

Registration number: 02910311

# The Hurns Beer Co Limited

Annual Report and Unaudited Financial Statements

for the Year Ended 31 March 2019



EJE Accountants Limited  
Chartered Certified Accountants  
Celtic House  
Fabian Way  
Swansea  
SA1 8QB

# **The Hurns Beer Co Limited**

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# **The Hurns Beer Co Limited**

## **Company Information**

<b>Directors</b>	Ms C P Parry Mrs C F Parry Mr W T Parry
<b>Registered office</b>	Hurns House Kingsway Business Centre Fforestfach Swansea SA5 4DL
<b>Accountants</b>	EJE Accountants Limited Chartered Certified Accountants Celtic House Fabian Way Swansea SA1 8QB

# The Hurns Beer Co Limited

(Registration number: 02910311)  
Balance Sheet as at 31 March 2019

	Note	2019 £	2018 £
<b>Fixed assets</b>			
Intangible assets	4	5,750	-
Tangible assets	5	102,651	138,122
Investments		25,000	25,000
		<u>133,401</u>	<u>163,122</u>
<b>Current assets</b>			
Stocks	7	373,644	589,487
Debtors	8	1,281,929	3,877,925
Cash at bank and in hand		1,786	149
		<u>1,657,359</u>	<u>4,467,561</u>
<b>Creditors: Amounts falling due within one year</b>	9	<u>(1,134,255)</u>	<u>(3,998,408)</u>
<b>Net current assets</b>		<u>523,104</u>	<u>469,153</u>
<b>Total assets less current liabilities</b>		656,505	632,275
<b>Creditors: Amounts falling due after more than one year</b>	9	(16,058)	(35,555)
<b>Provisions for liabilities</b>		<u>(18,308)</u>	<u>(24,914)</u>
<b>Net assets</b>		<u>622,139</u>	<u>571,806</u>
<b>Capital and reserves</b>			
Called up share capital		2	2
Profit and loss account		<u>622,137</u>	<u>571,804</u>
<b>Total equity</b>		<u>622,139</u>	<u>571,806</u>

**The Hurns Beer Co Limited**  
**(Registration number: 02910311)**  
**Balance Sheet as at 31 March 2019**

For the financial year ending 31 March 2019 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have 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.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 13/12/19 and signed on its behalf by:

  
.....

Ms C P Parry  
Director

# **The Hurns Beer Co Limited**

## **Notes to the Financial Statements for the Year Ended 31 March 2019**

### **1 General information**

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

The address of its registered office is:

Hurns House  
Kingsway Business Centre  
Fforestfach  
Swansea  
SA5 4DL

These financial statements were authorised for issue by the Board on 13 December 2019.

### **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.

#### **Tangible assets**

Tangible assets are stated in the statement of financial position 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:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Office equipment	25% reducing balance
Motor vehicles	25% reducing balance

#### **Business combinations**

Business combinations are accounted for using the purchase method. The consideration for each acquisition is measured at the aggregate of the fair values at acquisition date of assets given, liabilities incurred or assumed, and equity instruments issued by the group in exchange for control of the acquired, plus any costs directly attributable to the business combination. When a business combination agreement provides for an adjustment to the cost of the combination contingent on future events, the group includes the estimated amount of that adjustment in the cost of the combination at the acquisition date if the adjustment is probable and can be measured reliably.

## **The Hurns Beer Co Limited**

### **Notes to the Financial Statements for the Year Ended 31 March 2019**

#### **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:

<b>Asset class</b>	<b>Amortisation method and rate</b>
Website Development Costs	33.33% of NBV

#### **Investments**

Investments in equity shares which are publicly traded or where the fair value can be measured reliably are initially measured at fair value, with changes in fair value recognised in profit or loss. Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment.

Interest income on debt securities, where applicable, is recognised in income using the effective interest method. Dividends on equity securities are recognised in income when receivable.

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

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

#### **Trade debtors**

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

#### **Stocks**

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

#### **Trade creditors**

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

## **The Hurns Beer Co Limited**

### **Notes to the Financial Statements for the Year Ended 31 March 2019**

#### **Borrowings**

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

#### **Leases**

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

#### **Share capital**

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

#### **Dividends**

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

#### **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. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

### **3 Staff numbers**

The average number of persons employed by the company (including directors) during the year, was 27 (2018 - 27).



# **The Hurns Beer Co Limited**

## **Notes to the Financial Statements for the Year Ended 31 March 2019**

### **4 Intangible assets**

	<b>Internally generated software development costs £</b>	<b>Total £</b>
<b>Cost or valuation</b>		
Additions acquired separately	<u>8,625</u>	<u>8,625</u>
At 31 March 2019	<u>8,625</u>	<u>8,625</u>
<b>Amortisation</b>		
Amortisation charge	<u>2,875</u>	<u>2,875</u>
At 31 March 2019	<u>2,875</u>	<u>2,875</u>
<b>Carrying amount</b>		
At 31 March 2019	<u><u>5,750</u></u>	<u><u>5,750</u></u>

The aggregate amount of research and development expenditure recognised as an expense during the period is £Nil (2018 - £Nil).

# The Hurns Beer Co Limited

## Notes to the Financial Statements for the Year Ended 31 March 2019

### 5 Tangible assets

	Motor vehicles £	Other property, plant and equipment £	Total £
<b>Cost or valuation</b>			
At 1 April 2018	261,715	51,087	312,802
Additions	-	833	833
At 31 March 2019	<u>261,715</u>	<u>51,920</u>	<u>313,635</u>
<b>Depreciation</b>			
At 1 April 2018	146,064	28,616	174,680
Charge for the year	<u>31,261</u>	<u>5,043</u>	<u>36,304</u>
At 31 March 2019	<u>177,325</u>	<u>33,659</u>	<u>210,984</u>
<b>Carrying amount</b>			
At 31 March 2019	<u>84,390</u>	<u>18,261</u>	<u>102,651</u>
At 31 March 2018	<u>115,651</u>	<u>22,471</u>	<u>138,122</u>

### 6 Investments

	2019 £	2018 £
Investments in associates	<u>25,000</u>	<u>25,000</u>
<b>Associates</b>		£
<b>Cost</b>		
Additions		<u>25,000</u>
<b>Provision</b>		
<b>Carrying amount</b>		
At 31 March 2019		<u>25,000</u>
At 31 March 2018		<u>25,000</u>

### 7 Stocks

	2019 £	2018 £
Other inventories	<u>373,644</u>	<u>589,487</u>

# **The Hurns Beer Co Limited**

## **Notes to the Financial Statements for the Year Ended 31 March 2019**

### **8 Debtors**

	Note	2019 £	2018 £
Trade debtors		536,788	653,953
Amounts owed by group undertakings and undertakings in which the company has a participating interest		536,205	3,093,688
Other debtors		<u>208,936</u>	<u>130,284</u>
Total current trade and other debtors		<u><u>1,281,929</u></u>	<u><u>3,877,925</u></u>

### **9 Creditors**

	Note	2019 £	2018 £
<b>Due within one year</b>			
Bank loans and overdrafts	10	334,514	58,955
Trade creditors		562,558	1,026,587
Amounts owed to group undertakings and undertakings in which the company has a participating interest		55,777	2,816,370
Taxation and social security		74,484	53,064
Other creditors		<u>106,922</u>	<u>43,432</u>
		<u><u>1,134,255</u></u>	<u><u>3,998,408</u></u>
<b>Due after one year</b>			
Loans and borrowings	10	<u><u>16,058</u></u>	<u><u>35,555</u></u>

### **10 Loans and borrowings**

	2019 £	2018 £
<b>Non-current loans and borrowings</b>		
Finance lease liabilities	<u><u>16,058</u></u>	<u><u>35,555</u></u>
<b>Current loans and borrowings</b>		
Bank overdrafts	315,016	38,709
Finance lease liabilities	<u><u>19,498</u></u>	<u><u>20,246</u></u>
	<u><u>334,514</u></u>	<u><u>58,955</u></u>