

Company registration number: 04941964

Braham & Murray Limited

Filleted financial statements

31 March 2021

BRAHAM & MURRAY LIMITED

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BRAHAM & MURRAY LIMITED

DIRECTORS RESPONSIBILITIES STATEMENT

YEAR ENDED 31 MARCH 2021

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 the profit or loss of the company for that period.

In preparing these 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; and
- 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.

BRAHAM & MURRAY LIMITED

STATEMENT OF FINANCIAL POSITION

31 MARCH 2021

	Note	2021 £	2020 £
Fixed assets			
Intangible assets	5	50,240	11,494
Tangible assets	6	1,064,712	1,032,971
		<u>1,114,952</u>	<u>1,044,465</u>
Current assets			
Stocks		488,779	702,937
Debtors	7	974,847	879,654
Cash at bank and in hand		12,855	278,621
		<u>1,476,481</u>	<u>1,861,212</u>
Creditors: amounts falling due within one year	8	(1,489,804)	(986,794)
Net current (liabilities)/assets		<u>(13,323)</u>	<u>874,418</u>
Total assets less current liabilities		<u>1,101,629</u>	<u>1,918,883</u>
Creditors: amounts falling due after more than one year	9	(2,352,043)	(930,081)
Provisions for liabilities		-	(220,000)
Net (liabilities)/assets		<u>(1,250,414)</u>	<u>768,802</u>
Capital and reserves			
Called up share capital		1,536	1,523
Share premium account	10	8,974,814	8,974,814
Equity components of compound instruments	10	313,293	113,128
Profit and loss account	10	(10,540,057)	(8,320,663)
Shareholders (deficit)/funds		<u>(1,250,414)</u>	<u>768,802</u>

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the statement of comprehensive income has not been delivered.

These financial statements were approved by the board of directors and authorised for issue on 22 June 2021 , and are signed on behalf of the board by:

Mr P H Skipworth Mr D L Shaw

Director Director

Company registration number: 04941964

BRAHAM & MURRAY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2021

1. General information

The company is a private company limited by shares, registered in England & Wales. The address of the registered office is Braham & Murray Limited , Collabear Farm, Near Tawstock, Barnstaple, North Devon, EX31 3JZ.

Principal activity

The principal activity of the company is that of the manufacture and supply of food products.

2. Statement of compliance

These financial statements have been prepared in compliance with the provisions of FRS 102, Section 1A, 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis. The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

The accounts have been prepared on a going concern basis following the parent company agreeing to provide financial support for a period not less than 12 months from the date of signing the financial statements to allow the company to meet their liabilities as they fall due.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Accounting estimates and assumptions are made concerning the future and, by their nature, will rarely equal the related actual outcome.

Turnover

Turnover is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, net of discounts and Value Added Tax.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership have transferred to the buyer, usually on despatch of the goods; the amount of revenue can be measured reliably; it is probable that the associated economic benefits will flow to the entity and the costs incurred or to be incurred in respect of the transactions can be measured reliably.

Intangible assets

Intangible assets are initially recorded at cost, and are subsequently stated at cost less any accumulated amortisation and impairment losses.

Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful life of that asset as follows:

Intellectual Property	-	20 % straight line
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If there is an indication that there has been a significant change in amortisation rate, useful life or residual value of an intangible asset, the amortisation is revised prospectively to reflect the new estimates.

Research and development

Research expenditure is written off in the year in which it is incurred.

Tangible assets

Tangible fixed assets are initially recorded at cost, and are subsequently stated at cost less any accumulated depreciation and impairment losses.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Leasehold improvements	-	20 % reducing balance
Plant and machinery	-	20 % reducing balance
Fittings fixtures and equipment	-	20% or 25% straight line

If there is an indication that there has been a significant change in depreciation rate, useful life or residual value of tangible assets, the depreciation is revised prospectively to reflect the new estimates.

Impairment

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date. When it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that are largely independent of the cash inflows from other assets or groups of assets.

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stocks to their present location and condition.

Financial instruments

A financial asset or a financial liability is recognised only when the company becomes a party to the contractual provisions of the instrument. Basic financial instruments are initially recognised at the transaction price, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the payment is made.

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.

4. Employee numbers

The average number of persons employed by the company during the year amounted to 24 (2020: 24).

5. Intangible assets

	Other intangible assets £	Total £
Cost		
At 1 April 2020	117,861	117,861
Additions	122,443	122,443
At 31 March 2021	240,304	240,304
Amortisation		
At 1 April 2020	106,367	106,367
Charge for the year	25,120	25,120
Transfers	58,577	58,577
At 31 March 2021	190,064	190,064
Carrying amount		
At 31 March 2021	50,240	50,240
At 31 March 2020	11,494	11,494

6. Tangible assets

	Leasehold improvements	Plant and machinery	Fixtures, fittings and equipment	Total
	£	£	£	£
Cost				
At 1 April 2020	-	2,142,184	151,997	2,294,181
Additions	3,300	305,090	4,900	313,290
Disposals	-	(374)	(1,782)	(2,156)
Transfers	344,694	(365,345)	(101,792)	(122,443)
At 31 March 2021	347,994	2,081,555	53,323	2,482,872
Depreciation				
At 1 April 2020	-	1,187,196	74,017	1,261,213
Charge for the year	34,225	172,072	10,280	216,577
Disposals	-	(221)	(832)	(1,053)
Transfers	167,827	(174,350)	(52,054)	(58,577)
At 31 March 2021	202,052	1,184,697	31,411	1,418,160
Carrying amount				
At 31 March 2021	145,942	896,858	21,912	1,064,712
At 31 March 2020	-	954,988	77,980	1,032,968

7. Debtors

	2021	2020
	£	£
Trade debtors	522,287	417,431
Other debtors	452,560	462,223
	974,847	879,654

8. Creditors: amounts falling due within one year

	2021	2020
	£	£
Trade creditors	774,804	645,902
Accruals and deferred income	200,676	99,226
Social security and other taxes	25,900	29,602
Other creditors	488,424	212,064
	<u>1,489,804</u>	<u>986,794</u>

Included in 'other creditors' is the hire purchase creditor in the sum of £92,538 (2020: £131,469) which is secured over the associated assets. In addition, 'other creditors' also include an amount of £106,316 (2020: £nil) relating to invoice financing.

9. Creditors: amounts falling due after more than one year

	2021	2020
	£	£
Other creditors	2,352,043	930,081
	<u>2,352,043</u>	<u>930,081</u>

Included in 'other creditors' is the hire purchase creditor in the sum of £160,836 (2020: £253,072) which is secured over the associated assets. In addition, 'other creditors' also include an amount of £2,191,205 (2020: £677,009) relating to convertible loans.

10. Reserves

Reserves include the share premium account. The profit and loss reserve records retained earnings and accumulated losses. Included within the Reserves is the equity component associated with convertible debt instruments issued by the company.

11. Operating leases

The company as lessee

The total future minimum lease payments under non-cancellable operating leases are as follows:

	£	£
Not later than 1 year	15,357	-
Later than 1 year and not later than 5 years	-	85,044
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12. Summary audit opinion

The auditor's report for the year dated 15 July 2021 was unqualified.

The senior statutory auditor was David Cresswell for and on behalf of Thomas Westcott

13. Directors advances, credits and guarantees

During the year the directors entered into the following advances and credits with the company:

	Loans to / (from) directors at 1 April 2020	Loans to / (from) the directors	Amounts repaid	Balance at 31 March 2021
	£	£	£	£
Directors	(32,160)	(125,000)	-	(157,160)
	<hr/>	<hr/>	<hr/>	<hr/>
	Loans to / (from) directors at 1 April 2019	Loans to / (from) the directors	Amounts repaid	Balance at 31 March 2020
	£	£	£	£
Directors	17,040	-	(49,200)	(32,160)
	<hr/>	<hr/>	<hr/>	<hr/>

Interest at a rate of 6% pa is accrued on the short term loan advanced of £125,000 (2020: £nil).

14. Related party transactions

Interest in the sum of £92,685 (2020: £5,548) has been accrued at the year end. This relates to interest payable on convertible loan notes.

15. Going concern

The financial statements have been prepared on a going concern basis which assumes that the company will continue in operational existence for the foreseeable future. The validity of this assumption depends on the continued support from the company's directors. If the company were unable to continue in operational existence for the foreseeable future, adjustments would have to be made to reduce the balance sheet value of assets to their recoverable amounts, and to provide for further liabilities that might arise, and to reclassify fixed assets as current assets. The directors believe that it is appropriate for the financial statements to be prepared on the going concern basis.

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.