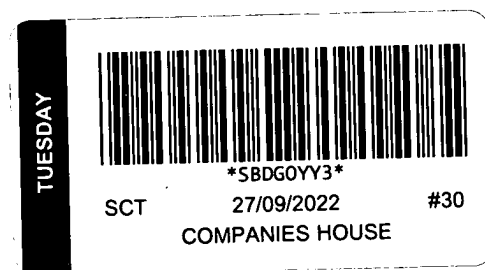


Registration number: SC346717

Tilly Confectionery Limited

Annual Report and Unaudited Financial Statements

for the Year Ended 31 December 2021



Morris & Young
Chartered Accountants
6 Atholl Crescent
PERTH
PH1 5JN

Tilly Confectionery Limited

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Tilly Confectionery Limited

Company Information

Directors Elisabeth A Paterson
Peter K Paterson
Blair Paterson
Keir Paterson
Lauren Morrissey
Ronald J Wilson

Company secretary Corrine Hamilton

Registered office Central Park
5 Central Boulevard
Larbert
FK5 4RU

Accountants Morris & Young
Chartered Accountants
6 Atholl Crescent
PERTH
PH1 5JN

Tilly Confectionery Limited

(Registration number: SC346717)

Statement of Financial Position as at 31 December 2021

| | Note | 2021 £ | 2020 £ |
|--|------|-------------------------|-----------------------|
| Fixed assets | | | |
| Tangible assets | 4 | 1,500,378 | 1,601,566 |
| Current assets | | | |
| Stocks | 5 | 225,935 | 147,297 |
| Debtors | 6 | 630,152 | 780,795 |
| Cash at bank and in hand | | 835,929 | 501,061 |
| | | <u>1,692,016</u> | <u>1,429,153</u> |
| Creditors: Amounts falling due within one year | 7 | <u>(1,072,087)</u> | <u>(1,074,011)</u> |
| Net current assets | | <u>619,929</u> | <u>355,142</u> |
| Total assets less current liabilities | | 2,120,307 | 1,956,708 |
| Creditors: Amounts falling due after more than one year | 7 | (780,079) | (862,714) |
| Provisions for liabilities | | <u>(119,706)</u> | <u>(125,908)</u> |
| Net assets | | <u><u>1,220,522</u></u> | <u><u>968,086</u></u> |
| Capital and reserves | | | |
| Called up share capital | 8 | 100 | 100 |
| Profit and loss account | | <u>1,220,422</u> | <u>967,986</u> |
| Shareholders' funds | | <u><u>1,220,522</u></u> | <u><u>968,086</u></u> |

For the financial 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.

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 accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with the provisions of FRS 102 Section 1A.

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.

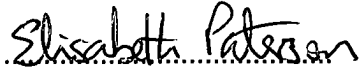
Approved and authorised by the Board on 23 September 2022 and signed on its behalf by:

The notes on pages 4 to 10 form an integral part of these financial statements.

Tilly Confectionery Limited

(Registration number: SC346717)

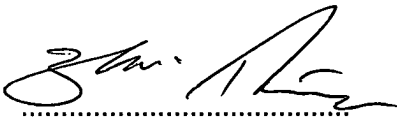
Statement of Financial Position as at 31 December 2021



Elisabeth A Paterson
Director



Peter K Paterson
Director



Blair Paterson
Director

Tilly Confectionery Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

1 General information

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

The address of its registered office is:

Central Park
5 Central Boulevard
Larbert
FK5 4RU

These financial statements were authorised for issue by the Board on 23 September 2022.

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.

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 sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

Tax

The tax expense for the period comprises current and deferred 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 income 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.

Tilly Confectionery Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

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:

| Asset class | Depreciation method and rate |
|--------------------|-------------------------------------|
| Plant & machinery | 10% Reducing balance |
| Motor vehicles | 20% Reducing balance |
| Land & buildings | 50 years Straight line |

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 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.

Tilly Confectionery Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

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.

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 in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

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 Statement of Financial Position 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.

Tilly Confectionery Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

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 32 (2020 - 30).

4 Tangible assets

| | Land and buildings £ | Furniture, fittings and equipment £ | Motor vehicles £ | Total £ |
|--------------------------|----------------------------|--|------------------------|------------|
| Cost or valuation | | | | |
| At 1 January 2021 | 589,852 | 1,844,178 | 120,183 | 2,554,213 |
| Additions | - | 13,803 | - | 13,803 |
| At 31 December 2021 | 589,852 | 1,857,981 | 120,183 | 2,568,016 |
| Depreciation | | | | |
| At 1 January 2021 | 30,598 | 838,216 | 83,833 | 952,647 |
| Charge for the year | 3,643 | 104,078 | 7,270 | 114,991 |
| At 31 December 2021 | 34,241 | 942,294 | 91,103 | 1,067,638 |
| Carrying amount | | | | |
| At 31 December 2021 | 555,611 | 915,687 | 29,080 | 1,500,378 |
| At 31 December 2020 | 559,254 | 1,005,962 | 36,350 | 1,601,566 |

Included within the net book value of land and buildings above is £555,611 (2020 - £559,254) in respect of freehold land and buildings.

5 Stocks

| | 2021 £ | 2020 £ |
|-------------------|-----------|-----------|
| Other inventories | 225,935 | 147,297 |

Tilly Confectionery Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

6 Debtors

| | 2021 £ | 2020 £ |
|---------------|----------------|----------------|
| Trade debtors | 590,358 | 752,025 |
| Prepayments | 18,618 | 7,594 |
| Other debtors | 21,176 | 21,176 |
| | <u>630,152</u> | <u>780,795</u> |

7 Creditors

Creditors: amounts falling due within one year

| | Note | 2021 £ | 2020 £ |
|------------------------------|------|------------------|------------------|
| Due within one year | | | |
| Loans and borrowings | 9 | 587,568 | 445,370 |
| Trade creditors | | 140,089 | 169,402 |
| Taxation and social security | | 253,732 | 337,671 |
| Accruals and deferred income | | 70,973 | 117,229 |
| Other creditors | | 19,725 | 4,339 |
| | | <u>1,072,087</u> | <u>1,074,011</u> |

Creditors: amounts falling due after more than one year

| | Note | 2021 £ | 2020 £ |
|---------------------------|------|----------------|----------------|
| Due after one year | | | |
| Loans and borrowings | 9 | 619,160 | 652,348 |
| Deferred income | | 160,919 | 210,366 |
| | | <u>780,079</u> | <u>862,714</u> |

| | 2021 £ | 2020 £ |
|---|----------------|----------------|
| Due after more than five years | | |
| After more than five years by instalments | <u>130,539</u> | <u>151,651</u> |

Tilly Confectionery Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

8 Share capital

Allotted, called up and fully paid shares

| | 2021 | | 2020 | |
|----------------------------|------------|------------|------------|------------|
| | No. | £ | No. | £ |
| Ordinary Shares of £1 each | <u>100</u> | <u>100</u> | <u>100</u> | <u>100</u> |

9 Loans and borrowings

| | 2021 | 2020 |
|---|----------------|----------------|
| | £ | £ |
| Non-current loans and borrowings | | |
| Bank borrowings | 486,539 | 347,651 |
| Hire purchase contracts | <u>132,621</u> | <u>304,697</u> |
| | <u>619,160</u> | <u>652,348</u> |

| | 2021 | 2020 |
|-------------------------------------|----------------|----------------|
| | £ | £ |
| Current loans and borrowings | | |
| Bank borrowings | 64,000 | 44,000 |
| Bank overdrafts | 351,492 | 216,235 |
| Hire purchase contracts | 172,076 | 182,604 |
| Other borrowings | <u>-</u> | <u>2,531</u> |
| | <u>587,568</u> | <u>445,370</u> |

Tilly Confectionery Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

Bank borrowings

Bank loan is denominated in £ with a nominal interest rate of 3.75%, and the final instalment is due on 14 June 2028. The carrying amount at year end is £300,539 (2020 - £341,651).

The bank has a bond and floating charge over the assets of the company and a standard security over the property.

CBILS loan is denominated in £ with a nominal interest rate of 2.50%, and the final instalment is due on 23 June 2027. The carrying amount at year end is £250,000 (2020 - £50,000).

Bank loans and overdrafts after five years

The bank loan is repayable by 14 June 2028 at a rate of 3.75%.