

**Company registration number: 00218403**

**Badgworthy Land Company Limited  
Filleled Annual Report and Unaudited Financial Statements  
for the Year Ended 31 March 2018**

**BADGWORTHY LAND COMPANY LIMITED**

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# BADGWORTHY LAND COMPANY LIMITED

(Registration number: 00218403)  
Balance Sheet as at 31 March 2018

		2018	(As restated) 2017
	Note	£	£
<b>Fixed assets</b>			
Tangible assets	<u>3</u>	924,386	924,386
Other financial assets	<u>4</u>	9,512	15,313
		<u>933,898</u>	<u>939,699</u>
<b>Current assets</b>			
Debtors	<u>5</u>	19,099	10,901
Cash at bank and in hand		<u>20,148</u>	<u>83,773</u>
		39,247	94,674
<b>Creditors: Amounts falling due within one year</b>	<u>6</u>	<u>(69,792)</u>	<u>(86,877)</u>
<b>Net current (liabilities)/assets</b>		<u>(30,545)</u>	<u>7,797</u>
<b>Total assets less current liabilities</b>		903,353	947,496
<b>Creditors: Amounts falling due after more than one year</b>	<u>6</u>	<u>(349,696)</u>	<u>(285,906)</u>
<b>Provisions for liabilities</b>			
Deferred tax liabilities		<u>(1,594)</u>	<u>(2,580)</u>
<b>Net assets</b>		<u>552,063</u>	<u>659,010</u>
<b>Capital and reserves</b>			
Called up share capital		10,255	10,255
Capital redemption reserve		117,432	117,432
Fair value reserve		7,783	12,598
Profit and loss reserve		<u>416,593</u>	<u>518,725</u>
<b>Total equity</b>		<u>552,063</u>	<u>659,010</u>

# **BADGWORTHY LAND COMPANY LIMITED**

**(Registration number: 00218403)**

**Balance Sheet as at 31 March 2018**

For the financial year ending 31 March 2018 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared and delivered in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006. The option not to file the profit and loss account and directors' report has been taken.

Approved and authorised by the Board on 10 December 2018 and signed on its behalf by:

T A H Yandle  
Director

## **BADGWORTHY LAND COMPANY LIMITED**

### **Notes to the Financial Statements for the Year Ended 31 March 2018**

#### **1 General information**

The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is:

The Elms Estate Office  
Bishops Tawton  
Barnstaple  
Devon  
EX32 0EJ

#### **2 Accounting policies**

##### **Summary of significant accounting policies and key accounting estimates**

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

##### **Statement of compliance**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

##### **Basis of preparation**

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

These financial statements are presented in Sterling (£).

##### **Restatements**

Restatements are accounting adjustments arising from a change in accounting policy. The change in accounting policy is applied retrospectively as if the new accounting policy had always been applied.

##### **Turnover recognition**

Turnover represents rents receivable and similar income. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;  
it is probable that future economic benefits will flow to the entity;  
and specific criteria have been met for each of the company's activities.

##### **Expenditure**

Resources expended are recognised on the accruals basis to match the period in which the expenditure was incurred. The company makes payments to its parent charity under gift aid and is recognised upon physical payment.

## **BADGWORTHY LAND COMPANY LIMITED**

### **Notes to the Financial Statements for the Year Ended 31 March 2018**

#### **Tax**

The tax expense for the period comprises current and deferred tax. Tax is recognised in the profit and loss account, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Deferred tax is recognised on timing differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements and on unused tax losses or tax credits in the company. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

The carrying amount of deferred tax assets are reviewed at each reporting date and a valuation allowance is set up against deferred tax assets so that the net carrying amount equals the highest amount that is more likely than not to be recovered based on current or future taxable profit.

Deferred tax liabilities are presented within provisions for liabilities on the balance sheet.

#### **Tangible assets**

Tangible assets are stated at cost. Buildings comprise a very small proportion of this value, and therefore, any depreciation charge would be immaterial. As a result, no depreciation is charged.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition.

#### **Depreciation of tangible assets**

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Land and buildings	No depreciation

#### **Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

#### **Debtors**

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

## **BADGWORTHY LAND COMPANY LIMITED**

### **Notes to the Financial Statements for the Year Ended 31 March 2018**

#### **Creditors**

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

#### **Borrowings**

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

#### **Reserves**

Called up share capital represents the nominal value of shares that have been issued.

Capital redemption reserve records the nominal value of shares repurchased by the company.

Fair value reserve is the surplus or deficit arising on the revaluation of an asset of a company.

Profit and loss account includes all current and prior period profits and losses.

#### **Share capital**

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

## BADGWORTHY LAND COMPANY LIMITED

### Notes to the Financial Statements for the Year Ended 31 March 2018

#### 3 Tangible assets

	Land and buildings £	Total £
<b>Cost or valuation</b>		
At 1 April 2017	924,386	924,386
At 31 March 2018	924,386	924,386
<b>Depreciation</b>		
<b>Carrying amount</b>		
At 31 March 2018	924,386	924,386
At 31 March 2017	924,386	924,386

Included within the net book value of land and buildings above is £924,386 (2017 - £924,386) in respect of freehold land and buildings.



**BADGWORTHY LAND COMPANY LIMITED****Notes to the Financial Statements  
for the Year Ended 31 March 2018****4 Other financial assets (current and non-current)**

	<b>Financial assets at fair value through profit and loss £</b>	<b>Total £</b>
<b>Non-current financial assets</b>		
<b>Cost or valuation</b>		
At 1 April 2017	15,313	15,313
Fair value adjustments	(5,801)	(5,801)
At 31 March 2018	9,512	9,512
<b>Impairment</b>		
<b>Carrying amount</b>		
At 31 March 2018	9,512	9,512

**5 Debtors**

	<b>2018 £</b>	<b>2017 £</b>
Trade debtors	15,788	7,875
Other debtors	3,311	3,026
Total current trade and other debtors	19,099	10,901

**BADGWORTHY LAND COMPANY LIMITED****Notes to the Financial Statements  
for the Year Ended 31 March 2018****6 Creditors****Creditors: amounts falling due within one year**

		<b>2018</b>	<b>(As restated)</b>
	<b>Note</b>	<b>£</b>	<b>2017</b>
			<b>£</b>
<b>Due within one year</b>			
Loans and borrowings	<u>7</u>	57,475	55,940
Trade creditors		178	2,275
Taxation and social security		-	8,657
Corporation tax		5,233	3,670
Other creditors		6,906	16,335
		<u>69,792</u>	<u>86,877</u>
<b>Due after one year</b>			
Loans and borrowings	<u>7</u>	<u>349,696</u>	<u>285,906</u>

See note 9 for Other Creditors restatement information.

# BADGWORTHY LAND COMPANY LIMITED

## Notes to the Financial Statements for the Year Ended 31 March 2018

### Creditors: amounts falling due after more than one year

	Note	2018 £	2017 £
<b>Due after one year</b>			
Loans and borrowings	7	349,696	285,906
		<b>2018 £</b>	<b>2017 £</b>
<b>Due after more than five years</b>			
After more than five years by instalments		276,656	153,856

### 7 Loans and borrowings

	2018 £	2017 £
<b>Current loans and borrowings</b>		
Bank borrowings	57,475	55,940
	<b>2018 £</b>	<b>2017 £</b>
<b>Non-current loans and borrowings</b>		
Bank borrowings	73,040	132,050
Other borrowings	276,656	153,856
	349,696	285,906

### Bank borrowings

The company land is pledged as security in respect of the bank borrowings.

### Loans and borrowings due in greater than five years

Included in the loans and borrowings are the following amounts due after more than five years:

	2018 £	2017 £
After more than five years by instalments	276,656	153,856
<b>Other loans after five years</b>		

The loan was provided by the parent company Badgworthy Trust for the Preservation of Exmoor. The Trust holds a charge over the land at Whiterocks. Interest is being charged on this loan at 1.5% above the NatWest Bank base rate.

## BADGWORTHY LAND COMPANY LIMITED

### Notes to the Financial Statements for the Year Ended 31 March 2018

#### 8 Reserves reconciliation

	Capital redemption reserve £	Fair value reserve £
At 1 April 2017	117,432	12,598
<b>Movement in year :</b>		
Transfer of fair value adjustment from profit & loss	-	(5,801)
Transfer of deferred tax on fair value adjustments	-	986
	<u>117,432</u>	<u>7,783</u>
At 31 March 2018		
	<u>117,432</u>	<u>7,783</u>
	Capital redemption reserve £	Fair value reserve £
At 1 April 2016	117,432	12,433
<b>Movement in year :</b>		
Transfer of fair value adjustment from profit & loss	-	198
Transfer of deferred tax on fair value adjustments	-	(33)
	<u>117,432</u>	<u>12,598</u>
At 31 March 2017		
	<u>117,432</u>	<u>12,598</u>

#### 9 Restatement

The company makes payments to its parent charity under gift aid as set out in the expenditure accounting policy. This policy has changed in line with the SORP clarification issued in 5 October 2018 (Update Bulletin 2). Previously the expenditure was recognised in the year to which it related.

The effect of the change is to increase net assets at 1 April 2016 by £75,000 from £468,302 to £543,302. The gift aid donation payment during the year ended 31 March 2017 is reduced by £100,000 from £175,000 to £75,000 and the surplus is increased by £100,000 from £15,708 to £115,708. Other creditors at 31 March 2017 is decreased by £175,000 from £191,335 to £16,335, and therefore net assets and closing reserves at 31 March 2017 is increased by £175,000 from £484,010 to £659,010.

The comparative figures have been restated to reflect the application of the new policy.

**10 Related party transactions**

**Summary of transactions with parent**

Badgworthy Trust for the Preservation of Exmoor

At the balance sheet date the amount due to Badgworthy Trust for the Preservation of Exmoor was £276,656 (2017 - £153,856) relating to other borrowings.

Within nine months of 31 March 2018, the company made a gift aid payment of £50,000 (2017: £175,000) to its parent, Badgworthy Trust for the Preservation of Exmoor, and claimed the tax relief on profits made in the 31 March 2018 year end.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.