

**TALGARTH BAKERY LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

Talgarth Bakery Limited
Unaudited Financial Statements
For The Year Ended 31 March 2022

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Talgarth Bakery Limited
Balance Sheet
As at 31 March 2022

Registered number: 03789392

		2022		2021	
	Notes	£	£	£	£
FIXED ASSETS					
Intangible Assets	3		72,458		82,708
Tangible Assets	4		1,623,070		1,732,933
Investments	5		66		66
			<u>1,695,594</u>		<u>1,815,707</u>
CURRENT ASSETS					
Stocks	6	249,987		243,337	
Debtors	7	563,090		409,557	
Cash at bank and in hand		<u>38,621</u>		<u>164,665</u>	
		851,698		817,559	
Creditors: Amounts Falling Due Within One Year	8	<u>(1,274,908)</u>		<u>(1,040,015)</u>	
NET CURRENT ASSETS (LIABILITIES)			<u>(423,210)</u>		<u>(222,456)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>1,272,384</u>		<u>1,593,251</u>
Creditors: Amounts Falling Due After More Than One Year	9		<u>(957,377)</u>		<u>(1,274,341)</u>
PROVISIONS FOR LIABILITIES					
Deferred Taxation			<u>(212,773)</u>		<u>(251,231)</u>
NET ASSETS			<u>102,234</u>		<u>67,679</u>
CAPITAL AND RESERVES					
Called up share capital	11		57,688		57,688
Profit and Loss Account			<u>44,546</u>		<u>9,991</u>
SHAREHOLDERS' FUNDS			<u>102,234</u>		<u>67,679</u>

Talgarth Bakery Limited
Balance Sheet (continued)
As at 31 March 2022

For the year ending 31 March 2022 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The member has not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The director acknowledges his 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.

The company has taken advantage of section 444(1) of the Companies Act 2006 and opted not to deliver to the registrar a copy of the company's Profit and Loss Account.

On behalf of the board

Mr Howard Hughes

Director

11/05/2022

The notes on pages 3 to 7 form part of these financial statements.

Talgarth Bakery Limited
Notes to the Financial Statements
For The Year Ended 31 March 2022

1. Accounting Policies

1.1. Basis of Preparation of Financial Statements

The financial statements are prepared under the historical cost convention and in accordance with the FRS 102 Section 1A Small Entities - The Financial Reporting Standard applicable in the UK and Republic of Ireland and the Companies Act 2006.

1.2. Turnover

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the sale of goods and from the rendering of services. Turnover is reduced for estimated customer returns, rebates and other similar allowances.

Sale of goods

Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods has transferred to the buyer. This is usually at the point that the customer has signed for the delivery of the goods.

Rendering of services

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. Turnover is only recognised to the extent of recoverable expenses when the outcome of a contract cannot be estimated reliably.

3. Intangible Fixed Assets and Amortisation - Goodwill

4. Tangible Fixed Assets and Depreciation

Tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. Depreciation is provided at rates calculated to write off the cost of the fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold	2% Straight Line
Plant & Machinery	20% Reducing Balance and 10% Straight Line
Motor Vehicles	20% Reducing Balance
Computer Equipment	33% Straight Line

The depreciation policy on Computer Equipment was changed during the year from 20% reducing balance to the 33% straight line method.

1.5. Leasing and Hire Purchase Contracts

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired under finance leases are depreciated over the shorter of the lease term and their useful lives. Assets acquired under hire purchase contracts are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in the creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period. Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

1.6. Stocks and Work in Progress

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads. Work-in-progress is reflected in the accounts on a contract by contract basis by recording turnover and related costs as contract activity progresses.

Talgarth Bakery Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2022

1.7. Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the statement of comprehensive income because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax is recognised for timing differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable timing differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible timing differences can be utilised. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. Deferred tax liabilities are presented within provisions for liabilities and deferred tax assets within debtors. The measurement of deferred tax liabilities and assets reflect the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Current deferred tax for the year is recognised in profit or loss, except when they related to items recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax is also recognised in other comprehensive income or directly in equity respectively.

Net Book Value

As at 31 March 2022

As at 1 April 2021

72,458

82,708

Talgarth Bakery Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2022

4. Tangible Assets

	Land & Property Freehold	Plant & Machinery	Motor Vehicles	Computer Equipment	Total
	£	£	£	£	£
Cost					
As at 1 April 2021	565,910	2,627,406	444,657	37,606	3,675,579
Additions	-	74,418	57,686	2,642	134,746
As at 31 March 2022	565,910	2,701,824	502,343	40,248	3,810,325
Depreciation					
As at 1 April 2021	98,172	1,636,594	176,169	31,711	1,942,646
Provided during the period	11,318	165,850	62,351	5,090	244,609
As at 31 March 2022	109,490	1,802,444	238,520	36,801	2,187,255
Net Book Value					
As at 31 March 2022	456,420	899,380	263,823	3,447	1,623,070
As at 1 April 2021	467,738	990,812	268,488	5,895	1,732,933

5. Investments

	Listed £
Cost	
As at 1 April 2021	66
As at 31 March 2022	66
Provision	
As at 1 April 2021	-
As at 31 March 2022	-
Net Book Value	
As at 31 March 2022	66
As at 1 April 2021	66

6. Stocks

	2022 £	2021 £
Stock	249,987	243,337
	249,987	243,337

Talgarth Bakery Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2022

7. Debtors

	2022	2021
	£	£
Due within one year		
Trade debtors	473,783	268,672
Prepayments and accrued income	37,706	40,785
Other debtors	10,000	28,482
VAT	41,601	71,618
	<u>563,090</u>	<u>409,557</u>

8. Creditors: Amounts Falling Due Within One Year

	2022	2021
	£	£
Net obligations under finance lease and hire purchase contracts	145,683	176,179
Trade creditors	488,785	330,552
Bank loans and overdrafts	181,710	51,477
Other taxes and social security	49,578	70,331
Other creditors	224,840	215,974
Credit Card	4,522	4,255
Pension	10,881	8,162
Accrued expenses	25,011	49,766
Director's loan account	143,898	133,319
	<u>1,274,908</u>	<u>1,040,015</u>

9. Creditors: Amounts Falling Due After More Than One Year

	2022	2021
	£	£
Net obligations under finance lease and hire purchase contracts	306,884	408,678
Bank loans	650,493	865,663
	<u>957,377</u>	<u>1,274,341</u>

10. Obligations Under Finance Leases and Hire Purchase

	2022	2021
	£	£
The maturity of these amounts is as follows:		
Amounts Payable:		
Within one year	145,683	176,179
Between one and five years	306,884	408,678
	<u>452,567</u>	<u>584,857</u>
	<u>452,567</u>	<u>584,857</u>

Talgarth Bakery Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2022

11. Share Capital

	2022	2021
Allotted, Called up and fully paid	57,688	57,688

12. Related Party Transactions

As at Balance sheet, the company owed the director £143,898 (2021 : £133,319).

The director was voted dividend of £41,559 (2021 : £46,279).

13. Ultimate Controlling Party

The company's ultimate controlling party is H Hughes by virtue of his ownership of 100% of the issued share capital in the company.

14. General Information

Talgarth Bakery Limited is a private company, limited by shares, incorporated in England & Wales, registered number 03789392 . The registered office is Units 8 - 12 Spelter Industrial Estate, Nantyllyllon, Maesteg, Bridgend, CF34 0TY.