

**BUTTERFLY POULTRY LIMITED**

**UNAUDITED**

**FINANCIAL STATEMENTS**

**INFORMATION FOR FILING WITH THE REGISTRAR**

**FOR THE YEAR ENDED 31 JULY 2017**

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COMPANIES HOUSE

# **BUTTERFLY POULTRY LIMITED**

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**BUTTERFLY POULTRY LIMITED**  
**REGISTERED NUMBER: 02513659**

**BALANCE SHEET**  
**AS AT 31 JULY 2017**

	Note	2017 £	2016 £
<b>Fixed assets</b>			
Tangible assets	3	4,341	1,666
		<u>4,341</u>	<u>1,666</u>
<b>Current assets</b>			
Stocks	4	726,138	440,457
Debtors: amounts falling due within one year	5	1,667,124	1,950,338
Cash at bank and in hand	6	81,823	153,165
		<u>2,475,085</u>	<u>2,543,960</u>
Creditors: amounts falling due within one year	7	(2,223,113)	(2,299,464)
<b>Net current assets</b>		<u>251,972</u>	<u>244,496</u>
<b>Total assets less current liabilities</b>		<u>256,313</u>	<u>246,162</u>
<b>Provisions for liabilities</b>			
Deferred tax	8	(825)	(719)
		<u>(825)</u>	<u>(719)</u>
<b>Net assets</b>		<u><u>255,488</u></u>	<u><u>245,443</u></u>
<b>Capital and reserves</b>			
Called up share capital		1,003	1,003
Other reserves	9	3,002	3,002
Profit and loss account	9	251,483	241,438
		<u>255,488</u>	<u>245,443</u>

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 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.

**BUTTERFLY POULTRY LIMITED**  
**REGISTERED NUMBER: 02513659**

**BALANCE SHEET (CONTINUED)**  
**AS AT 31 JULY 2017**

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 9 April 2018.



**D Snodgrass**  
Director

The notes on pages 3 to 8 form part of these financial statements.

## **BUTTERFLY POULTRY LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2017**

#### **1. Accounting policies**

##### **1.1 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 following principal accounting policies have been applied:

##### **1.2 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 for the sale and supply of poultry and meat products, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

###### **Sale of goods**

Revenue from the sale of goods is recognised when all of the following conditions are satisfied:

- the Company has transferred the significant risks and rewards of ownership to the buyer;
- the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the transaction; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

##### **1.3 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, on a reducing balance basis.

Depreciation is provided on the following basis:

Fixtures and fittings	-	25%
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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 the Statement of income and retained earnings.

## **BUTTERFLY POULTRY LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2017**

#### **1. Accounting policies (continued)**

##### **1.4 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.

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.

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

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

##### **1.6 Foreign currency translation**

###### **Functional and presentation currency**

The Company's functional and presentational currency is GBP.

###### **Transactions and balances**

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

Foreign exchange gains and losses resulting from the settlement of transactions and from the translation at period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Statement of income and retained earnings except when deferred in other comprehensive income as qualifying cash flow hedges.

##### **1.7 Dividends**

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid. Final equity dividends are recognised when approved by the shareholders at an annual general meeting. Dividends on shares recognised as liabilities are recognised as expenses and classified within interest payable.

##### **1.8 Pensions**

###### **Defined contribution pension plan**

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in the Statement of income and retained earnings when they fall due. Amounts not paid are shown in accruals as a liability in the Balance sheet. The assets of the plan are held separately from the Company in independently administered funds.

## **BUTTERFLY POULTRY LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2017**

#### **1. Accounting policies (continued)**

##### **1.9 Borrowing costs**

All borrowing costs are recognised in the Statement of income and retained earnings in the year in which they are incurred.

##### **1.10 Current and deferred taxation**

The tax expense for the year comprises current and deferred tax. Tax is recognised in the Statement of income and retained earnings, except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income 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.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

#### **2. Employees**

The average monthly number of employees, including directors, during the year was 5 (2016 - 5).

**BUTTERFLY POULTRY LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 JULY 2017**

**3. Tangible fixed assets**

	Fixtures and fittings £
<b>Cost or valuation</b>	
At 1 August 2016	12,772
Additions	3,809
At 31 July 2017	<u>16,581</u>
<b>Depreciation</b>	
At 1 August 2016	11,106
Charge for the year on owned assets	1,134
At 31 July 2017	<u>12,240</u>
<b>Net book value</b>	
At 31 July 2017	<u><u>4,341</u></u>
At 31 July 2016	<u><u>1,666</u></u>

**4. Stocks**

	2017 £	2016 £
Goods for resale	726,138	440,457
	<u><u>726,138</u></u>	<u><u>440,457</u></u>

**5. Debtors**

	2017 £	2016 £
Trade debtors	1,525,200	1,735,791
Other debtors	133,859	193,242
Prepayments and accrued income	8,065	21,305
	<u><u>1,667,124</u></u>	<u><u>1,950,338</u></u>



**BUTTERFLY POULTRY LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 JULY 2017**

**6. Cash and cash equivalents**

	2017 £	2016 £
Cash at bank and in hand	81,823	153,165
Less: bank overdrafts	(351,184)	(360,314)
	<u>(269,361)</u>	<u>(207,149)</u>

**7. Creditors: Amounts falling due within one year**

	2017 £	2016 £
Bank overdrafts	351,184	360,314
Trade creditors	1,564,744	1,686,186
Corporation tax	56,925	52,768
Other taxation and social security	7,589	5,952
Other creditors	216,915	94,820
Accruals and deferred income	25,756	99,424
	<u>2,223,113</u>	<u>2,299,464</u>

**8. Deferred taxation**

	2017 £	2016 £
At beginning of year	(719)	(719)
Charged to profit or loss	(106)	-
<b>At end of year</b>	<u>(825)</u>	<u>(719)</u>

The provision for deferred taxation is made up as follows:

	2017 £	2016 £
Accelerated capital allowances	(825)	(719)
	<u>(825)</u>	<u>(719)</u>

## **BUTTERFLY POULTRY LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2017**

#### **9. Reserves**

##### **Other reserves**

Other reserves represents the balance on the capital redemption reserve fund.

#### **10. Pension commitments**

The Company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the Company in an independently administered fund. The pension cost charge represents contributions payable by the Company to the fund and amounted to **£10,800** (2016 - £8,700) . No contributions were payable to the fund at the balance sheet date (2016 - £nil).

#### **11. Transactions with directors**

During the year dividends totalling **£57,000** were paid to the director, Mr D Snodgrass.

At the year end the following amounts were owed to related parties:

Mr D Snodgrass, the director, **£56,218** (2016 - £39,406)

Mr R Dorrian, a shareholder, **£51,686** (2016 - £31,194)

Both of these amounts are included in other creditors.

#### **12. General information**

Butterfly Poultry Limited is a private company, limited by shares, domiciled in England and its registration number is 02513659. The registered office is Unit 14 Evans Business Centre, Roman Way, South Hykeham, Lincoln, Lincolnshire, LN6 9UH.

#### **13. First time adoption of FRS 102**

The policies applied under the entity's previous accounting framework are not materially different to FRS 102 and have not impacted on equity or profit or loss.