



**Shetland Refreshments Ltd T/A Valhalla
Brewery**

ABBREVIATED ACCOUNTS

for the year ended

29 February 2004



Shetland Refreshments Ltd T/A Valhalla Brewery

ABBREVIATED BALANCE SHEET

29 February 2004



	Notes	£	2004 £	£	2003 £
FIXED ASSETS	2				
Intangible assets			22,572		26,872
Tangible assets			<u>87,506</u>		<u>92,767</u>
			110,078		119,639
CURRENT ASSETS					
Stocks		15,287		17,053	
Debtors		6,075		6,465	
Cash at bank and in hand		<u>5,498</u>		<u>4,397</u>	
		26,860		27,915	
CREDITORS amounts falling due within one year		<u>28,764</u>		<u>29,082</u>	
NET CURRENT LIABILITIES			(1,904)		(1,167)
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>108,174</u>		<u>118,472</u>
CREDITORS amounts falling due after more than one year			4,133		5,733
GOVERNMENT AND OTHER GRANTS	3		<u>35,997</u>		<u>42,375</u>
			<u>68,044</u>		<u>70,364</u>

The Balance sheet continues on the following page.

Shetland Refreshments Ltd T/A Valhalla Brewery

ABBREVIATED BALANCE SHEET (continued)

29 February 2004



	<i>Notes</i>	2004 £	2003 £
CAPITAL AND RESERVES			
Called-up share capital	4	116,580	116,580
Profit and loss account		(48,536)	(46,216)
SHAREHOLDERS' FUNDS		<u>68,044</u>	<u>70,364</u>

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing financial statements 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 the Act relating to financial statements, so far as applicable to the company.

These abbreviated accounts have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These abbreviated accounts were approved by the directors on 21 December 2004 and are signed on their behalf by:

Mr J H Priest



1 ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention.

TURNOVER

Turnover represents the amount received from the provision of goods and services that fall within the ordinary activities of the company, stated net of value added tax.

GOODWILL

Positive purchased goodwill arising on acquisitions is capitalised, classified as an asset on the Balance Sheet and amortised over its estimated useful life up to a maximum of 20 years. This length of time is presumed to be the maximum useful life of purchased goodwill because it is difficult to make projections beyond this period. Goodwill is reviewed for impairment at the end of the first full financial year following each acquisition and subsequently as and when necessary if circumstances emerge that indicate that the carrying value may not be recoverable.

AMORTISATION

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Goodwill	- 10 years
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FIXED ASSETS

All fixed assets are initially recorded at cost.

DEPRECIATION

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Plant and machinery	- 10 years
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The useful economic life of buildings is 25 years. However, the residual value of buildings is currently estimated to be equal to their cost, resulting in no depreciation charge.

STOCKS AND WORK IN PROGRESS

Stocks are valued at the lower of cost and net realisable value. Cost is computed on a first in first out basis. Net realisable value is based on estimated selling price less the estimated cost of disposal.

LEASES AND HIRE PURCHASE CONTRACTS

Tangible fixed assets acquired under finance leases and hire purchase contracts are capitalised at the estimated fair value at the date of inception of each lease or contract. The total finance charges are allocated over the period of the lease in such a way as to give a reasonable constant charge on the outstanding liability.

Shetland Refreshments Ltd T/A Valhalla Brewery

NOTES TO THE ABBREVIATED ACCOUNTS

for the year ended 29 February 2004



1 ACCOUNTING POLICIES *(continued)*

DEFERRED TAXATION

Deferred taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

GOVERNMENT GRANTS

Government grants on capital expenditure are credited to a deferral account and are released to revenue over the expected useful life of the relevant asset by equal annual instalments. Grants of a revenue nature are credited to income in the period to which they relate.

2 FIXED ASSETS

	Intangible Assets £	Tangible Assets £	Total £
Cost			
At 1 March 2003	43,000	118,672	161,672
Additions	—	2,113	2,113
At 29 February 2004	<u>43,000</u>	<u>120,785</u>	<u>163,785</u>
Depreciation			
At 1 March 2003	16,128	25,905	42,033
Charge for year	4,300	7,374	11,674
At 29 February 2004	<u>20,428</u>	<u>33,279</u>	<u>53,707</u>
Net book value			
At 29 February 2004	<u>22,572</u>	<u>87,506</u>	<u>110,078</u>
At 28 February 2003	<u>26,872</u>	<u>92,767</u>	<u>119,639</u>

3 GOVERNMENT AND OTHER GRANTS

	2004 £	2003 £
Received and receivable	65,974	65,974
Amortisation	(29,977)	(23,599)
	<u>35,997</u>	<u>42,375</u>

Shetland Refreshments Ltd T/A Valhalla Brewery

NOTES TO THE ABBREVIATED ACCOUNTS

for the year ended 29 February 2004



4 SHARE CAPITAL

	2004 £	2003 £
Authorised:		
1,000,000 Ordinary shares of £1 each	1,000,000	1,000,000
60,000 Preference shares of £1 each	60,000	60,000
	<u>1,060,000</u>	<u>1,060,000</u>
	2004 £	2003 £
Allotted, called up and fully paid:		
56,580 Ordinary shares of £1 each	56,580	56,580
60,000 Preference shares of £1 each	60,000	60,000
	<u>116,580</u>	<u>116,580</u>

PREFERENCE SHARES

The preference shares carry cumulative rights to dividends. The preference shareholders have no rights in the event of winding up beyond arrears of dividend and a repayment of capital. They have no right to vote except on the winding up of the company, or on a proposed modification of the rights attaching to their preference shares.

The company may, subject to the provisions of the Companies Act 1985, at any time redeem the whole or part of the preference shares upon giving to the shareholders whose shares are to be redeemed not less than three months notice in writing. The company shall redeem the whole of the preference shares then outstanding on 31 May 2019.

All shares were allotted during the period to 29 February 2000.