

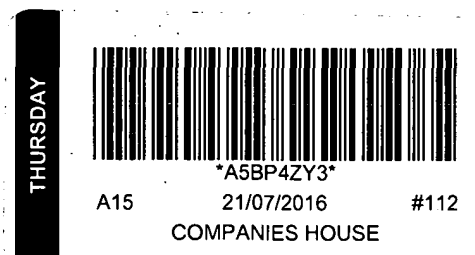
COMPANY REGISTRATION NUMBER 00692327

A.H. CLARK (FARMS) LIMITED

Unaudited Abbreviated Accounts

for the year ended

31st March 2016



A.H. CLARK (FARMS) LIMITED
Accountants' Report to the Directors
for the year ended 31st March 2016

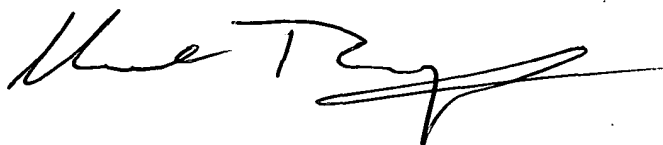
In accordance with our terms of engagement, and in order to assist you to fulfil your duties under the Companies Act 2006, we have compiled the financial statements of the company set out on pages 2 to 7 from the accounting records and information and explanations you have given to us.

This report is made to the Company's Directors, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the Company's Directors that we have done so, and state those matters that we have agreed to state to them in this report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's Directors, as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the balance sheet as at 31st March 2016 your duty to ensure that the company has kept adequate accounting records and to prepare financial statements that give a true and fair view under the Companies Act 2006. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.



MOORE THOMPSON
Chartered Accountants

Bank House
Broad Street
Spalding
PE11 1TB

Dated: 18 July 2016

A.H. CLARK (FARMS) LIMITED

Abbreviated Balance Sheet

as at 31st March 2016

	Note	2016 £	2015 £
Fixed assets	2		
Tangible assets		2,065,852	2,139,733
Investments		57,459	55,641
		<u>2,123,311</u>	<u>2,195,374</u>
Current assets			
Stocks		385,848	490,204
Debtors		70,819	141,604
Cash at bank		2,806	1,288
		<u>459,473</u>	<u>633,096</u>
Creditors: amounts falling due within one year	3	<u>418,033</u>	<u>360,706</u>
Net current assets		<u>41,440</u>	<u>272,390</u>
Total assets less current liabilities		<u>2,164,751</u>	<u>2,467,764</u>
Creditors: amounts falling due after more than one year	4	906,895	1,077,825
Provisions for liabilities		66,245	68,158
		<u>1,191,611</u>	<u>1,321,781</u>
Capital and reserves			
Called-up equity share capital	6	26,419	26,419
Revaluation reserve		1,018,263	1,018,263
Other reserves		13,581	13,581
Profit and loss account		133,348	263,518
Shareholders' funds		<u>1,191,611</u>	<u>1,321,781</u>

The Balance sheet continues on the following page.
The notes on pages 4 to 7 form part of these abbreviated accounts.

A.H. CLARK (FARMS) LIMITED

Abbreviated Balance Sheet *(continued)*

as at 31st March 2016

For the year ended 31st March 2016 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 abbreviated accounts have been prepared in accordance with the special provisions applicable to companies subject to the small companies regime.

These abbreviated accounts were approved by the directors and authorised for issue on 18 July 2016 and are signed on their behalf by:



H.M.M. Clark

Company Registration Number: 00692327

The notes on pages 4 to 7 form part of these abbreviated accounts.

A.H. CLARK (FARMS) LIMITED

Notes to the Abbreviated Accounts

for the year ended 31st March 2016

1. Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain fixed assets, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

Turnover

Turnover represents the total amount receivable by the company for goods supplied and services provided, exclusive of value added tax.

In respect of long-term contracts and contracts for on-going services, turnover represents the value of work done in the year, including estimates of amounts not invoiced. Turnover in respect of long-term contracts and contracts for on-going services is recognised by reference to the stage of completion.

Fixed assets

All fixed assets are initially recorded at cost, except for breeding mares. These are capitalised on a herd basis under the Income and Corporation Taxes Act 1988. The movement in valuation is reflected in the profit and loss account. Freehold land is included within the financial statements at the open market value at the balance sheet date.

Depreciation

Depreciation is calculated so as to write off the cost or revaluation of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Fixtures and office equipment	-	15% reducing balance
Leasehold property and drainage	-	10% straight line
Implements, plant and machinery	-	10% - 15% reducing balance
Motor vehicles	-	25% reducing balance

Depreciation is not provided on freehold property where, in the opinion of the directors, the residual value of that property is such that any depreciation charge would be immaterial.

No depreciation is provided for on freehold land.

Investment properties

In accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015), some of the company's properties are held for long-term investment and are included in the Balance Sheet at their open market values. The surplus or deficit on revaluation of such properties are transferred to the investment property revaluation reserve. Depreciation is not provided in respect of freehold investment properties.

This policy represents a departure from statutory accounting principles, which require depreciation to be provided on all fixed assets. The directors consider that this policy is necessary in order that the Financial Statements may give a true and fair view because current values and changes in current values are of prime importance rather than the calculation of systematic annual depreciation. Depreciation is only one of many factors reflected in the valuation and the amount which might otherwise have been shown cannot be separately identified or quantified.

Stocks

Stocks are valued by professional valuers and are stated at the lower of cost and net realisable value.

A.H. CLARK (FARMS) LIMITED

Notes to the Abbreviated Accounts

for the year ended 31st March 2016

1. Accounting policies *(continued)*

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis.

Finance lease agreements

Where the company enters into a lease which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a finance lease. The asset is recorded in the balance sheet as a tangible fixed asset and is depreciated in accordance with the above depreciation policies. Future instalments under such leases, net of finance charges, are included within creditors. Rentals payable are apportioned between the finance element, which is charged to the profit and loss account on a straight line basis, and the capital element which reduces the outstanding obligation for future instalments.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits or credited to profit on a straight line basis over the period of the lease.

Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold.

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Financial instruments

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities.

A.H. CLARK (FARMS) LIMITED

Notes to the Abbreviated Accounts

for the year ended 31st March 2016

1. Accounting policies (continued)

Farm support income

Monies received and receivable from the Rural Payments Agency in respect of the Basic Payment Scheme and the Environmental Stewardship Scheme are recognised as other operating income in the period to which they relate.

2. Fixed assets

	Tangible Assets £	Investments £	Total £
Cost or valuation			
At 1st April 2015	2,695,580	55,641	2,751,221
Additions	20,942	1,818	22,760
Disposals	(51,419)	—	(51,419)
At 31st March 2016	<u>2,665,103</u>	<u>57,459</u>	<u>2,722,562</u>
Depreciation			
At 1st April 2015	555,847	—	555,847
Charge for year	89,793	—	89,793
On disposals	(46,389)	—	(46,389)
At 31st March 2016	<u>599,251</u>	<u>—</u>	<u>599,251</u>
Net book value			
At 31st March 2016	<u>2,065,852</u>	<u>57,459</u>	<u>2,123,311</u>
At 31st March 2015	<u>2,139,733</u>	<u>55,641</u>	<u>2,195,374</u>

The freehold land was valued by T.H. White MA FRICS FFAV, of Brown & Co on 31 March 2006 at open market value. The directors adopted the transitional provision of the Financial Reporting Standard for Smaller Entities and the valuation has not been updated.

Freehold property included at a net book value of £427,710 (2015 - £433,221) is held as an Investment Property.

	2016 £	2015 £
Central Wool Growers Limited	4,183	4,183
Life policies on the life of a director	53,235	51,417
Processed Vegetable Growers Association Limited	1	1
Lincolnshire Machinery Ring Limited	40	40
	<u>57,459</u>	<u>55,641</u>

A.H. CLARK (FARMS) LIMITED

Notes to the Abbreviated Accounts

for the year ended 31st March 2016

3. Creditors: amounts falling due within one year

The following liabilities disclosed under creditors falling due within one year are secured by the company:

	2016 £	2015 £
Bank loans and overdrafts	142,929	108,156
Obligations under hire purchase contracts and finance lease agreements	106,018	68,912
	<u>248,947</u>	<u>177,068</u>

4. Creditors: amounts falling due after more than one year

The following liabilities disclosed under creditors falling due after more than one year are secured by the company:

	2016 £	2015 £
Bank loans and overdrafts	895,672	960,319
Obligations under hire purchase contracts and finance lease agreements	11,223	117,506
	<u>906,895</u>	<u>1,077,825</u>

Included within creditors falling due after more than one year is an amount of £641,705 (2015 - £629,561) in respect of liabilities which fall due for payment after more than five years from the balance sheet date.

5. Transactions with the directors

H.M.M. Clark has given a personal guarantee in respect of the overdraft facility available to the company.

6. Share capital

Allotted, called up and fully paid:

	2016 No.	£	2015 No.	£
Ordinary shares of £1 each	<u>26,419</u>	<u>26,419</u>	<u>26,419</u>	<u>26,419</u>