

**SODA FOLK LTD  
UNAUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2021**

**Soda Folk Ltd**  
**Unaudited Financial Statements**  
**For The Year Ended 31 December 2021**

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**Soda Folk Ltd**  
**Balance Sheet**  
**As at 31 December 2021**

Registered number: 08605076

		<b>2021</b>		<b>2020</b>	
	<b>Notes</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>FIXED ASSETS</b>					
Intangible Assets	<b>3</b>		2,800		4,900
Tangible Assets	<b>4</b>		8,115		9,725
			10,915		14,625
<b>CURRENT ASSETS</b>					
Stocks	<b>5</b>	276,952		308,603	
Debtors	<b>6</b>	196,729		119,128	
Cash at bank and in hand		88,436		47,245	
		562,117		474,976	
<b>Creditors: Amounts Falling Due Within One Year</b>	<b>7</b>	(383,846 )		(358,857 )	
<b>NET CURRENT ASSETS (LIABILITIES)</b>			178,271		116,119
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			189,186		130,744
<b>Creditors: Amounts Falling Due After More Than One Year</b>	<b>8</b>	(1,219,559 )		(536,675 )	
<b>NET LIABILITIES</b>			(1,030,373 )		(405,931 )
<b>CAPITAL AND RESERVES</b>					
Called up share capital	<b>9</b>	874		874	
Share premium account		499,193		499,193	
Profit and Loss Account		(1,530,440 )		(905,998 )	
<b>SHAREHOLDERS' FUNDS</b>			(1,030,373)		(405,931)

**Soda Folk Ltd**  
**Balance Sheet (continued)**  
**As at 31 December 2021**

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For the year ending 31 December 2021 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 and delivered in accordance with the provisions applicable to companies subject to the small companies' regime.

The company has taken advantage of section 444(1) of the Companies Act 2006 and opted not to deliver to the registrar a copy of the company's Profit and Loss Account.

On behalf of the board

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Mr Simon Waterfall

Director

**06/06/2022**

The notes on pages 3 to 6 form part of these financial statements.

**Soda Folk Ltd**  
**Notes to the Financial Statements**  
**For The Year Ended 31 December 2021**

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**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. Going Concern Disclosure**

The directors have considered the impact of Covid-19 on the company and its operations. There was some adverse impact on the operations and revenue of the company, during which time the government assistance such as furlough grants and the deferral of tax payments has been utilised. The directors have considered a period of at least 12 months from the date of approval of these financial statements and therefore they have prepared the financial statements on a going concern basis.

**1.3. 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.

**1.4. Intangible Fixed Assets and Amortisation - Other Intangible**

Other intangible assets are website development costs. They are amortised to profit and loss account over their estimated economic life of 3 years.

**1.5. 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:

Plant & Machinery	20% straight line
Motor Vehicles	25% straight line

**1.6. 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.

**Soda Folk Ltd**  
**Notes to the Financial Statements (continued)**  
**For The Year Ended 31 December 2021**

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**1.7. 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 asset reflects 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: 4 (2020: 5)

**3. Intangible Assets**

	<b>Other £</b>
<b>Cost</b>	
As at 1 January 2021	6,300
As at 31 December 2021	<u>6,300</u>
<b>Amortisation</b>	
As at 1 January 2021	1,400
Provided during the period	<u>2,100</u>
As at 31 December 2021	<u>3,500</u>
<b>Net Book Value</b>	
As at 31 December 2021	<u>2,800</u>
As at 1 January 2021	<u>4,900</u>

**Soda Folk Ltd**  
**Notes to the Financial Statements (continued)**  
**For The Year Ended 31 December 2021**

**4. Tangible Assets**

	<b>Plant &amp; Machinery</b>	<b>Motor Vehicles</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>
<b>Cost</b>			
As at 1 January 2021	2,861	9,500	12,361
Additions	1,408	-	1,408
As at 31 December 2021	4,269	9,500	13,769
<b>Depreciation</b>			
As at 1 January 2021	855	1,781	2,636
Provided during the period	643	2,375	3,018
As at 31 December 2021	1,498	4,156	5,654
<b>Net Book Value</b>			
As at 31 December 2021	2,771	5,344	8,115
As at 1 January 2021	2,006	7,719	9,725

**5. Stocks**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Stock - finished goods	276,952	308,603
	276,952	308,603

**6. Debtors**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
<b>Due within one year</b>		
Trade debtors	161,928	85,046
Prepayments and accrued income	6,894	6,996
Other debtors	27,907	27,086
	196,729	119,128

**7. Creditors: Amounts Falling Due Within One Year**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Trade creditors	243,422	95,233
Bank loans and overdrafts	70,978	12,559
Other taxes and social security	5,162	16,211
Other creditors	8,438	196,270
Accruals and deferred income	55,846	38,584
	383,846	358,857

Included within Bank loans and overdrafts are amounts due in respect of an invoice discounting facility with Adventedge Commercial Finance (North) Limited of £60,978 (2020 - £6,347 ).

Adventedge Commercial Finance (North) Limited holds fixed and floating charges over all the assets held by the company.

**Soda Folk Ltd**  
**Notes to the Financial Statements (continued)**  
**For The Year Ended 31 December 2021**

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**8. Creditors: Amounts Falling Due After More Than One Year**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Bank loans	34,167	43,788
Other creditors	1,185,392	492,887
	<u>1,219,559</u>	<u>536,675</u>

**9. Share Capital**

	<b>2021</b>	<b>2020</b>
Allotted, Called up and fully paid	<u>874</u>	<u>874</u>

**10. Contingent Liabilities**

On 20 December 2019 the company commenced an Enterprise Management Incentive Scheme. At that date the company granted options to one employee of 617 £0.10 Ordinary shares each at an exercise price of £0.10 per share.

**11. Related Party Transactions**

The shareholders and directors have lent monies to the company and the balances outstanding at 31 December 2021 were Mr R O'Donohoe £557,193.06 (2020 £287,193) and Mr D Hawkins £565,149.96 (2020 £295,150) in relation to loans which are accruing interest at 5% and were repayable over the 3 years commencing 1 July 2021. The first payments were due from 1 July 2021 but it has been agreed that no payments will be paid until after December 2022. There were also interest free loans made by Mr R O'Donohoe £Nil (2020 - £37,500) and by Mr D Hawkins of £Nil (2020 - £37,500).

**12. General Information**

Soda Folk Ltd is a private company, limited by shares, incorporated in England & Wales, registered number 08605076 . The registered office is Timsons Business Centre, Bath Road, Kettering, Northants, NN16 8NQ.



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.