Financial Statements
Herefordshire Cider Company (HCC) Limited

For the period ended 31 December 2011

WEDNESDAY

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COMPANIES HOUSE

Registered number: 07415621

Company Information

Directors	P Burton (appointed 27 October 2010) H Burton (appointed 27 October 2010) S Cottingham (appointed 28 June 2011) J Hibberd (appointed 27 October 2010) S Hibberd (appointed 27 October 2010) R Leach (appointed 3 August 2011) D Hildred (appointed 21 October 2010 & resigned 27 October 2010) G Asquith (appointed 20 June 2012)
Company secretary	S Cottingham
Company number	07415621
Registered office	1 Staniers Way Roman Road Hereford HR1 1JT
Auditors	Grant Thornton UK LLP Chartered Accountants & Statutory Auditor No 1 Whitehall Riverside Leeds West Yorkshire LS1 4BN
Bankers	HSBC plc 4 Hardman Square Manchester M3 3EB
Solicitors	Pinsent Masons LLP 1 Park Row Leeds LS1 5AB

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The following pages do not form part of the statutory financial statements

Directors' Report

For the period ended 31 December 2011

The directors present their report and the financial statements for the period ended 31 December 2011

Principal activity and Business review

The company was incorporated on 21 October 2010 and began trading in March 2011 The principal activity of the company during the period was the provision of alcoholic beverages

The company was founded by the two Managing Directors, Paul Burton and John Hibberd, who have many years' experience in the drinks industry, to manufacture canned drinks During the year our efforts have been focused on the upgrade of premises and the installation of a canning line in Hereford The line is now operational and we look forward to a prosperous 2012

Directors

The directors who served during the period were

P Burton (appointed 27 October 2010)
H Burton (appointed 27 October 2010)
S Cottingham (appointed 28 June 2011)
J Hibberd (appointed 27 October 2010)
S Hibberd (appointed 27 October 2010)
R Leach (appointed 3 August 2011)
D Hildred (appointed 21 October 2010 & resigned 27 October 2010)

Provision of information to auditors

Each of the persons who are directors at the time when this Directors' report is approved has confirmed that

- so far as that director is aware, there is no relevant audit information of which the company's auditors are unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any information needed by the company's auditors in connection with preparing their report and to establish that the company's auditors are aware of that information

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006

This report was approved by the board on 5 July 2012 and signed on its behalf

S Cottingham
Secretary

Directors' Responsibilities Statement

For the period ended 31 December 2011

The directors are responsible for preparing the Directors' report and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law) Under company law the directors must not approve the financial statements unless they are satisfied that they 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 these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and accounting 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 adequate accounting records that are sufficient to show and explain the company's transactions and 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 2006 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

Grant Thornton

Independent Auditors' Report to the Shareholders of Herefordshire Cider Company (HCC) Limited

We have audited the financial statements of Herefordshire Cider Company (HCC) Limited for the period ended 31 December 2011, set out on pages 5 to 12 The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities)

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006 Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an Auditors' report and for no other purpose To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed

Respective responsibilities of directors and auditors

As explained more fully in the Directors' responsibilities statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland) Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements In addition, we read all the financial and non-financial information in the Directors' report to identify material inconsistencies with the audited financial statements If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 December 2011 and of its profit for the period then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, and
- have been prepared in accordance with the requirements of the Companies Act 2006

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' report for the financial period for which the financial statements are prepared is consistent with the financial statements

Independent Auditors' Report to the Shareholders of Herefordshire Cider Company (HCC) Limited

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit, or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the Directors' report

Grant Thornton UK LLP

Matthew Stroh (Senior statutory auditor)

for and on behalf of
Grant Thornton UK LLP

Chartered Accountants
Statutory Auditor

Leeds

9 July 2012

Profit and Loss Account

For the period ended 31 December 2011

	Note	Period ended 31 December 2011 £
Turnover	1	**2,237,167**
Cost of sales		**(2,015,323)**
Gross profit		**221,844**
Administrative expenses		**(155,277)**
Operating profit	2	**66,567**
Interest payable and similar charges	5	**(5,181)**
Profit on ordinary activities before taxation		**61,386**
Tax on profit on ordinary activities	6	**(13,000)**
Profit for the financial period	14	**48,386**

The notes on pages 7 to 12 form part of these financial statements

Balance Sheet

As at 31 December 2011

	Note	£	2011 £
Fixed assets			
Intangible assets	7		**4,229**
Tangible assets	8		**1,458,095**
			1,462,324
Current assets			
Stocks		**19,813**	
Debtors	9	**407,123**	
Cash at bank		**82,173**	
		509,109	
Creditors: amounts falling due within one year	10	**(734,168)**	
Net current liabilities			**(225,059)**
Total assets less current liabilities			**1,237,265**
Creditors: amounts falling due after more than one year	11		**(825,875)**
Provisions for liabilities			
Deferred tax	12		**(13,000)**
Net assets			**398,390**
Capital and reserves			
Called up share capital	13		**350,004**
Profit and loss account	14		**48,386**
Shareholders' funds			**398,390**

The financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 5 July 2012

S Cottingham
Director

The notes on pages 7 to 12 form part of these financial statements

Notes to the Financial Statements

For the period ended 31 December 2011

1. Accounting Policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

1.2 Going concern

On the basis of the cash facilities available and the profit and cash projections for the foreseeable future, the directors are of the opinion that the going concern presumption is an appropriate basis for the preparation of the financial statements

1.3 Cash flow

The financial statements do not include a Cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under the Financial Reporting Standard for Smaller Entities (effective April 2008)

1.4 Turnover

Turnover comprises revenue receivable by the company in respect of goods and services supplied during the period including trade discounts but exclusive of Value Added Tax

1.5 Intangible fixed assets and amortisation

Intangible fixed assets are trademark registration registration costs They are amortised to the Profit and loss account over their estimated economic lives

Amortisation is provided at the following rates

Trademarks	-	5 years

1.6 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 of fixed assets, less their estimated residual value, over their expected useful lives on the following bases

Plant & machinery	-	10 years

2. Operating profit

The operating profit is stated after charging

	Period ended 31 December 2011
	£
Auditors' remuneration - audit of the financial statements	6,775
Auditors' remuneration - non-audit	1,875

Notes to the Financial Statements

For the period ended 31 December 2011

3. Staff costs

Staff costs, including directors' remuneration, were as follows

	Period ended 31 December 2011
	£
Wages and salaries	52,969
Social security costs	7,965
	60,934

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

	Period ended 31 December 2011
	No
Mangement and Administration	3

4. Directors' remuneration

	Period ended 31 December 2011
	£
Aggregate emoluments	44,958

5. Interest payable

	Period ended 31 December 2011
	£
On bank loans and overdrafts	5,181

Notes to the Financial Statements

For the period ended 31 December 2011

6. Taxation

	Period ended 31 December 2011 £
Analysis of tax charge in the period	
Deferred tax (see note 12)	
Effect of increased tax rate on opening liability	13,000
Tax on profit on ordinary activities	13,000

Factors affecting tax charge for the period

The tax assessed for the period is lower than the standard rate of corporation tax in the UK of 20% The differences are explained below

	Period ended 31 December 2011 £
Profit on ordinary activities before tax	61,386
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 20%	12,277
Effects of:	
Expenses not deductible for tax purposes	40
Capital allowances for period in excess of depreciation	(15,562)
Other timing differences leading to an increase (decrease) in taxation	3,245
Current tax charge for the period (see note above)	-

7. Intangible fixed assets

	Trademarks £
Cost	
At 21 October 2010	-
Additions	4,229
At 31 December 2011	4,229
Net book value	
At 31 December 2011	4,229

Notes to the Financial Statements
For the period ended 31 December 2011

8. Tangible fixed assets

	Plant & machinery £
Cost	
At 21 October 2010	-
Additions	1,458,095
At 31 December 2011	1,458,095
Depreciation	
At 21 October 2010 and 31 December 2011	-
Net book value	
At 31 December 2011	1,458,095

9. Debtors

	2011 £
Trade debtors	53,151
Amounts owed by related undertakings	214,716
Other debtors	139,256
	407,123

10. Creditors: Amounts falling due within one year

	2011 £
Bank loans and overdrafts	50,000
Net obligations under finance leases and hire purchase contracts	130,000
Trade creditors	313,072
Social security and other taxes	6,694
Directors loan	180,000
Other creditors	54,402
	734,168

Notes to the Financial Statements

For the period ended 31 December 2011

11. Creditors:
Amounts falling due after more than one year

	2011
	£
Bank loans	183,333
Other loans	509,167
Net obligations under finance leases and hire purchase contracts	133,375
	825,875

12. Deferred taxation

	2011
	£
At beginning of period	-
Charge for period	13,000
At end of period	13,000

The provision for deferred taxation is made up as follows

	2011
	£
Accelerated capital allowances	16,000
Short term timing differences	(3,000)
	13,000

13. Share capital

	2011
	£
Allotted, called up and fully paid	
350,004 Ordinary shares of £1 each	350,004

On 7 February 2011 350,000 shares were issued at par 4 shares were issued at par on incorporation

Notes to the Financial Statements

For the period ended 31 December 2011

14. Reserves

	Profit and loss account £
Profit for the period	48,386
At 31 December 2011	48,386

15. Related party transactions

At 31 December 2011 the company was owed £214,716 by Corinthian Brands Limited (CBL) Limited In the year the company sold goods of £2,237,167 to Corinthian Brands (CBL) Limited and purchased goods of £29,266 from Corinthian Brands (CBL) Limited The directors have a beneficial interest in Corinthian Brands (CBL) Limited

The directors consider that there is no ultimate controlling party