Registered number: 01206244

ELM TREE FARM LIMITED

UNAUDITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

BALANCE SHEET
AS AT 31 MARCH 2022

	Note		2022 £		2021 £
Fixed assets					
Tangible assets	4		**484,217**		571,994
Investments	5		**15**		15
			484,232		572,009
Current assets					
Stocks		**449,237**		456,067	
Debtors: amounts falling due within one year	6	**434,181**		115,033	
Cash at bank and in hand		**1,024,101**		553,042	
		1,907,519		1,124,142	
Creditors: amounts falling due within one year	7	**(699,982)**		(277,067)	
Net current assets			**1,207,537**		847,075
Provisions for liabilities					
Deferred tax	8		**(43,442)**		(27,536)
Net assets			**1,648,327**		1,391,548
Capital and reserves					
Called up share capital			**72,000**		72,000
Profit and loss account			**1,576,327**		1,319,548
			1,648,327		1,391,548

BALANCE SHEET (CONTINUED)
AS AT 31 MARCH 2022

The directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The Company has opted not to file the statement of income and retained earnings in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 2 December 2022.

A C Lavery
Director

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

1. General information

Elm Tree Farm Limited is a private company limited by shares, incorporated in England and Wales (registered number: 01206244). Its registered office is The Estate office, Bakewell, Derbyshire, DE45 1PJ. The principal activity of the Company throughout the year continued to be that of arable farming.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The Company's functional and presentation currency is pounds sterling.

The following principal accounting policies have been applied:

2.2 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Set-aside and arable payments are brought into the profit and loss account in the period in which credit is taken for the sale of the related crops.

2.3 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, as follows.

The depreciation rates used are:

Land and buildings leasehold	- 15 years straight line
Farm plant and machinery	- 3 to 10 years straight line
Corn drying and storage facilities	- 15 years straight line
Tractors, combine harvesters and vehicles	- 4 to 7 years straight line

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss.

2. Accounting policies (continued)

2.4 Valuation of investments

Fixed asset investments are stated at cost less provision for diminution in value.

2.5 Stocks

Stocks are stated at the lower of cost and net realisable value, being the estimated selling price less costs to complete and sell. Cost is based on the cost of purchase on a first in, first out basis. Work in progress and finished goods include labour and attributable overheads

At each balance sheet date, stocks are assessed for impairment. If stock is impaired, the carrying amount is reduced to its selling price less costs to complete and sell. The impairment loss is recognised immediately in profit or loss.

2.6 Financial instruments

The company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities such as bank and cash balances, trade and other accounts receivable and payable, loans from banks and other third parties and loans to and from related parties.

Debt instruments (other than those wholly repayable or receivable within one year), including loans and other accounts receivable and payable, are initially measured at the transaction price and subsequently at amortised cost using the effective interest method. Debt instruments that are payable or receivable within one year, typically trade debtors and creditors, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received. However, if the arrangements of a short-term instrument constitute a financing transaction, the financial asset or liability is measured, initially, at the present value of the future cash flow discounted at a market rate of interest for a similar debt instrument and subsequently at amortised cost.

Financial assets and liabilities are offset and the net amount reported in the Balance Sheet when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

2.7 Current and deferred taxation

The tax expense for the year comprises current and deferred tax. Tax is recognised in the Statement or Income and Retained Earnings.

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

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Balance Sheet date, except that:

The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

3. Employees

The average number of employees during the year was 3 (2021 - 6). The directors do not have employment contracts with the Company and are not paid for their roles.

4. Tangible fixed assets

	Short leasehold buildings	Corn drying and storage installation	Tractors, vehicles and implements	Total
	£	£	£	£
Cost				
At 1 April 2021	143,339	95,620	1,199,492	1,438,451
Additions	-	-	52,939	52,939
Disposals	-	-	(12,490)	(12,490)
At 31 March 2022	143,339	95,620	1,239,941	1,478,900
Depreciation				
At 1 April 2021	98,137	95,619	672,701	866,457
Charge for the year on owned assets	3,368	-	137,347	140,715
Disposals	-	-	(12,489)	(12,489)
At 31 March 2022	101,505	95,619	797,559	994,683
Net book value				
At 31 March 2022	41,834	1	442,382	484,217
At 31 March 2021	45,202	1	526,791	571,994

5. Fixed asset investments

	Unlisted investment
	£
Cost	
At 1 April 2021 and at 31 March 2022	**15**
Net book value	
At 31 March 2022	**15**
At 31 March 2021	15

The investment is a share in United Oilseed Producers Limited, an Industrial and Provident Society registered in England and Wales. This represents less than 1% of the issued shares in the company.

6. Debtors

	2022	2021
	£	£
Trade debtors	**8,352**	40,314
Amounts owed by related undertakings	**257,680**	-
Other debtors	**18,709**	17,971
Prepayments and accrued income	**149,440**	56,748
	434,181	115,033

7. Creditors: Amounts falling due within one year

	2022	2021
	£	£
Trade creditors	**19,909**	81,137
Amounts owed to related undertakings	**444,989**	651
Corporation tax	**76,273**	48,592
Other taxation and social security	**3,691**	2,582
Other creditors	**1,997**	56,777
Accruals and deferred income	**153,123**	87,328
	699,982	277,067

8. Deferred taxation

	2022
	£
At beginning of year	27,536
Charged to profit or loss	(15,906)
At end of year	**43,442**

The provision for deferred taxation is made up as follows:

	2022	2021
	£	£
Other timing differences	43,442	27,536