles £	Plant and equipment £	Casks £	Total £
<b>Cost or valuation</b>						
At 1 May 2019	1,081,007	125,168	138,077	1,188,236	386,140	2,918,628
Additions	-	4,214	37,315	38,051	-	79,580
At 30 April 2020	1,081,007	129,382	175,392	1,226,287	386,140	2,998,208
<b>Depreciation</b>						
At 1 May 2019	227,766	114,465	94,605	824,222	277,967	1,539,025
Charge for the year	21,626	2,240	20,199	69,163	16,228	129,456
At 30 April 2020	249,392	116,705	114,804	893,385	294,195	1,668,481
<b>Carrying amount</b>						
At 30 April 2020	831,615	12,677	60,588	332,902	91,945	1,329,727
At 30 April 2019	853,241	10,703	43,472	364,014	108,173	1,379,603

# Dartmoor Brewery Limited

## Notes to the Financial Statements

Year Ended 30 April 2020

### 6 Investments

	Listed investments £	Total £
<b>Valuation</b>		
At 1 May 2019	48,600	48,600
Fair value adjustments	(11,790)	(11,790)
At 30 April 2020	36,810	36,810
<b>Carrying amount</b>		
At 30 April 2020	36,810	36,810
At 30 April 2019	48,600	48,600

### 7 Debtors

	2020 £	2019 £
Trade debtors	205,192	414,107
Amounts due from group undertakings	97,592	2,602
Other debtors	10,000	-
Prepayments	38,551	16,484
	351,335	433,193

# Dartmoor Brewery Limited

## Notes to the Financial Statements

Year Ended 30 April 2020

### 8 Creditors

#### Creditors: amounts falling due within one year

	Note	2020 £	2019 £
<b>Due within one year</b>			
Loans and borrowings	9	75,302	83,736
Trade creditors		292,121	200,153
Amounts due to group undertakings		1,561	101,898
Social security and other taxes		56,481	113,448
Other creditors		84,416	113,781
Corporation tax		53,181	39,269
Deferred income		2,000	2,000
		<u>565,062</u>	<u>654,285</u>

#### Creditors: amounts falling due after more than one year

	Note	2020 £	2019 £
<b>Due after one year</b>			
Loans and borrowings	9	229,432	245,547
Deferred income		43,000	45,000
		<u>272,432</u>	<u>290,547</u>

	2020 £	2019 £
After more than five years by instalments	<u>46,560</u>	<u>62,765</u>

#### Bank borrowings

Bank borrowings are secured by a charge over the company's assets.

Hire purchase liabilities are secured by a charge over the assets financed.

# Dartmoor Brewery Limited

## Notes to the Financial Statements

Year Ended 30 April 2020

### 9 Loans and borrowings

	2020 £	2019 £
<b>Loans and borrowings due after one year</b>		
Bank borrowings	181,181	223,940
Hire purchase liabilities	48,251	21,607
	<u>229,432</u>	<u>245,547</u>

	2020 £	2019 £
<b>Current loans and borrowings</b>		
Bank borrowings	48,179	56,503
Hire purchase liabilities	27,123	27,233
	<u>75,302</u>	<u>83,736</u>

### 10 Financial commitments, guarantees and contingencies

#### Amounts not provided for in the balance sheet

The total amount of financial commitments not included in the balance sheet is £Nil (2019 - £1,219). This relates to capital commitments amounting to £Nil (2018: £nil) and operating lease commitments amounting to £nil (2019: £1,219).

### 11 Parent and ultimate parent undertaking

The company's immediate and ultimate parent company is Warm Welcome Management Limited, incorporated in England and Wales.

The registered office of this company is 9 Lady Park Road, Livermead, Torquay, TQ2 6UA.

### 12 Audit report

The Independent Auditors' Report was unqualified. The name of the Senior Statutory Auditor who signed the audit report was Martin Hobbs BSc ACA, who signed for and on behalf of PKF Francis Clark on ...11...January...2021.