

**Ardgowan Distillery Company  
Limited**

Unaudited Financial Statements

Year Ended

30 June 2021

Company Number SC537030



# Ardgowan Distillery Company Limited

## Company Information

---

**Directors** Alan George Baker  
Paul Cyril Dowling  
Roland Andreas Grain  
Martin Patrick McAdam  
William Charles Henry Phillips

**Registered number** SC537030

**Registered office** 15 Atholl Crescent  
Midlothian  
Edinburgh  
EH3 8HA

**Accountants** BDO LLP  
4 Atlantic Quay  
70 York Street  
Glasgow  
G2 8JX

# **Ardgowan Distillery Company Limited**

## **Contents**

---

	<b>Page</b>
<b>Accountants' Report</b>	<b>1</b>
<b>Balance Sheet</b>	<b>2 - 3</b>
<b>Notes to the Financial Statements</b>	<b>4 - 9</b>

# Ardgowan Distillery Company Limited

## **Chartered Accountants' Report to the Board of Directors on the Unaudited Financial Statements of Ardgowan Distillery Company Limited for Year Ended 30 June 2021**

---

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Ardgowan Distillery Company Limited for the year ended 30 June 2021 which comprise the balance sheet and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <https://www.icaew.com/regulation/a-z>

It is your duty to ensure that Ardgowan Distillery Company Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and loss of Ardgowan Distillery Company Limited. You consider that Ardgowan Distillery Company Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Ardgowan Distillery Company Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.

### **Use of our report**

This report is made solely to the board of directors of Ardgowan Distillery Company Limited, as a body, in accordance with the terms of our engagement letter dated 8 September 2021. Our work has been undertaken solely to prepare for your approval the accounts of Ardgowan Distillery Company Limited and state those matters that we have agreed to state to the board of directors of Ardgowan Distillery Company Limited, as a body, in this report in accordance with ICAEW Technical Release TECH07/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Ardgowan Distillery Company Limited and its board of directors as a body for our work or for this report.

*BDO LLP*

**BDO LLP**  
*Chartered Accountants*  
Glasgow  
UK

13 December 2021

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127).

# Ardgowan Distillery Company Limited

Registered number: SC537030

## Balance Sheet As at 30 June 2021

	Note	2021 £	2020 £
<b>Fixed assets</b>			
Tangible assets	4	1,357	-
		<u>1,357</u>	<u>-</u>
<b>Current assets</b>			
Stocks	5	168,197	104,564
Debtors: amounts falling due within one year	6	5,235,725	23,202
Cash at bank and in hand	7	3,225,689	63,493
		<u>8,629,611</u>	<u>191,259</u>
Creditors: amounts falling due within one year	8	(257,066)	(19,837)
<b>Net current assets</b>		<u>8,372,545</u>	<u>171,422</u>
<b>Total assets less current liabilities</b>		<u>8,373,902</u>	<u>171,422</u>
Creditors: amounts falling due after more than one year	9	(9,508)	(260,966)
<b>Net assets/(liabilities)</b>		<u><u>8,364,394</u></u>	<u><u>(89,544)</u></u>
<b>Capital and reserves</b>			
Called up share capital	11	9,637	3,193
Share premium account	12	10,408,022	1,556,955
Other reserves	12	-	13,136
Profit and loss account	12	(2,053,265)	(1,662,828)
		<u><u>8,364,394</u></u>	<u><u>(89,544)</u></u>

**Ardgowan Distillery Company Limited**  
Registered number: SC537030

**Balance Sheet (continued)**  
**As at 30 June 2021**

---

The directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

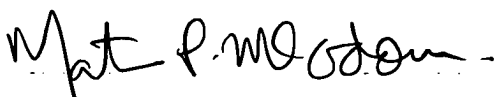
The Company's financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The Company has opted not to file the statement of comprehensive income in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on

17 November 2021



**Martin Patrick McAdam**  
Director

The notes on pages 4 to 9 form part of these financial statements.

# Ardgowan Distillery Company Limited

## Notes to the Financial Statements For the Year Ended 30 June 2021

---

### 1. General information

Ardgowan Distillery Company Limited is a private company, limited by shares, incorporated in the United Kingdom and registered in Scotland under the Companies Act. The address of the registered office is given on the company information page and the nature of the company's principal activities is set out in the directors' report.

The financial statements are rounded to the nearest £.

### 2. Accounting policies

#### 2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies.

The following principal accounting policies have been applied:

#### 2.2 Going concern

The directors of the company have assessed the impact of COVID-19 by conducting a risk assessment on its various sites and projects. This has allowed the directors to gain reassurance that COVID-19 will have a minimal impact on the company's future profitability and ability to generate value in the long term. There is considered to be no material uncertainty which may cast significant doubt over the company's ability to continue as a going concern and the directors will continue to review plans and forecasts to ensure that this remains the case.

#### 2.3 Foreign currency translation

##### Functional and presentation currency

The Company's functional and presentational currency is GBP.

##### Transactions and balances

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

# **Ardgowan Distillery Company Limited**

## **Notes to the Financial Statements For the Year Ended 30 June 2021**

---

### **2. Accounting policies (continued)**

#### **2.4 Revenue**

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

##### **Sale of goods**

Revenue from the sale of goods is recognised when all of the following conditions are satisfied:

- the Company has transferred the significant risks and rewards of ownership to the buyer;
- the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the transaction; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

#### **2.5 Operating leases: the Company as lessee**

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the lease term.

#### **2.6 Finance costs**

Finance costs are charged to profit or loss over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

#### **2.7 Borrowing costs**

All borrowing costs are recognised in profit or loss in the year in which they are incurred.

#### **2.8 Pensions**

##### **Defined contribution pension plan**

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in profit or loss when they fall due. Amounts not paid are shown in accruals as a liability in the Balance Sheet. The assets of the plan are held separately from the Company in independently administered funds.

#### **2.9 Tangible fixed assets**

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.



# Ardgowan Distillery Company Limited

## Notes to the Financial Statements For the Year Ended 30 June 2021

---

### 2. Accounting policies (continued)

#### 2.9 Tangible fixed assets (continued)

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Office equipment	-	25% straight line
------------------	---	-------------------

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss.

#### 2.10 Stocks

Stocks are stated at the lower of cost and net realisable value, being the estimated selling price less costs to complete and sell. Cost is based on the cost of purchase on a first in, first out basis. Work in progress and finished goods include labour and attributable overheads.

At each balance sheet date, stocks are assessed for impairment. If stock or work in progress is 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.

#### 2.11 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

#### 2.12 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.

#### 2.13 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

#### 2.14 Financial instruments

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in ordinary shares.

# Ardgowan Distillery Company Limited

## Notes to the Financial Statements For the Year Ended 30 June 2021

### 3. Employees

The average monthly number of employees, including the directors, during the year was as follows:

	2021 No.	2020 No.
Directors	4	4
Employees	2	1
	<u>6</u>	<u>5</u>

### 4. Tangible fixed assets

	Office equipment £
<b>Cost or valuation</b>	
Additions	1,416
At 30 June 2021	<u>1,416</u>
<b>Depreciation</b>	
Charge for the year on owned assets	59
At 30 June 2021	<u>59</u>
<b>Net book value</b>	
At 30 June 2021	<u>1,357</u>
At 30 June 2020	<u>-</u>

### 5. Stocks

	2021 £	2020 £
Stocks	168,197	104,564
	<u>168,197</u>	<u>104,564</u>

# Ardgowan Distillery Company Limited

## Notes to the Financial Statements For the Year Ended 30 June 2021

### 6. Debtors

	2021 £	2020 £
Trade debtors	3,907	4,645
Other debtors	31,488	18,168
Called up share capital not paid	5,199,879	-
Prepayments and accrued income	451	389
	<u>5,235,725</u>	<u>23,202</u>

### 7. Cash and cash equivalents

	2021 £	2020 £
Cash at bank and in hand	3,225,689	63,493
	<u>3,225,689</u>	<u>63,493</u>

### 8. Creditors: Amounts falling due within one year

	2021 £	2020 £
Trade creditors	163,182	18,337
Other creditors	350	-
Accruals and deferred income	93,534	1,500
	<u>257,066</u>	<u>19,837</u>

### 9. Creditors: Amounts falling due after more than one year

	2021 £	2020 £
Other loans	-	252,654
Accruals and deferred income	9,508	8,312
	<u>9,508</u>	<u>260,966</u>

# Ardgowan Distillery Company Limited

## Notes to the Financial Statements For the Year Ended 30 June 2021

### 10. Loans

Analysis of the maturity of loans is given below:

	2021 £	2020 £
<b>Amounts falling due 1-2 years</b>		
Other loans	-	252,654
	<u>-</u>	<u>252,654</u>

### 11. Share capital

	2021 £	2020 £
<b>Allotted, called up and fully paid</b>		
1,000 (2020 - 1,000) Ordinary G shares of £0.10 each	100	100
10 (2020 - 10) Deferred shares of £0.10 each	1	1
46,204 (2020 - 30,920) Ordinary shares of £0.10 each	4,620	3,092
35,502 (2020 - ) Ordinary A shares of £0.10 each	3,550	-
13,654 (2020 - ) Ordinary D shares of £0.10 each	1,366	-
	<u>9,637</u>	<u>3,193</u>

During the year 64,440 shares with a nominal value of £0.10 were issued for total consideration of £8,997,239 of which £5,199,879 was unpaid at balance sheet date.

### 12. Reserves

#### Share premium account

The share premium account comprises the premium paid on issue of equity shares.

#### Profit and loss account

The profit and loss account reserve comprises of the cumulative profit and loss trading results less any dividends distributed to shareholders.

### 13. Controlling party

In the opinion of the directors, there is no ultimate controlling party.