

**SALCOMBE DISTILLING COMPANY LTD
UNAUDITED ACCOUNTS
FOR THE YEAR ENDED 28 FEBRUARY 2023**

SALCOMBE DISTILLING COMPANY LTD
UNAUDITED ACCOUNTS
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SALCOMBE DISTILLING COMPANY LTD
COMPANY INFORMATION
FOR THE YEAR ENDED 28 FEBRUARY 2023

Directors

Mr Charles Angus Hamilton Lugsdin
Mrs Charlotte Ellen Davies
Mr Nicholas Simon Marshall
Mr Nicholas Bodo Blazquez
Mr Howard Lawrence Davies

Company Number 09140632 (England and Wales)

Registered Office

The Boathouse
28 Island Street
Salcombe
TQ8 8DP
England

Accountants

Wessex Commercial Solutions
Yeovil Innovation Centre
Barracks Close
Yeovil
BA22 8RN

SALCOMBE DISTILLING COMPANY LTD
STATEMENT OF FINANCIAL POSITION
AS AT 28 FEBRUARY 2023

	Notes	2023 £	2022 £
Fixed assets			
Intangible assets	4	148,527	73,302
Tangible assets	5	200,150	236,622
Investments	6	100	100
		<u>348,777</u>	<u>310,024</u>
Current assets			
Inventories		802,326	890,959
Debtors	7	153,589	308,492
Cash at bank and in hand		500,826	172,721
		<u>1,456,741</u>	<u>1,372,172</u>
Creditors: amounts falling due within one year	8	(343,026)	(639,901)
Net current assets		<u>1,113,715</u>	<u>732,271</u>
Total assets less current liabilities		1,462,492	1,042,295
Creditors: amounts falling due after more than one year	9	(77,679)	(162,744)
Net assets		<u>1,384,813</u>	<u>879,551</u>
Capital and reserves			
Called up share capital		23,997	22,527
Share premium		3,541,090	1,814,122
Profit and loss account		(2,180,274)	(957,098)
Shareholders' funds		<u>1,384,813</u>	<u>879,551</u>

For the year ending 28 February 2023 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 and in accordance with the provisions of FRS 102 Section 1A - Small Entities. The profit and loss account has not been delivered to the Registrar of Companies.

The financial statements were approved by the Board of Directors and authorised for issue on 19 November 2023 and were signed on its behalf by

Mr Charles Angus Hamilton Lugsdin
Director

Company Registration No. 09140632

SALCOMBE DISTILLING COMPANY LTD
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 28 FEBRUARY 2023

1 Statutory information

Salcombe Distilling Company Ltd is a private company, limited by shares, registered in England and Wales, registration number 09140632. The registered office is The Boathouse, 28 Island Street, Salcombe, TQ8 8DP, England.

2 Compliance with accounting standards

The accounts have been prepared in accordance with the provisions of FRS 102 Section 1A Small Entities. There were no material departures from that standard.

3 Accounting policies

The principal accounting policies adopted in the preparation of the financial statements are set out below and have remained unchanged from the previous year, and also have been consistently applied within the same accounts.

Basis of preparation

The accounts have been prepared under the historical cost convention as modified by the revaluation of certain fixed assets.

Presentation currency

The accounts are presented in £ sterling.

Going concern

The financial statements have been prepared on the going concern basis. The Directors have considered the key risks affecting the Company's turnover, profit and cashflow for at least the next 12 months from the date of signing. Whilst wider economic and trading conditions have resulted in a reduction in turnover during 2022, a number of measures have already been taken to reduce the cost structure of the business, whilst still investing into growing the company's position in the market. This resulted in an improved gross margin and provides a strong operational foundation with increased agility to maximise opportunities and minimise risk. Budget projections for 2023 and beyond have been based on conservative but reasonable assumptions and demonstrate adequate resources to continue on this basis

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. Turnover from the sale of goods is recognised when goods have been delivered to customers such that risks and rewards of ownership have transferred to them. 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.

Tangible fixed assets and depreciation

Tangible assets are included at cost less depreciation and impairment. Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives:

Land & buildings	Straight line 7-20%
Plant & machinery	Straight line 7-20%
Computer equipment	Straight line 20-33%

Intangible fixed assets

Intangible fixed assets (including purchased goodwill and patents) are included at cost less accumulated amortisation.

Development costs - 33% Straight line
Intellectual Property - 10%-33% Straight line

SALCOMBE DISTILLING COMPANY LTD
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 28 FEBRUARY 2023

Inventories

Inventories have been valued at the lower of cost and estimated selling price less costs to complete and sell. In respect of work in progress and finished goods, cost includes a relevant proportion of overheads according to the stage of manufacturing/completion.

Research and development

Expenditure on research and development is written off in the year in which it is incurred.

Foreign exchange

Monetary assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rates of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

Government grants

Government grants in relation to tangible fixed assets are credited to profit and loss account over the useful lives of the related assets, whereas those in relation to expenditure are credited when the expenditure is charged to profit and loss.

Leased assets

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profit on a straight line basis over the lease term.

Assets held under finance leases and hire purchase contracts are capitalised and depreciated over their useful lives. The corresponding lease or hire purchase obligation is treated in the balance sheet as a liability. The interest element of rental obligations is charged to the profit and loss account over the period of the lease at a constant proportion of the outstanding balance of capital repayments.

Investments

Investments in shares are included at fair value.

4 Intangible fixed assets

	Other £
Cost	
At 1 March 2022	167,372
Additions	134,412
At 28 February 2023	301,784
Amortisation	
At 1 March 2022	94,070
Charge for the year	59,187
At 28 February 2023	153,257
Net book value	
At 28 February 2023	148,527
At 28 February 2022	73,302

SALCOMBE DISTILLING COMPANY LTD
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 28 FEBRUARY 2023

5 Tangible fixed assets

	Land & buildings	Plant & machinery	Computer equipment	Total
	£	£	£	£
Cost or valuation	At cost	At cost	At cost	
At 1 March 2022	157,496	223,019	104,815	485,330
Additions	16,133	1,402	4,462	21,997
Disposals	(3,659)	(5,326)	(3,099)	(12,084)
At 28 February 2023	169,970	219,095	106,178	495,243
Depreciation				
At 1 March 2022	89,213	103,869	55,626	248,708
Charge for the year	18,665	20,915	18,307	57,887
On disposals	(3,572)	(5,142)	(2,788)	(11,502)
At 28 February 2023	104,306	119,642	71,145	295,093
Net book value				
At 28 February 2023	65,664	99,453	35,033	200,150
At 28 February 2022	68,283	119,150	49,189	236,622

6 Investments

	Subsidiary undertakings
	£
Valuation at 1 March 2022	100
Valuation at 28 February 2023	100

7 Debtors

	2023	2022
	£	£
Amounts falling due within one year		
Trade debtors	107,250	270,839
Accrued income and prepayments	38,594	36,019
Other debtors	7,745	1,634
	153,589	308,492

8 Creditors: amounts falling due within one year

	2023	2022
	£	£
Bank loans and overdrafts	83,333	297,311
Obligations under finance leases and hire purchase contracts	1,695	1,659
Trade creditors	124,225	147,240
Taxes and social security	49,767	114,261
Other creditors	9,559	7,472
Accruals	74,447	71,958
	343,026	639,901

SALCOMBE DISTILLING COMPANY LTD
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 28 FEBRUARY 2023

9 Creditors: amounts falling due after more than one year	2023	2022
	£	£
Bank loans	76,389	159,723
Obligations under finance leases and hire purchase contracts	1,290	3,021
	<hr/> 77,679	<hr/> 162,744
	<hr/> <hr/>	<hr/> <hr/>

10 Average number of employees

During the year the average number of employees was 53 (2022: 59).

