

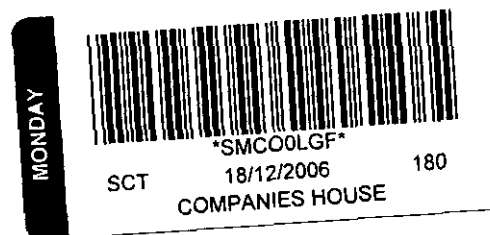
Registered

Shetland Refreshments Ltd T/A Valhalla Brewery

ABBREVIATED ACCOUNTS

for the year ended

28 February 2006



Shetland Refreshments Ltd T/A Valhalla Brewery

ABBREVIATED BALANCE SHEET

28 February 2006

		2006	2005
			As Restated
	Notes	£	£
FIXED ASSETS	2		
Intangible assets		13,972	18,272
Tangible assets		74,641	81,323
		<u>88,613</u>	<u>99,595</u>
CURRENT ASSETS			
Stocks		21,862	24,003
Debtors		7,111	7,182
Cash at bank and in hand		5,127	1,648
		<u>34,100</u>	<u>32,833</u>
CREDITORS amounts falling due within one year		13,549	17,248
NET CURRENT ASSETS		<u>20,551</u>	<u>15,585</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		109,164	115,180
CREDITORS amounts falling due after more than one year		5,778	2,533
Share capital repayable		60,000	60,000
GOVERNMENT AND OTHER GRANTS	3	23,278	29,638
		<u>20,108</u>	<u>23,009</u>

The Balance sheet continues on the following page

Shetland Refreshments Ltd T/A Valhalla Brewery

ABBREVIATED BALANCE SHEET (continued)

28 February 2006

		2006	2005
			As Restated
	Notes	£	£
CAPITAL AND RESERVES			
Called up equity share capital	4	56,580	56,580
Profit and loss account		(36,472)	(33,571)
(DEFICIENCY)/SHAREHOLDERS' FUNDS		<u>20,108</u>	<u>23,009</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 11 December 2006 and are signed on their behalf by



Mr J H Priest

Shetland Refreshments Ltd T/A Valhalla Brewery

NOTES TO THE ABBREVIATED ACCOUNTS

for the year ended 28 February 2006

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
Motor Vehicles	4 years

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.

Shetland Refreshments Ltd T/A Valhalla Brewery

NOTES TO THE ABBREVIATED ACCOUNTS

for the year ended 28 February 2006

1 ACCOUNTING POLICIES *(continued)*

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.

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.

FINANCIAL INSTRUMENTS

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

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 2005	43,000	122,275	165,275
Additions	—	1,101	1,101
At 28 February 2006	<u>43,000</u>	<u>123,376</u>	<u>166,376</u>
Depreciation			
At 1 March 2005	24,728	40,952	65,680
Charge for year	4,300	7,783	12,083
At 28 February 2006	<u>29,028</u>	<u>48,735</u>	<u>77,763</u>
Net book value			
At 28 February 2006	<u>13,972</u>	<u>74,641</u>	<u>88,613</u>
At 28 February 2005	<u>18,272</u>	<u>81,323</u>	<u>99,595</u>

3 GOVERNMENT AND OTHER GRANTS

	2006 £	2005 £
Received and receivable	65,974	65,974
Amortisation	(42,696)	(36,336)
	<u>23,278</u>	<u>29,638</u>

Shetland Refreshments Ltd T/A Valhalla Brewery

NOTES TO THE ABBREVIATED ACCOUNTS

for the year ended 28 February 2006

4 SHARE CAPITAL

	2006 £	2005 £
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>
	2006 £	2005 £
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>
Equity shares		
56,580 Ordinary shares of £1 each	<u>56,580</u>	<u>56,580</u>
Shares classed as financial liabilities		
60,000 Preference shares of £1 each	<u>60,000</u>	<u>60,000</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.