

Smock Alley Company Limited
Annual Report and Financial Statements
for the financial year ended 31 December 2020

Smock Alley Company Limited
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Smock Alley Company Limited
DIRECTORS AND OTHER INFORMATION

Directors	Mark Lambert Grace Tallon Brendan Phelan Niamh Byrne Gerard Dempsey Brendan Lynott Danielle Fleming Fiona O'Malley
Company Secretary	Niamh Byrne
Company Number	422241
Registered Office	8 Exchange Street Lower, Dublin 8, Republic of Ireland.
Business Address	8 Exchange Street Lower, Dublin 8, Republic of Ireland.
Auditors	Meagher Moynihan Limited, Chartered Accountants and Statutory Audit Firm 17 Mespil Road, Dublin 4.
Bankers	Bank of Ireland, 34 College Green, Dublin 2, Republic of Ireland.
Solicitors	Compton Solicitors, Pembroke House, Pembroke Street Upper, Dublin 2.

Smock Alley Company Limited

DIRECTORS' REPORT

for the financial year ended 31 December 2020

The directors present their report and the audited financial statements for the financial year ended 31 December 2020.

Reference and Administrative Details

The organisation is a charitable company with a registered office at Exchange Street Lower, Dublin 8. The company trades under the name Smock Alley. The company's registered number is 422241.

The company has been granted a charitable status under Sections 207 and 208 of the Taxes Consolidation Act 1997. Charity Number 20063740/17241 and is registered with the Charities Regulatory Authority.

The day-to-day management of the charity is directed by the following individuals.

Director of Programming & Finance	Lucy Ryan
General Operations Manager	Paul Clune
Technical Manager	Dave Halpin
Event Manager	Sarah O'Neill
Box Office & Marketing Manager	Osgar Dukes
Accounts Manager	Niamh Dillon

The external advisors engaged by the company are as follows:

Bankers	Bank of Ireland, College Green, Dublin 2.
Solicitors	Compton Solicitors, Pembroke House, Pembroke Street Upper, Dublin 2.
Auditors	Meagher Moynihan Limited, Chartered Accountants and Statutory Audit Firm, 17 Mespil Road, Dublin 4.

Directors/Trustee & Secretary

The names of the persons who at any time during the financial year and since the year end, unless otherwise stated were directors/trustees:

Secretary:

Niamh Ferry

Directors

Gerard Dempsey
Niamh Ferry
Danielle Fleming
Mark Lambert
Brendan Lynott
Fiona O'Malley
Brendan Phelan
Grace Tallon

Smock Alley Company Limited

DIRECTORS' REPORT

for the financial year ended 31 December 2020

Principal Activity and Review of the Business

The principal activity of the company is that of the restoration and operation of the Smock Alley Theatre.

The charity has 8 directors who meet quarterly and are responsible for the strategic direction of the charity. There are several subcommittees made up of members of the board and executive who oversee specific areas including Finance, Audit & Risk, Governance, Fundraising and Strategic Development.

The charity is run on a day-to-day basis by the Director of Programming & Finance and with the rest of the management team is responsible for ensuring that the charity meets its long and short-term objectives.

Smock Alley Theatre was created to restore, reinstate, and maintain the theatre at Exchange Street Dublin and to make the same available for the performance and instruction of theatre, drama, music, dance, and film. Our policy is to produce and present high quality, relevant, engaging and accessible theatre.

Since opening in 2012, Smock Alley's two theatres and unique event space have helped establish the venue as a vital resource within the ecology of Irish theatre. We partner with many arts and cultural festivals to welcome audiences, engage with artists and create exciting cultural events. From Dublin Theatre Festival to First Fortnight and from IMRAM to the Irish literature Festival these partnerships are a vital part of our annual programme.

Through our in-house Scene and Heard festival of new work, a supportive rental environment and several artist development programmes, Smock Alley has become a vital first support for many emerging artists and theatre makers. Where possible we offer box-office splits or preferential rates, particularly for our Boy's School space to support and encourage new and experimental work. We have created formal relationships with artists through our artistic programmes to directly support the development of their work.

The company also operates the Banquet Hall as a commercial event space which is popular as a wedding venue and with corporate organisations. This space is a valuable resource in terms of diversifying the income stream.

Principal Risks and Uncertainties

The Directors/Trustees have identified that the key risks and uncertainties the Charity faces relate to the risk of a decrease in the level of donations and the potential increase in compliance requirements in accordance with company, health and safety, taxation and other legislation.

Future Developments

In the context of the ongoing COVID-19 pandemic all capital works have been pending the return of the company to full operational capacity at which juncture such projects will be again reviewed.

Post Balance Sheet Events

In common with the entire arts and cultural sector, COVID-19 pandemic and the related Government national health measures have had a significant impact on the company. The company has been forced to dramatically curtail and for periods cease entirely its income generating activity. However, through combination of superb leadership and teamwork, coupled with the available funding supports the company has been able to navigate this most difficult period and the Directors are hopeful that it can return to full operations in 2021.

Auditors

The auditors, Meagher Moynihan, (Chartered Accountants) have indicated their willingness to continue in office in accordance with the provisions of section 383(2) of the Companies Act 2014.

Smock Alley Company Limited

DIRECTORS' REPORT

for the financial year ended 31 December 2020

COVID-19

During the pandemic, Smock Alley, like other cultural venues, has had to close and operate differently.

Since closure in late March 2020, the company has continued to engage with its audience. A successful fundraising campaign raised €23,000 between March and December.

The company secured funding to equip the theatre with livestreaming capability and events have now been streamed direct to audiences. This capacity creates an exciting new way to access the theatre's programme and will be bedded into future planning. New writing and development programmes have been set up to support artists and ensure the continued pipeline of new work for when the theatre can open its doors again. This includes the Rachel Baptiste Programme for Black Irish theatre makers, The Boys School development programme which will provide funded support for new theatre companies and an Artist in Residence scheme with renowned playwright Sonya Kelly.

Despite the closure of the theatre the company continues to take bookings for weddings in the Banquet Hall.

All core staff have remained with the company throughout this period of closure.

The company has used this period of closure to overhaul systems, improve knowledge, develop a fundraising strategy and to work towards an overall strategic plan for the company. For this the company have engaged the services of external arts management consultants Bonnar Keenleyside.

Statement on Relevant Audit Information

In accordance with section 330 of the Companies Act 2014, so far as each of the persons who are directors at the time this report is approved are aware, there is no relevant audit information of which the statutory auditors are unaware. The directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and they have established that the statutory auditors are aware of that information.

Smock Alley Company Limited **DIRECTORS' RESPONSIBILITIES STATEMENT**

for the financial year ended 31 December 2020.

Accounting Records

To ensure that adequate accounting records are kept in accordance with sections 281 to 285 of the Companies Act 2014, the directors have employed appropriately qualified accounting personnel and have maintained appropriate computerised accounting systems. The accounting records are located at the company's office at 8 Exchange Street Lower, Dublin 8.

Going Concern

The effects of Covid 19 and the closure of all arts venues from March 2020 has had a significant effect on the company's operations. Restrictions are expected to continue in the final quarter of 2021. In light of this the Directors have conducted a detailed review of the company's ability to trade as a going concern. This process involved proactive discussions and negotiations with finance providers and key commercial partners including Bank of Ireland, the Arts Council of Ireland, Singman limited and Dublin City Council. The timing and frequency of the discussions with each party was dictated by the ongoing developments in the National Health guidelines and its affect on the company's operational capacity.

The discussions have been constructive and supportive and they have permitted the Board to adopt a viable business plan, based on detailed working capital projections for the coming 12 months. The business plan is consistently reviewed by the Board and adjusted as new information is presented. In the case of the ongoing discussions with Dublin City Council the Board are awaiting feedback on an independent report commissioned by the Council on the future development of the facilities, this report is supplemental to the two reports they commissioned in the previous year and further meetings are expected for late autumn. On the basis of the information obtained in the course of the external engagements, the improving national health position and in particular the detailed business plan, in the opinion of the Board, the company can meet its obligations as they fall due for the coming 12 month period. On that basis, in their opinion, it is appropriate to prepare the financial Statements on a going concern basis.

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

Irish company law requires the directors to prepare financial statements for each financial year. Under the law the directors have elected to prepare the financial statements in accordance with the Companies Act 2014 and FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" issued by the Financial Reporting Council. 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 assets, liabilities and financial position of the company as at the financial year end date and of the profit or loss of the company for the financial year and otherwise comply with the Companies Act 2014.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies for the company financial statements and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether the financial statements have been prepared in accordance with applicable accounting standards, identify those standards, and note the effect and the reasons for any material departure from those standards; and
- 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 ensuring that the company keeps or causes to be kept adequate accounting records which correctly explain and record the transactions of the company, enable at any time the assets, liabilities, financial position and profit or loss of the company to be determined with reasonable accuracy, enable them to ensure that the financial statements and Directors' Report comply with the Companies Act 2014 and enable the financial statements to be readily and properly audited. 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.

Signed on behalf of the board



Brendan Lynott
Director



Gerard Dempsey
Director

Date: 20th July 2021

INDEPENDENT AUDITOR'S REPORT **to the Shareholders of Smock Alley Company Limited**

Report on the audit of the financial statements

Opinion

We have audited the financial statements of Smock Alley Company Limited ('the company') for the financial year ended 31 December 2020 which comprise the Profit and Loss Account, the Balance Sheet, the Reconciliation of Shareholders' Funds, the Cash Flow Statement and notes to the financial statements, including the summary of significant accounting policies set out in note 2. The financial reporting framework that has been applied in their preparation is Irish Law and FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" issued in the United Kingdom by the Financial Reporting Council.

In our opinion the financial statements:

- give a true and fair view of the assets, liabilities and financial position of the company as at 31 December 2020 and of its profit for the financial year then ended;
- have been properly prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"; and
- have been properly prepared in accordance with the requirements of the Companies Act 2014.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (Ireland) (ISAs (Ireland)) and applicable law. Our responsibilities under those standards are described below in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of financial statements in Ireland, including the Ethical Standard for Auditors (Ireland) issued by the Irish Auditing and Accounting Supervisory Authority (IAASA), and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Emphasis of Matter

There is a material uncertainty related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern and, therefore, that it may be unable to realise its assets and discharge its liabilities in the normal course of business.

In forming our opinion on the financial statements, which is not modified, we have considered the adequacy of the disclosure made in the going concern note to the financial statements concerning the company's ability to continue as a going concern. The financial statements do not include the adjustments that would result if the company was unable to continue as a going concern.

INDEPENDENT AUDITOR'S REPORT

to the Shareholders of Smock Alley Company Limited

Other Information

The directors are responsible for the other information. The other information comprises the information included in the annual report other than the financial statements and our Auditor's Report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2014

In our opinion, based solely on the work undertaken in the course of the audit, we report that:

- the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report has been prepared in accordance with the Companies Act 2014.

We have obtained all the information and explanations which, to the best of our knowledge and belief, are necessary for the purposes of our audit.

In our opinion the accounting records of the company were sufficient to permit the financial statements to be readily and properly audited. In our opinion the financial statements are in agreement with the accounting records.

Matters on which we are required to report by exception

Based on the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified any material misstatements in the Directors' Report. The Companies Act 2014 requires us to report to you if, in our opinion, the disclosures of directors' remuneration and transactions required by sections 305 to 312 of the Act, which relate to disclosures of directors' remuneration and transactions are not complied with by the company. We have nothing to report in this regard.

Respective responsibilities

Responsibilities of directors for the financial statements

As explained more fully in the Directors' Responsibilities Statement, the directors are responsible for the preparation of the financial statements in accordance with the applicable financial reporting framework that give a true and fair view, and for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, if applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the company or to cease operation, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditor's Report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (Ireland) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is contained in the appendix to this report, which is to be read as an integral part of our report.

INDEPENDENT AUDITOR'S REPORT
to the Shareholders of Smock Alley Company Limited

The purpose of our audit work and to whom we owe our responsibilities

Our report is made solely to the company's shareholders, as a body, in accordance with section 391 of the Companies Act 2014. Our audit work has been undertaken so that we might state to the company's shareholders those matters we are required to state to them in an Auditor's Report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume any responsibility to anyone other than the company and the company's shareholders, as a body, for our audit work, for this report, or for the opinions we have formed.



Ger Redmond
for and on behalf of
Meagher Moynihan Limited,
Chartered Accountants and Statutory Audit Firm,
17 Mespil Road,
Ballsbridge,
Dublin 4.

Date: 21st July 2021

Smock Alley Company Limited

APPENDIX TO THE INDEPENDENT AUDITOR'S REPORT

Further information regarding the scope of our responsibilities as auditor

As part of an audit in accordance with ISAs (Ireland), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our Auditor's Report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Auditor's Report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

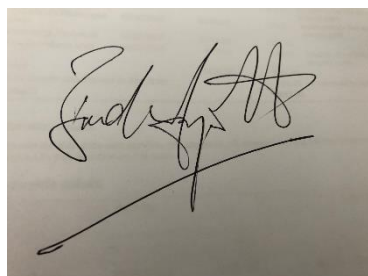
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Smock Alley Company Limited
PROFIT AND LOSS ACCOUNT

for the financial year ended 31 December 2020

	Notes	2020 €	2019 €
Turnover	4	684,524	1,264,533
Cost of sales		(148,115)	(505,230)
Gross profit		417,224	759,303
Administrative expenses		(424,457)	(805,549)
Operating profit/(loss)	5	111,952	(46,246)
Interest payable and similar expenses	6	(6,439)	(7,182)
Profit/(loss) before taxation		105,513	(53,428)
Tax on profit/(loss)	8	-	-
Profit/(loss) for the financial year		105,513	(53,428)
Total comprehensive income		105,513	(53,428)

Approved by the board on 20th July 2021 and signed on its behalf by:



Brendan Lynott
Director

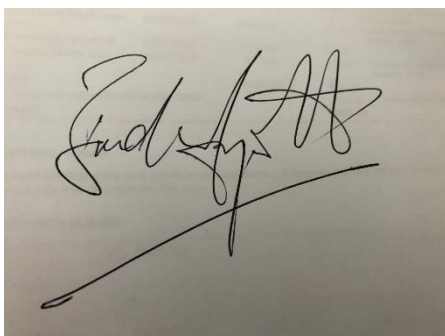


Gerard Dempsey
Director

Smock Alley Company Limited**BALANCE SHEET**

as at 31 December 2020

	Notes	2020 €	2019 €
Fixed Assets			
Tangible assets	9	<u>1,508,631</u>	<u>1,558,023</u>
Current Assets			
Stocks	10	2,184	4,311
Debtors	11	34,094	60,513
Cash and cash equivalents		<u>106,954</u>	<u>290</u>
		<u>143,232</u>	<u>65,114</u>
Creditors: Amounts falling due within one year	12	<u>(290,677)</u>	<u>(315,232)</u>
Net Current Liabilities		<u>(147,445)</u>	<u>(250,118)</u>
Total Assets less Current Liabilities		<u>1,361,186</u>	<u>1,307,905</u>
Creditors			
Amounts falling due after more than one year	13	<u>(1,511,581)</u>	<u>(1,563,813)</u>
Net Liabilities		<u>(150,395)</u>	<u>(255,908)</u>
Capital and Reserves			
Profit and Loss Account		<u>(150,395)</u>	<u>(255,908)</u>
Equity attributable to owners of the company		<u>(150,395)</u>	<u>(255,908)</u>

Approved by the board on 20th July 2021 and signed on its behalf by:

Brendan Lynott
Director**Gerard Dempsey**
Director

Smock Alley Company Limited

RECONCILIATION OF SHAREHOLDERS' FUNDS

as at 31 December 2020

	Retained earnings	Total
	€	€
At 1 January 2020	(202,480)	(202,480)
Loss for the financial period	(53,428)	(53,428)
At 31 December 2019	(255,908)	(255,908)
Profit for the financial year	105,513	105,513
At 31 December 2020	(150,395)	(150,395)

Smock Alley Company Limited
CASH FLOW STATEMENT

for the financial year ended 31 December 2020

	2020	2019
	€	€
Cash flows from operating activities		
Profit/(loss) for the financial year	140,853	(53,428)
Adjustments for:		
Interest payable and similar expenses	-	7,182
Amortised Grant Income	76,488	-
Government supports and grants	154,525	-
Depreciation	61,319	65,091
	<u>(28,841)</u>	<u>18,845</u>
Movements in working capital:		
Movement in stocks	2,127	(261)
Movement in debtors	26,419	59,667
Movement in Loan	(11,084)	-
Movement in creditors	2,911	35,283
	<u>(8,468)</u>	<u>113,534</u>
Cash generated from operations	(8,468)	113,534
Interest paid	(5,823)	(7,182)
	<u>(14,291)</u>	<u>106,352</u>
Cash flows from investing activities		
Payments to acquire tangible fixed assets	(11,926)	-
	<u>(11,926)</u>	<u>-</u>
Cash flows from financing activities		
Government supports	154,525	(2,000)
	<u>154,525</u>	<u>(2,000)</u>
Net increase in cash and cash equivalents	128,308	104,352
Cash and cash equivalents at beginning of financial year	(21,354)	(22,722)
	<u>106,954</u>	<u>81,630</u>
Cash and cash equivalents at end of financial year	106,954	81,630

Smock Alley Company Limited

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 31 December 2020

1. GENERAL INFORMATION

Smock Alley Company Limited is a company limited by shares incorporated in the Republic of Ireland. 8 Exchange Street Lower, Dublin 8, Republic of Ireland is the registered office, which is also the principal place of business of the company. The nature of the company's operations and its principal activities are set out in the Directors' Report. The financial statements have been presented in Euro (€) which is also the functional currency of the company.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

Statement of compliance

The financial statements of the company for the year ended 31 December 2020 have been prepared on the going concern basis and in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (FRS 102).

Basis of preparation

The financial statements have been prepared on the going concern basis and in accordance with the historical cost convention except for certain properties and financial instruments that are measured at revalued amounts or fair values, as explained in the accounting policies below. Historical cost is generally based on the fair value of the consideration given in exchange for assets. The financial reporting framework that has been applied in their preparation is the Companies Act 2014 and FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" issued by the Financial Reporting Council.

The company qualifies as a medium company as defined by section 280F of the Companies Act 2014 in respect of the financial year.

Turnover

Turnover represents the total commissions received in the year

Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost or at valuation, less accumulated depreciation. The charge to depreciation is calculated to write off the original cost or valuation of tangible fixed assets, less their estimated residual value, over their expected useful lives as follows:

Long leasehold property	-	2% Straight line
Fixtures, fittings and equipment	-	15% Straight Line
Technical Assets	-	10% Straight Line

The carrying values of tangible fixed assets are reviewed annually for impairment in periods if events or changes in circumstances indicate the carrying value may not be recoverable.

Government Grant Income

Stocks

Stocks are valued at the lower of cost and net realisable value. Stocks are determined on a first-in first-out basis. Cost comprises expenditure incurred in the normal course of business in bringing stocks to their present location and condition. Full provision is made for obsolete and slow moving items. Net realisable value comprises actual or estimated selling price (net of trade discounts) less all further costs to completion or to be incurred in marketing and selling.

Trade and other debtors

Trade and other debtors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest method less impairment losses for bad and doubtful debts except where the effect of discounting would be immaterial. In such cases the receivables are stated at cost less impairment losses for bad and doubtful debts.

Borrowing costs

Borrowing costs relating to the acquisition of assets are capitalised at the appropriate rate by adding them to the cost of assets being acquired. Investment income earned on the temporary investment of specific borrowings pending their expenditure on the assets is deducted from the borrowing costs eligible for capitalisation. All other borrowing costs are recognised in profit or loss in the period in which they are incurred.

Trade and other creditors

Trade and other creditors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest rate method, unless the effect of discounting would be immaterial, in which case they are stated at cost.

Smock Alley Company Limited

NOTES TO THE FINANCIAL STATEMENTS

continued

for the financial year ended 31 December 2020

Employee benefits

The company provides the statutory leave benefits which are included in the wages and salaries expense.

Taxation

Current tax represents the amount expected to be paid or recovered in respect of taxable profits for the financial year and is calculated using the tax rates and laws that have been enacted or substantially enacted at the Balance Sheet date.

Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated at the rates of exchange ruling at the Balance Sheet date. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated at the rates of exchange ruling at the date of the transaction. Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. The resulting exchange differences are dealt with in the Profit and Loss Account.

3. PERIOD OF FINANCIAL STATEMENTS

The comparative figures relate to the month period ended 31 December 2019.

4. Income

The income for the financial year has been derived from:-

	2020	2019
	€	€
Box Office Sales	169,114	507,581
Bar Sales	44,272	137,674
Food Sales	17,494	66,874
Government Grant	113,533	-
Other sales	334,459	552,404
	<u>678,872</u>	<u>1,264,533</u>

The whole of the company's turnover is attributable to its market in the Republic of Ireland and is derived from the principal activity of restoration and operation of the Smock Alley Theatre.

Name of Grantor: The Arts Council

Name of Grant: Venues Funding Grant

Purpose of Grant: To help finance theatre's art programmes

Accounting for grant: €74,650 was received and recognized as income in the year 2020.

Employees: No employee receives benefits in excess of €60,000 per annum.

Restrictions: The grant is only to be applied to direct programming costs.

Financial Control: The company has confirmed that they have adequate financial controls in place to manage the funds granted by the Arts Council.

5. OPERATING PROFIT/(LOSS)	2020	2019
	€	€
Operating profit/(loss) is stated after charging:		
Depreciation of tangible fixed assets	<u>61,319</u>	<u>65,091</u>
6. INTEREST PAYABLE AND SIMILAR EXPENSES	2020	2019
	€	€
On bank loans and overdrafts	<u>6,439</u>	<u>7,182</u>

Smock Alley Company Limited**NOTES TO THE FINANCIAL STATEMENTS**

continued

for the financial year ended 31 December 2020

7. EMPLOYEES AND REMUNERATION

The staff costs comprise:	2020	2019
	€	€
Wages and salaries	183,907	447,077
Social welfare costs	9,867	52,663
	193,774	499,740

8. TAX ON PROFIT/(LOSS)

No charge to tax arises due to the charitable status of the company.

9. TANGIBLE FIXED ASSETS

	Long leasehold property €	Fixtures, fittings and equipment €	Technical Asset €	Total €
Cost				
At 1 January 2020	2,095,900	587,676	-	2,683,576
Additions	-	6,630	5,296	11,926
At 31 December 2020	2,095,900	594,306	5,296	2,695,502
Depreciation				
At 1 January 2020	537,876	587,677	-	1,125,553
Charge for the financial year	59,943	830	545	61,318
At 31 December 2020	597,819	588,507	545	1,186,871
Net book value				
At 31 December 2020	1,498,081	5,799	4,751	1,508,631
At 31 December 2019	1,558,024	(1)	-	1,558,023

10. STOCKS

	2020	2019
	€	€
Finished goods and goods for resale	2,184	4,311

The replacement cost of stock did not differ significantly from the figures shown.

11. DEBTORS

	2020	2019
	€	€
Trade debtors	32,030	54,446
Taxation (Note 14)	-	6,067
Prepayments	2,064	-
	34,094	60,513

Smock Alley Company Limited**NOTES TO THE FINANCIAL STATEMENTS**

continued

for the financial year ended 31 December 2020

12. CREDITORS	2020	2019
Amounts falling due within one year	€	€
Amounts owed to credit institutions	36,021	56,691
Trade creditors	150,733	162,321
Taxation (Note 14)	26,858	19,568
Other creditors	(1,681)	-
Accruals	51,273	76,652
Deferred Income	27,473	-
	<u>290,677</u>	<u>315,232</u>
	<u><u>290,677</u></u>	<u><u>315,232</u></u>
13. CREDITORS	2020	2019
Amounts falling due after more than one year	€	€
Bank loans	134,352	145,436
Deferred Grant income.	1,133,717	1,210,205
Other creditors	243,512	208,172
	<u>1,511,581</u>	<u>1,563,813</u>
	<u><u>1,511,581</u></u>	<u><u>1,563,813</u></u>
14. TAXATION	2020	2019
	€	€
Debtors:		
VAT	-	6,067
	<u>-</u>	<u>6,067</u>
Creditors:		
VAT	3,441	-
PAYE	14,493	19,568
TWSS taxation creditor	8,924	-
	<u>26,858</u>	<u>19,568</u>
	<u><u>26,858</u></u>	<u><u>19,568</u></u>

15. CAPITAL COMMITMENTS

The company had no material capital commitments at the financial year-ended 31 December 2020.

16. POST-BALANCE SHEET EVENTS

In common with the entire arts and cultural sector, COVID-19 pandemic and the related Government national health measures have had a significant impact on the company. The company has been forced to dramatically curtail and for periods cease entirely its income generating activity. However, through combination of superb leadership and teamwork, coupled with the available funding supports the company has been able to navigate this most difficult period and the Directors are hopeful that it can return to full operations in 2021.

Smock Alley Company Limited**NOTES TO THE FINANCIAL STATEMENTS**

continued

for the financial year ended 31 December 2020

17. CASH AND CASH EQUIVALENTS	2020	2019	
	€	€	
Cash and bank balances	106,954	290	
Bank overdrafts	-	(21,644)	
	<u>106,954</u>	<u>(21,354)</u>	
18. RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET DEBT	Opening balance	Other changes	Closing balance
	€	€	€
Long-term borrowings	(1,303,116)	35,047	(1,268,069)
Short-term borrowings	-	(35,047)	(35,047)
	<u>(1,303,116)</u>	<u>-</u>	<u>(1,303,116)</u>
Total liabilities from financing activities			
Total Cash and cash equivalents (Note 18)			<u>105,980</u>
Total net debt			<u>(1,197,136)</u>

19. APPROVAL OF FINANCIAL STATEMENTS

The financial statements were approved and authorised for issue by the board of directors on 20th July 2021.

20. GOING CONCERN

The effects of Covid 19 and the closure of all arts venues from March 2020 has had a significant effect on the company's operations. Restrictions are expected to continue in the final quarter of 2021. In light of this the Directors have conducted a detailed review of the company's ability to trade as a going concern. This process involved proactive discussions and negotiations with finance providers and key commercial partners including Bank of Ireland, the Arts Council of Ireland, Singman limited and Dublin City Council. The timing and frequency of the discussions with each party was dictated by the ongoing developments in the National Health guidelines and its affect on the company's operational capacity.

The discussions have been constructive and supportive and they have permitted the Board to adopt a viable business plan, based on detailed working capital projections for the coming 12 months. The business plan is consistently reviewed by the Board and adjusted as new information is presented. In the case of the ongoing discussions with Dublin City Council the Board are awaiting feedback on an independent report commissioned by the Council on the future development of the facilities, this report is supplemental to the two reports they commissioned in the previous year and further meetings are expected for late autumn. On the basis of the information obtained in the course of the external engagements, the improving national health position and in particular the detailed business plan, in the opinion of the Board, the company can meet its obligations as they fall due for the coming 12 month period. On that basis, in their opinion, it is appropriate to prepare the financial Statements on a going concern basis.

21. PROVISIONS AVAILABLE FOR AUDITS OF SMALL ENTITIES

In common with many other businesses of our size and nature, we use our auditors to assist with the preparation of the financial statements.

SMOCK ALLEY COMPANY LIMITED

SUPPLEMENTARY INFORMATION

RELATING TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020

NOT COVERED BY THE REPORT OF THE AUDITORS

THE FOLLOWING PAGES DO NOT FORM PART OF THE AUDITED FINANCIAL STATEMENTS

Smock Alley Company Limited**SUPPLEMENTARY INFORMATION RELATING TO THE FINANCIAL STATEMENTS
TRADING STATEMENT**

for the financial year ended 31 December 2020

	Schedule	2020 €	2019 €
Sales		565,339	1,264,533
Cost of sales	1	(148,115)	(505,230)
Gross profit		417,224	759,303
Gross profit Percentage		73.8%	60.0%
Overhead expenses	2	(430,896)	(812,731)
		(13,672)	(53,428)
Miscellaneous income	3	119,185	-
Net profit/(loss)		105,513	(53,428)

Smock Alley Company Limited**SUPPLEMENTARY INFORMATION RELATING TO THE FINANCIAL STATEMENTS****SCHEDULE 1 : COST OF SALES**

for the financial year ended 31 December 2020

	2020	2019
	€	€
Cost of Sales		
Opening stock	4,311	4,050
Food Purchases	5,261	21,981
Direct costs	32,265	32,891
Drink Purchases	23,149	54,491
Ticketsolve	17,043	22,616
Recharges expense account	2,284	27,064
Box office returns	65,986	346,448
	<hr/>	<hr/>
	150,299	509,541
Closing stock	(2,184)	(4,311)
	<hr/>	<hr/>
	148,115	505,230
	<hr/> <hr/>	<hr/> <hr/>

Smock Alley Company Limited**SUPPLEMENTARY INFORMATION RELATING TO THE FINANCIAL STATEMENTS****SCHEDULE 2 : OVERHEAD EXPENSES**

for the financial year ended 31 December 2020

	2020	2019
	€	€
Administration Expenses		
Wages and salaries	183,907	447,077
Social welfare costs	9,867	52,663
Staff training	-	140
Rent payable	64,997	65,001
Rates and water charges	-	315
Insurance	4,314	15,955
Light and heat	29,388	46,600
Cleaning	9,749	29,947
Repairs and maintenance	14,573	12,328
Technical repairs	640	6,096
Printing, postage and stationery	622	2,624
Post & packaging	-	175
Advertising	2,751	3,762
Telephone	1,551	1,827
Computer costs	-	1,937
Motor expenses	84	714
Legal and professional	472	27,219
Accountancy	22,174	-
Bank charges	1,047	15,878
Bad debts	1,241	-
General expenses	5,970	10,200
Subscriptions	1,291	-
Auditor's remuneration	8,500	-
Depreciation of tangible fixed assets	61,319	65,091
	<u>424,457</u>	<u>805,549</u>
Finance		
Bank interest paid	6,439	7,182
	<u>430,896</u>	<u>812,731</u>

Smock Alley Company Limited
SUPPLEMENTARY INFORMATION RELATING TO THE FINANCIAL STATEMENTS
SCHEDULE 3 : MISCELLANEOUS INCOME
for the financial year ended 31 December 2020

	2020	2019
	€	€
Miscellaneous Income		
Sundry income	<u>119,185</u>	<u>-</u>

