

Roc

Company Registration No. SC205193 (Scotland)

**COMPASS BOX DELICIOUS WHISKY LIMITED**  
**DIRECTORS' REPORT AND UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2005**



807 88310JG3 1462  
COMPANIES HOUSE 07/10/2006

# COMPASS BOX DELICIOUS WHISKY LIMITED

## COMPANY INFORMATION

---

**Directors**

J R Glaser  
R A Millar

**Secretary**

A L Englehardt

**Company number**

SC205193

**Registered office**

24 Great King Street  
Edinburgh  
Midlothian  
EH3 6QN

**Accountants**

Marks Bloom  
60/62 Old London Road  
Kingston upon Thames  
Surrey KT2 6QZ

**Business address**

Chiswick Studios  
9 Power Road  
London  
W4 5PY

**Bankers**

National Westminster Bank plc  
22 King's Mall  
Hammersmith  
London  
W6 0QD

---

# COMPASS BOX DELICIOUS WHISKY LIMITED

## CONTENTS

---

	Page
Directors' report	1
Profit and loss account	2
Balance sheet	3
Notes to the financial statements	4 - 7
Detailed profit and loss statement	8 - 9

---

# COMPASS BOX DELICIOUS WHISKY LIMITED

## DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2005

The directors present their report and financial statements for the year ended 31 December 2005.

### Principal activities

The principal activity of the company in the year under review was manufacturing distilled potable alcoholic drinks

### Directors

The following directors have held office since 1 January 2005:

J R Glaser

R A Millar

### Directors' interests

The directors' interests in the shares of the company were as stated below:

	Ordinary shares of £ 1 each	
	31 December 2005	1 January 2005
J R Glaser	727	727
R A Millar	110	110

### Directors' responsibilities

Company law requires the directors to prepare financial statements for each financial year which 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 those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and 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 proper accounting records which 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 1985. 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

The directors are responsible for preparing the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

On behalf of the board



J R Glaser

Director

Date: ~~September~~ 2006

2 October

# COMPASS BOX DELICIOUS WHISKY LIMITED

## PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2005

	Notes	£	2005 £	2004 £
Turnover	2		504,536	379,925
Raw materials and other consumables			267,362	209,154
			<u>237,174</u>	<u>170,771</u>
Staff costs		128,817		81,077
Depreciation and amortisation		9,973		6,868
Other operating charges		257,638		197,382
			<u>396,428</u>	<u>285,327</u>
Operating loss	3		(159,254)	(114,556)
Other interest receivable and similar income			502	243
Interest payable and similar charges			(6,856)	(12,426)
Loss on ordinary activities before taxation			<u>(165,608)</u>	<u>(126,739)</u>
Tax on loss on ordinary activities	5		-	-
Loss on ordinary activities after taxation	11		<u>(165,608)</u>	<u>(126,739)</u>

# COMPASS BOX DELICIOUS WHISKY LIMITED

## BALANCE SHEET AS AT 31 DECEMBER 2005

	Notes	2005 £	2004 £
<b>Fixed assets</b>			
Tangible assets	6	13,193	7,590
<b>Current assets</b>			
Stocks		155,447	80,742
Debtors	7	168,463	81,509
Cash at bank and in hand		14,580	384
		<u>338,490</u>	<u>162,635</u>
<b>Creditors: amounts falling due within one year</b>	8	<u>(102,382)</u>	<u>(137,519)</u>
<b>Net current assets</b>		236,108	25,116
<b>Total assets less current liabilities</b>		<u>249,301</u>	<u>32,706</u>
<b>Creditors: amounts falling due after more than one year</b>	9	<u>(559,548)</u>	<u>(177,345)</u>
		<u>(310,247)</u>	<u>(144,639)</u>
<b>Capital and reserves</b>			
Called up share capital	10	1,000	1,000
Share premium account	11	94,668	94,668
Profit and loss account	11	(405,915)	(240,307)
<b>Shareholders' funds</b>		<u>(310,247)</u>	<u>(144,639)</u>

In preparing these financial statements:

- (a) The directors are of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985;
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The directors acknowledge their responsibilities for:
  - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
  - (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective January 2005).

The financial statements were approved by the Board on September 2006

  
J. A. Glaser  
Director

  
R. A. Millar  
Director

# COMPASS BOX DELICIOUS WHISKY LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2005

### 1 Accounting policies

#### 1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005)

#### 1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated).

#### 1.3 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

#### 1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Design costs	33.33% per annum straight line
Fixtures, fittings & equipment	25% per annum reducing balance

#### 1.5 Stock and work in progress

Stock and work in progress are valued at the lower of cost and net realisable value

### 2 Turnover

In the year to 31 December 2005 69.90% (2004 - 84.43%) of the company's turnover was to markets outside the United Kingdom.

3 Operating loss	2005 £	2004 £
------------------	-----------	-----------

Operating loss is stated after charging:

Depreciation of tangible assets	9,973	6,868
Directors' emoluments	77,917	60,000

4 Investment income	2005 £	2004 £
---------------------	-----------	-----------

Bank interest	490	243
---------------	-----	-----

### 5 Taxation

The company has estimated losses of £ 392,011 (2004 - £ 231,212) available for carry forward against future trading profits.

# COMPASS BOX DELICIOUS WHISKY LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2005

### 6 Tangible fixed assets

	Plant and machinery etc
	£
<b>Cost</b>	
At 1 January 2005	38,604
Additions	15,576
At 31 December 2005	54,180
<b>Depreciation</b>	
At 1 January 2005	31,014
Charge for the year	9,973
At 31 December 2005	40,987
<b>Net book value</b>	
At 31 December 2005	13,193
At 31 December 2004	7,590

### 7 Debtors

	2005 £	2004 £
Trade debtors	149,300	70,262
Other debtors	19,163	11,247
	168,463	81,509

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

	2005 £	2004 £
Bank loans and overdrafts	-	11,405
Trade creditors	35,393	17,002
Taxation and social security	4,053	4,658
Directors' loan account	-	10,426
Factoring advance	50,634	58,076
Other creditors	12,302	35,952
	102,382	137,519

The factoring advance is secured on the company's trade debtors



# COMPASS BOX DELICIOUS WHISKY LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2005

9	Creditors: amounts falling due after more than one year	2005 £	2004 £
	Other loans	555,053	155,000
	Directors' loan account	4,495	22,345

### Analysis of loans

Wholly repayable within five years	559,548	179,768
Included in current liabilities	-	(2,423)
	<u>559,548</u>	<u>177,345</u>

10	Share capital	2005 £	2004 £
	<b>Authorised</b>		
	1,000 Ordinary shares of £1 each	1,000	1,000
	<b>Allotted, called up and fully paid</b>		
	1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

11	Statement of movements on reserves	Share premium account £	Profit and loss account £
	Balance at 1 January 2005	94,668	(240,307)
	Loss for the year	-	(165,608)
	Balance at 31 December 2005	<u>94,668</u>	<u>(405,915)</u>

## 12 Financial commitments

At 31 December 2005 the company was committed to making the following payments under non-cancellable operating leases in the year to 31 December 2006:

	2005 £	2004 £
Operating leases which expire:		
Between two and five years	22,860	<u>22,860</u>

# COMPASS BOX DELICIOUS WHISKY LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2005

---

### 13 Related party transactions

For the whole year, the company was under the control of Mr J R Glaser, the major shareholder and director of the company.

### 14 Post balance sheet events

On 18 May 2006, £350,000 of the loan falling due after more than one year was converted into ordinary share capital.