

Company Number: 422241

Smock Alley Company Limited by Guarantee
Annual Report and Financial Statements
for the financial year ended 31 December 2019

Smock Alley Company Limited
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Smock Alley Company Limited

DIRECTORS AND OTHER INFORMATION

Directors	Mark Lambert Brendan Lynott Appointed 8/10/2019 Brendan Phelan Appointed 10/10/2019 Danielle Fleming Appointed 8/10/2019 Niamh Byrne Gerard Dempsey Grace Tallon Appointed 20/11/2019 Fiona O'Malley Appointed 4/10/2019
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, Chartered Accountants and Registered Auditors 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'/TRUSTEES REPORT

for the financial year ended 31 December 2019

The directors/trustees present their report and the audited financial statements for the financial year ended 31 December 2019.

This is the third set of financial statements prepared by Smock Alley Company Limited by Guarantee in accordance with accounting standards issued by the Financial Reporting Council, including FRS 102 "The Financial Reporting Standard applicable in the Republic of Ireland" ("FRS 102") as modified by the Statement of Recommended Practice "Accounting and Reporting by Charities" effective 1 January 2015.

Reference and Administrative Details

The organisation is a charitable company with a registered office at Exchange St 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 No 20063740/17241 and is registered with the Charities Regulatory Authority.

The artistic director is Patrick Sutton who has many years of experience. The day to day management of the charity is directed by the following individuals in addition to the Artistic Director who are considered key management personnel;

Director of Programming & Finance: Lucy Ryan

Events Manager: Conor Byrne

Technical Manager: David Halpin

Box Office & Marketing Manager: Osgar Dukes

Bar & Catering Manager: Paul Clune

The day to day of the external advisors engaged by the Company are as follows:

Bankers	Bank of Ireland, 34 College Green, Dublin 2.
Solicitors	Compton Solicitors, Pembroke House, Pembroke Street Upper, Dublin 2.
Auditors	Meagher Moynihan, Chartered Accountants and Statutory Auditors, 17 Mespil Road, Dublin 4.

Directors/Trustee and 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 Byrne

Directors:

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

Smock Alley Company Limited
DIRECTORS'/TRUSTEES REPORT
for the financial year ended 31 December 2019

Trustees

Patrick Sutton

Philomena Byrne

Principle Activities and Objectives:

The charity has two trustees who meet on a monthly basis and are responsible for the strategic direction of the charity. The charity is ran on a day to day basis by the general manager, and the artistic director is responsible for ensuring that the charity meets its long and short term objectives.

The charity's principle activities and objectives are as follows:

The principal activity of the company is that of the restoration and operation of the Smock Alley Theatre. The net asset value of the company decreased from (€202,480) in the prior period to (€255,908) in the current period.

Our constitution states that we acquire the Smock Alley Theatre premises at West Essex Street, Dublin and to restore, reinstate and maintain the theatre and to make same available for the performance and instruction of theatre, drama, music, dance and film.

The main objective of the company is to produce high quality relevant engaging and accessible theatre for a diverse audience. The ambition this year was to increase the quality of these productions and to bring artists with various abilities and disabilities to the stage.

Recent successes include the growth of our Scene + Heard new work festival, Roaring Banshees and the Fringe Festival & the success of those works in progress in becoming full productions, becoming established as a hub for a range of different festivals servicing different strands of the public (Literature, Science, Mental Health, Theatre etc.), engagement with more international groups which attract different cultural groups to the theatre, positioning ourselves as a hub for training & mentoring for the emerging artist, an increase in additional offerings to diversify & increase income (dinner offerings, tours & packages).

Structure, Governance and Management

In 2016 senior management held a series of meetings to create a five year strategic plan (2017-2021). This is the framework document that informs our seasonal planning and our day to day operations. Staff meetings are held bi-weekly with a standing agenda of Things Done, Things to Do, Issues where we reflect on where we are in relation to the objectives and budgetary targets we have set for that particular period.

Overall budgets are set by the Director of Programming & Finance and agreed with the Artistic Director & Board. Individual budgets are given to senior management for the areas which they manage and report on progress at the staff meeting. The Board are given a financial update at each board meeting. We have adopted the guidelines given in the Statement of Recommended Practice (SORP) for charities as outlined in the Arts Council's document 'Recommended Guidelines for Financial Reporting'.

All aspects of the running of the theatre, governance, staffing, operations, marketing, resources, and fundraising are outlined in this document. The strategic plan for 2021-2022 will be undertaken to create new targets and identify new opportunities, threats and initiatives in conjunction with reports commissioned by Dublin City Council for the benefit of the company in 2019-2020.

Our affiliations are chosen strategically and reflect the wide range of skills, interests and relationships that help us focus on achieving our mission of arts provision. We have also applied to be a UNESCO World Heritage Site.

In terms of our board make-up and management - as per article 4.3, at the annual general meeting in every subsequent year, one third of the Directors for the time being, or, if their number is not three or a multiple of three, then the number nearest one-third shall retire from office. As per article 4.4, the Directors to retire in every year shall be those who have been longest in office since the last election, but as between persons who became directors on the same day, those to retire shall (unless they otherwise agree amongst themselves) be determined by lot. As per article 4.5, a retiring director shall be eligible for re-election.

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

Smock Alley Company Limited
DIRECTORS'/TRUSTEES REPORT

for the financial year ended 31 December 2019

Principal Risks and Uncertainties

The Directors/Trustees have identified that the key risks and uncertainties the Charity faces pertain to the impact of the ongoing covid-19 pandemic and the related Government imposed national health measure. The impact on the company's operational capacity has been very dramatic, the company's trading and working capital position is under prudent and regular review by the Board in consultation with all major stakeholders.

Reserves Policy

The Director/Trustees are satisfied the working capital position of the company will stabilise. It is envisaged that this progress will continue for another 12 months at which time the reserves policy will be reviewed in the context of the company's capital expenditure programme for the theatre.

Future Developments

In the context on the ongoing Covid-19 pandemic all capital works have been suspended 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, the 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 a 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 confident 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.

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'/TRUSTEES REPORT

for the financial year ended 31 December 2019

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.

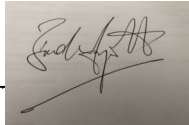
Going Concern

Mindful of the effects of the ongoing Covid 19 pandemic and in particular of the effects of the Government's national health measures on the normal operating capacity of the company, the directors have conducted a detailed review of the company's ability to trade as a going concern. This review involved detailed discussions with all key stake holders including but not restricted to Dublin City Council, Bank of Ireland, Singman Limited, the company's clients and staff. These discussions, which are proactive and ongoing, have provided the information and assurances needed to permit the Board to construct and adopt a viable business plan and working capital projection for the coming 12 months. The supports and assurances offered by the stakeholders to restructure debt and offer periods of forbearance, coupled with the recently announced extended Government and Art Council supports, give the Directors the confidence to commit to the business plan as drafted. In the opinion of the Board the company will be able to meet all its obligations as they fall due for the next twelve month period and on that basis, in their opinion, it is appropriate to prepare the financial statements on a going concern basis.

Signed on behalf of the board

Niamh Feely

Niamh Byrne
Director



Brendan Lynott
Director

Date: 22nd October 2020

Smock Alley Company Limited

DIRECTORS' RESPONSIBILITIES STATEMENT

for the financial year ended 31 December 2019

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:

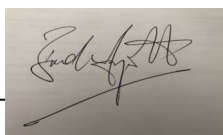
- select suitable accounting policies for the company financial statements and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether the financial statements have been prepared in accordance with applicable accounting standards, identify 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

Niamh Feely

Niamh Byrne
Director



Brendan Lynott
Director

Date: 22nd October 2020

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 2019 which comprise the Profit and Loss Account, the Balance Sheet, the Reconciliation of Shareholders' Funds, the Cash Flow Statement and the related notes to the financial statements, including a 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".

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 2019 and of its loss 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 further described 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 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

We have nothing to report in respect of the following matters in relation to which ISAs (Ireland) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

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.

In connection with our audit of the financial statements, 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 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

Based solely on the work undertaken in the course of the audit, we report that:

- in our opinion, 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
- in our opinion, the Directors' Report has been prepared in accordance with the Companies Act 2014.

We have obtained all the information and explanations which we consider 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. 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 are not made. We have nothing to report in this regard.

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

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 and for being satisfied that they 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, as 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 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, located at page 11, which is to be read as an integral part of our report.

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,

Chartered Accountants and Registered Auditors

17 Mespil Road,

Dublin 4.

Date: 22nd October 2020

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.

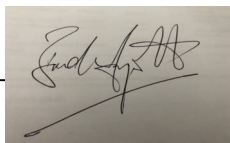
Smock Alley Company Limited
PROFIT AND LOSS ACCOUNT
for the financial year ended 31 December 2019

	Notes	2019 €	2018 €
Turnover	4	1,264,533	1,309,873
Cost of sales		(505,230)	(417,470)
Gross profit		759,303	892,403
Administrative expenses		(805,549)	(870,828)
Operating (loss)/profit	5	(46,246)	21,575
Interest payable and similar expenses	6	(7,182)	(8,235)
(Loss)/profit before taxation		(53,428)	13,340
Tax on (loss)/profit	8	-	-
(Loss)/profit for the financial year		(53,428)	13,340
Total comprehensive income		(53,428)	13,340

Approved by the board on 22nd October 2020 and signed on its behalf by:

Niamh Feely
Niamh Byrne
Director

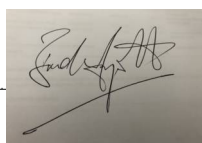
Brendan Lynott
Brendan Lynott
Director



Smock Alley Company Limited**BALANCE SHEET**

as at 31 December 2019

	Notes	2019 €	2018 €
Fixed Assets			
Tangible assets	9	<u>1,558,023</u>	<u>1,622,483</u>
Current Assets			
Stocks	10	4,311	4,050
Debtors	11	60,513	120,180
Cash and cash equivalents		<u>290</u>	<u>50</u>
		<u>65,114</u>	<u>124,280</u>
Creditors: Amounts falling due within one year	12	<u>(315,232)</u>	<u>(281,077)</u>
Net Current Liabilities		<u>(250,118)</u>	<u>(156,797)</u>
Total Assets less Current Liabilities		<u>1,307,905</u>	<u>1,465,686</u>
Creditors			
Amounts falling due after more than one year	13	<u>(1,563,813)</u>	<u>(1,668,166)</u>
Net Liabilities		<u>(255,908)</u>	<u>(202,480)</u>
Capital and Reserves			
Profit and Loss Account		<u>(255,908)</u>	<u>(202,480)</u>
Equity attributable to owners of the company		<u>(255,908)</u>	<u>(202,480)</u>

Approved by the board on 22nd October 2020 and signed on its behalf by:*Niamh Feely*_____
Niamh Byrne
Director_____
Brendan Lynott
Director

Smock Alley Company Limited

RECONCILIATION OF SHAREHOLDERS' FUNDS

as at 31 December 2019

	Retained earnings	Total
	€	€
At 1 January 2019	(215,820)	(215,820)
Profit for the financial period	13,340	13,340
At 31 December 2018	(202,480)	(202,480)
Loss for the financial year	(53,428)	(53,428)
At 31 December 2019	(255,908)	(255,908)

Smock Alley Company Limited
CASH FLOW STATEMENT
for the financial year ended 31 December 2019

	Notes	2019 €	2018 €
Cash flows from operating activities			
(Loss)/profit for the financial year		(53,428)	13,340
Adjustments for:			
Amortisation of Grant		(76,489)	(76,489)
Amortisation of Grant		7,182	8,235
Interest payable and similar expenses		65,091	81,500
Depreciation		(57,644)	26,586
Movements in working capital:			
Movement in stocks		(261)	(103)
Movement in debtors		59,667	(25,858)
Movement in creditors		35,283	8,458
Cash generated from operations		37,045	9,083
Interest paid		(7,182)	(8,235)
Net cash generated from operating activities		29,863	848
Cash flows from investing activities			
Payments to acquire tangible fixed assets		-	(3,854)
Cash flows from financing activities			
Long term loan reduction		27,868	26,811
Net increase in cash and cash equivalents		1,995	(29,817)
Cash and cash equivalents at beginning of financial year		(22,722)	7,095
Cash and cash equivalents at end of financial year	18	(20,727)	(22,722)

Smock Alley Company Limited

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 31 December 2019

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 2019 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.

Turnover

Turnover represents the total income generated 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

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.

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.

for the financial year ended 31 December 2019

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.

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 year ended 31 December 2018.

4. INCOME

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

	2019 €	2018 €
Box Office Sales	507,581	502,873
Bar Sales	137,674	150,756
Food Sales	66,874	65,555
Arts Council Funding	77,000	70,000
Other sales	475,404	520,689
	<u>1,264,533</u>	<u>1,309,873</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 the theatre's arts programme.

Accounting for grants: €77,000 was received and recognised as income in the year 2019.

Employees: No employee of the Company 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 on place to manage the funds granted to it by The Arts Council.

5. OPERATING (LOSS)/PROFIT

	2019 €	2018 €
Operating (loss)/profit is stated after charging:		
Depreciation of tangible fixed assets	64,460	81,500
	<u>64,460</u>	<u>81,500</u>

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

continued

for the financial year ended 31 December 2019

6. INTEREST PAYABLE AND SIMILAR EXPENSES		2019	2018
		€	€
On bank loans and overdrafts		<u>7,182</u>	<u>8,235</u>
7. EMPLOYEES AND REMUNERATION			
The staff costs comprise:		2019	2018
		€	€
Wages and salaries		447,077	460,143
Social welfare costs		<u>52,663</u>	<u>43,040</u>
		<u>499,740</u>	<u>503,183</u>
8. TAX ON (LOSS)/PROFIT			
No charge to tax arises due to the charitable status of the company.			
9. TANGIBLE FIXED ASSETS			
	Long leasehold property	Fixtures, fittings and equipment	Total
	€	€	€
Cost			
At 1 January 2019	2,095,900	587,676	2,683,576
At 31 December 2019	<u>2,095,900</u>	<u>587,676</u>	<u>2,683,576</u>
Depreciation			
At 1 January 2019	477,993	583,100	1,061,093
Charge for the financial year	59,883	4,577	64,460
At 31 December 2019	<u>537,876</u>	<u>587,677</u>	<u>1,125,553</u>
Net book value			
At 31 December 2019	<u>1,558,024</u>	-	<u>1,558,023</u>
At 31 December 2018	<u>1,617,907</u>	<u>4,577</u>	<u>1,622,483</u>
10. STOCKS		2019	2018
		€	€
Finished goods and goods for resale		<u>4,311</u>	<u>4,050</u>
The replacement cost of stock did not differ significantly from the figures shown.			
11. DEBTORS		2019	2018
		€	€
Trade debtors		54,446	120,180
Taxation (Note 14)		<u>6,067</u>	-
		<u>60,513</u>	<u>120,180</u>

Smock Alley Company Limited
NOTES TO THE FINANCIAL STATEMENTS

continued

for the financial year ended 31 December 2019

12. CREDITORS	2019	2018
Amounts falling due within one year	€	€
Amounts owed to credit institutions	56,691	57,819
Trade creditors	162,321	148,576
Taxation (Note 14)	19,568	43,879
Other creditors	-	1
Accruals	76,652	30,802
	<u>315,232</u>	<u>281,077</u>
13. CREDITORS	2019	2018
Amounts falling due after more than one year	€	€
Bank loans	145,436	173,301
Deferred Grant Income	1,210,205	1,286,693
Other Loans	208,172	208,172
	<u>1,563,813</u>	<u>1,668,166</u>
14. TAXATION	2019	2018
	€	€
Debtors:		
VAT	6,067	-
Creditors:		
VAT	-	24,496
PAYE	19,568	19,383
	<u>19,568</u>	<u>43,879</u>
15. CAPITAL COMMITMENTS		
The company had no material capital commitments at the financial year-ended 31 December 2019.		
16. POST-BALANCE SHEET EVENTS		
In common with the entire arts and cultural sector, the 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 a 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 confident that it can return to full operations in 2021.		
17. CASH AND CASH EQUIVALENTS	2019	2018
	€	€
Cash and bank balances	290	50
Bank overdrafts	(21,644)	(22,772)
	<u>(21,354)</u>	<u>(22,722)</u>

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

continued

for the financial year ended 31 December 2019

18. RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET DEBT

	Opening balance	Other changes	Closing balance
	€	€	€
Long-term borrowings	173,301	(35,047)	145,436
Short-term borrowings	35,047	-	35,047
Total liabilities from financing activities	208,348	(35,047)	180,483

19. APPROVAL OF FINANCIAL STATEMENTS

The financial statements were approved and authorised for issue by the board of directors on 22nd October 2020.

SMOCK ALLEY COMPANY LIMITED

SUPPLEMENTARY INFORMATION

RELATING TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019

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 2019

	Schedule	2019 €	2018 €
Sales		1,187,533	1,239,973
Arts Council Funding		77,000	70,000
Cost of sales	1	(505,230)	(417,470)
Gross profit		<u>759,303</u>	<u>892,403</u>
Gross profit Percentage		<u>60.0%</u>	<u>68.1%</u>
Overhead expenses	2	(812,731)	(879,063)
Net (loss)/profit		<u>(53,428)</u>	<u>13,340</u>

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

for the financial year ended 31 December 2019

	2019	2018
	€	€
Cost of Sales		
Opening stock	4,050	3,947
Food Purchases	21,981	30,374
Direct costs	32,891	76,442
Drink Purchases	54,491	46,501
Ticketsolve	22,616	17,734
Recharges expense account	27,064	23,135
Box office returns	346,448	223,387
	<hr/>	<hr/>
	509,541	421,520
Closing stock	(4,311)	(4,050)
	<hr/>	<hr/>
	<u>505,230</u>	<u>417,470</u>

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

for the financial year ended 31 December 2019

	2019	2018
	€	€
Administration Expenses		
Wages and salaries	447,077	460,143
Social welfare costs	52,663	43,040
Staff training	140	-
Rent payable	65,001	65,000
Rates and water charges	315	38
Insurance	15,955	16,470
Light and heat	46,600	34,575
Cleaning	29,947	38,877
Repairs and maintenance	12,328	24,440
Technical repairs	6,096	3,246
Printing, postage and stationery	2,624	2,606
Post & packaging	175	144
Advertising	3,762	7,011
Telephone	1,827	2,466
Computer costs	1,937	1,749
Motor expenses	714	3,537
Entertaining	-	1,135
Legal and professional	27,219	9,181
Bank charges	15,878	15,644
Bad debts	-	50,000
General expenses	10,200	10,026
Depreciation of tangible fixed assets	65,091	81,500
	<u>805,549</u>	<u>870,828</u>
Finance		
Bank interest paid	7,182	8,235
	<u>812,731</u>	<u>879,063</u>