

REGISTERED NUMBER: 01934145 (England and Wales)

Unaudited Financial Statements for the Year Ended 30th June 2017

for

Hail Weston Farms Limited

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for the year ended 30th June 2017

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Hail Weston Farms Limited

Company Information

for the year ended 30th June 2017

DIRECTORS:

J A Clements
R L Banks
G C Clements
H F Spavins

SECRETARY:

J A Clements

REGISTERED OFFICE:

Church View
80 High Street
Hail Weston
St Neots
Cambridgeshire
PE19 5JW

REGISTERED NUMBER:

01934145 (England and Wales)

ACCOUNTANTS:

Smailes Goldie Turner Limited
Chartered Accountants
Regent's Court
Princess Street
Hull
East Yorkshire
HU2 8BA

SOLICITORS:

Woodfines LLP Solicitors
6 Bedford Road
Sandy
Bedfordshire
SG19 1EN

Hail Weston Farms Limited (Registered number: 01934145)

Balance Sheet

30th June 2017

	Notes	2017 £	£	2016 £	£
FIXED ASSETS					
Intangible assets	4		55,341		69,177
Tangible assets	5		<u>708,404</u>		<u>484,649</u>
			763,745		553,826
CURRENT ASSETS					
Stocks	6	392,354		383,395	
Debtors	7	93,350		191,040	
Cash at bank		<u>355,687</u>		<u>374,018</u>	
		841,391		948,453	
CREDITORS					
Amounts falling due within one year	8	<u>224,686</u>		<u>289,623</u>	
NET CURRENT ASSETS			616,705		658,830
TOTAL ASSETS LESS CURRENT LIABILITIES			1,380,450		1,212,656
CREDITORS					
Amounts falling due after more than one year	9		(110,850)		-
PROVISIONS FOR LIABILITIES			(80,869)		(68,936)
NET ASSETS			<u>1,188,731</u>		<u>1,143,720</u>
CAPITAL AND RESERVES					
Called up share capital			100		100
Capital reserve			306,799		306,799
Fair value reserve			44,272		55,341
Retained earnings			<u>837,560</u>		<u>781,480</u>
SHAREHOLDERS' FUNDS			<u>1,188,731</u>		<u>1,143,720</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30th June 2017.

The members have not required the company to obtain an audit of its financial statements for the year ended 30th June 2017 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

Balance Sheet - continued

30th June 2017

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors on 5th October 2017 and were signed on its behalf by:

R L Banks - Director

Notes to the Financial Statements

for the year ended 30th June 2017

1. STATUTORY INFORMATION

Hail Weston Farms Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements have been prepared in accordance with applicable accounting standards including Section 1A of Financial Reporting Standard 102 The Financial Reporting Standard Applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006. The financial statements have been prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated. The company adopted FRS 102 in the current year and an explanation of how transition to FRS 102 has affected the reported financial position and performance is given in note 12.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Intangible fixed assets

Basic Payment Scheme entitlements are initially recognised at cost and are amortised on a straight line basis over their expected useful life. At the reporting date, the expected useful life is 6 years, reflecting the 6 year period of benefit to be received via the Basic Payment Scheme. The Basic Payment Scheme commenced in 2015 and the cessation year expected to be 2020.

Provision is made for any impairment.

Tangible fixed assets

Tangible fixed assets are stated at cost (or deemed cost) or valuation less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended.

Depreciation

Depreciation of fixed assets is charged by annual instalments commencing with the year of acquisition at rates estimated to write off their cost less any residual value over the expected useful lives.

The annual rates used are as follows:

Freehold Land	Nil
Land & Buildings	10% on cost
Plant & Machinery	between 3 and 10 years

Government grants

The company receives government grants in respect of the Basic Payment Scheme, under the Common Agricultural Policy. These grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the company will comply with conditions attaching to them and the grants will be received using the performance model.

Government grants received in respect of fixed assets are released to the profit and loss account in equal annual amounts over the estimated useful economic lives of the specific asset they relate to.

Other government grants of a revenue nature are credited to income so as to match them with the expenditure to which they relate.

Notes to the Financial Statements - continued

for the year ended 30th June 2017

2. ACCOUNTING POLICIES - continued

Stocks

Stocks, including biological assets, are stated at the lower of cost and net realisable value. Cost is determined using the first-in, first-out (FIFO) method and represents costs incurred to date to bring growing crops and finished produce to its current state. Net realisable value is estimated selling price in the ordinary course of business, less applicable variable selling expenses.

Current & deferred tax

Current tax represents the amount of tax payable or receivable in respect of the taxable profit (or loss) for the current and past reporting periods. It is measured at the amount expected to be paid or recovered using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax represents the future tax consequences of transactions and events recognised in the financial statements of current and previous periods. It is recognised in respect of all timing differences, with certain exceptions. Timing differences are differences between taxable profits and total comprehensive income as stated in the financial statements that arise from the inclusion of income and expense in tax assessments in periods different from those in which they are recognised in the financial statements. Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities and other future taxable profits.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date that are expected to apply to the reversal of timing differences. Deferred tax on revalued non-depreciable tangible fixed assets and investment properties is measured using the rates and allowances that apply to the sale of the asset.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Debtors and creditors receivable/ payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the profit and loss account in other administrative expenses.

Impairment

Assets not measured at fair value are reviewed for any indication that the asset may be impaired at each balance sheet date. If such indication exists, the recoverable amount of the asset, or the asset's cash generating unit, is estimated and compared to the carrying amount. Where the carrying amount exceeds its recoverable amount, an impairment loss is recognised in profit or loss unless the asset is carried at a revalued amount where the impairment loss is a revaluation decrease.

Operating lease agreements

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

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 8 (2016 - 8) .

Notes to the Financial Statements - continued

for the year ended 30th June 2017

4. INTANGIBLE FIXED ASSETS

	Other intangible assets £
COST	
At 1st July 2016 and 30th June 2017	<u>83,013</u>
AMORTISATION	
At 1st July 2016	13,836
Charge for year	<u>13,836</u>
At 30th June 2017	<u>27,672</u>
NET BOOK VALUE	
At 30th June 2017	<u>55,341</u>
At 30th June 2016	<u>69,177</u>

Other intangible assets comprise Basic Payment Scheme Entitlements.

5. TANGIBLE FIXED ASSETS

	Land & Buildings £	Plant and machinery £	Totals £
COST			
At 1st July 2016	157,834	1,115,508	1,273,342
Additions	-	354,160	354,160
Disposals	-	(155,393)	(155,393)
At 30th June 2017	<u>157,834</u>	<u>1,314,275</u>	<u>1,472,109</u>
DEPRECIATION			
At 1st July 2016	113,222	675,471	788,693
Charge for year	5,089	78,010	83,099
Eliminated on disposal	-	(108,087)	(108,087)
At 30th June 2017	<u>118,311</u>	<u>645,394</u>	<u>763,705</u>
NET BOOK VALUE			
At 30th June 2017	<u>39,523</u>	<u>668,881</u>	<u>708,404</u>
At 30th June 2016	<u>44,612</u>	<u>440,037</u>	<u>484,649</u>

6. STOCKS

	2017 £	2016 £
Produce	-	2,655
Growing crop	332,996	348,811
Consumables	<u>59,358</u>	<u>31,929</u>
	<u>392,354</u>	<u>383,395</u>

Notes to the Financial Statements - continued

for the year ended 30th June 2017

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017	2016
	£	£
Trade debtors	10,079	112,494
Tax	-	21,837
VAT	27,928	13,508
Prepayments and accrued income	55,343	43,201
	<u>93,350</u>	<u>191,040</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017	2016
	£	£
Hire purchase contracts (see note 10)	55,425	65,000
Trade creditors	109,114	180,065
Tax	638	-
Social security and other taxes	2,033	1,906
Accruals and deferred income	57,476	42,652
	<u>224,686</u>	<u>289,623</u>

9. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2017	2016
	£	£
Hire purchase contracts (see note 10)	<u>110,850</u>	<u>-</u>

10. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

	Hire purchase contracts	
	2017	2016
	£	£
Net obligations repayable:		
Within one year	55,425	65,000
Between one and five years	110,850	-
	<u>166,275</u>	<u>65,000</u>

	Non-cancellable operating leases	
	2017	2016
	£	£
Within one year	7,020	13,155
Between one and five years	14,722	21,742
	<u>21,742</u>	<u>34,897</u>

Notes to the Financial Statements - continued

for the year ended 30th June 2017

11. PENSION COMMITMENTS

The company contributes to a defined contribution pension scheme in respect of one (2016: one) employee. The assets of the scheme are held separately from those of the company. The pension cost for the year ended 30 June 2017 amounted to £7,500 (2016 £7,500).

12. RELATED PARTY DISCLOSURES

Key management personnel of the entity

	2017	2016
£		
Rent paid	8,546	8,546
Loans due to related parties	-	30

13. FIRST YEAR ADOPTION

The company has adopted FRS 102 for the first time in the year ended 30 June 2017.

The effect of transition from previous financial reporting framework to FRS 102 is outlined below.

Changes in accounting policies

Previously unrecognised intangible assets, in respect of Basic Payment Scheme entitlements, have been revalued to their fair value as at 1 July 2015. These entitlements had not been recognised previously due to being acquired via the ownership of existing land, and therefore there being no cost. The entitlements have been revalued using the government values per hectare of entitled land at the date of the revaluation. The revalued amount at 1 July 2015 is now their deemed cost and is being amortised to reflect the years remaining on the scheme until it ceases in 2020. The increase in fair value amounted to £83,013.

Reconciliation of equity shareholders' funds

Adjustments to previously reported equity shareholders' funds at the date of transition to FRS 102 were as follows:

	As at 1 July 2015	As at 1 July 2016
Shareholders' funds under old UK GAAP	1,129,851	1,088,379
Increase in intangible assets to reflect fair value	83,013	83,013
Amortisation charge for the year on revalued intangible assets	-	(13,836)
Deferred tax adjustment for capitalisation of BPS entitlements	(16,603)	(13,836)
Shareholders' funds under FRS 102	<u>1,196,261</u>	<u>1,143,720</u>

Reconciliation of comparative period profit

Profit for the year ended 30 June 2016 under old UK GAAP	(41,472)
Amortisation charged for the year on BPS entitlements	(13,836)
Deferred tax movement regarding BPS entitlements	2,767
Profit for the year ended 30 June 2016 under FRS 102	<u>(52,541)</u>

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.