

# G H & V E Davies & Son Limited

Annual Report and Unaudited Financial Statements  
for the Year Ended 30 June 2019



Hudson LM Limited  
Lower Berghill Farm  
Whittington  
Oswestry  
Shropshire  
SY11 4PD

# **G H & V E Davies & Son Limited**

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# **G H & V E Davies & Son Limited**

## **Company Information**

<b>Directors</b>	Mr P G Davies Mr G H Davies Mrs V E Davies Mrs R M Davies
<b>Registered office</b>	Sugden Farm Wellington Telford Shropshire TF6 6NA
<b>Accountants</b>	Hudson LM Limited Lower Berghill Farm Whittington Oswestry Shropshire SY11 4PD

# **G H & V E Davies & Son Limited**

## **Directors' Report for the Year Ended 30 June 2019**

The directors present their report and the financial statements for the year ended 30 June 2019.

### **Directors of the company**

The directors who held office during the year were as follows:

Mr P G Davies

Mr G H Davies

Mrs V E Davies

Mrs R M Davies

### **Principal activity**

The principal activity of the company is mixed farming activities

### **Small companies provision statement**

This report has been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

Approved by the Board on 12 December 2019 and signed on its behalf by:

.....

Mr P G Davies

Director

**Chartered Accountants' Report to the Board of Directors on the Preparation of the Unaudited  
Statutory Accounts of  
G H & V E Davies & Son Limited  
for the Year Ended 30 June 2019**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of G H & V E Davies & Son Limited for the year ended 30 June 2019 as set out on pages 4 to 11 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at  
<http://www.icaew.com/en/members/regulations-standards-and-guidance/>.

This report is made solely to the Board of Directors of G H & V E Davies & Son Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of G H & V E Davies & Son Limited and state those matters that we have agreed to state to the Board of Directors of G H & V E Davies & Son Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than G H & V E Davies & Son Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that G H & V E Davies & Son Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of G H & V E Davies & Son Limited. You consider that G H & V E Davies & Son Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of G H & V E Davies & Son Limited. 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 statutory accounts.

.....  
Hudson LM Limited  
Lower Berghill Farm  
Whittington  
Oswestry  
Shropshire  
SY11 4PD

12 December 2019

# G H & V E Davies & Son Limited

(Registration number: 2819806)

## Balance Sheet as at 30 June 2019

	Note	2019 £	2018 £
<b>Fixed assets</b>			
Tangible assets	<u>4</u>	8,581,286	8,247,788
<b>Current assets</b>			
Stocks	<u>5</u>	635,197	389,222
Debtors	<u>6</u>	207,402	193,482
Cash at bank and in hand		124,139	15,755
		966,738	598,459
<b>Creditors: Amounts falling due within one year</b>	<u>7</u>	(613,377)	(307,493)
<b>Net current assets</b>		353,361	290,966
<b>Total assets less current liabilities</b>		8,934,647	8,538,754
<b>Creditors: Amounts falling due after more than one year</b>	<u>7</u>	(568,190)	(674,654)
<b>Provisions for liabilities</b>		(329,283)	(149,350)
<b>Net assets</b>		<u>8,037,174</u>	<u>7,714,750</u>
<b>Capital and reserves</b>			
Called up share capital	<u>8</u>	20,000	20,000
Share premium reserve		2,574,985	2,574,985
Profit and loss account		5,442,189	5,119,765
<b>Total equity</b>		<u>8,037,174</u>	<u>7,714,750</u>

For the financial year ending 30 June 2019 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 in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

The notes on pages 6 to 11 form an integral part of these financial statements.

**G H & V E Davies & Son Limited**

**(Registration number: 2819806)**  
**Balance Sheet as at 30 June 2019**

Approved and authorised by the Board on 12 December 2019 and signed on its behalf by:

.....

Mr P G Davies  
Director

The notes on pages 6 to 11 form an integral part of these financial statements.  
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# **G H & V E Davies & Son Limited**

## **Notes to the Unaudited Financial Statements for the Year Ended 30 June 2019**

### **1 General information**

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

The address of its registered office is:

Sugden Farm  
Wellington  
Telford  
Shropshire  
TF6 6NA

The principal place of business is:

1 The Old Barn  
Walton Grange  
High Ercall  
Telford  
TF6 6AR

These financial statements were authorised for issue by the Board on 12 December 2019.

### **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.

#### **Revenue recognition**

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. 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.



## **G H & V E Davies & Son Limited**

### **Notes to the Unaudited Financial Statements for the Year Ended 30 June 2019**

#### **Tangible assets**

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

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

#### **Depreciation**

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>
Freehold property	50 years straight line on buildings
Property improvements	25 years straight line
Plant and machinery	5 to 15 years

#### **Stocks**

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are 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.

#### **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.

#### **Dividends**

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

#### **Defined contribution pension obligation**

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

**G H & V E Davies & Son Limited**

**Notes to the Unaudited Financial Statements for the Year Ended 30 June 2019**

**3 Intangible assets**

	Quota £	Total £
<b>Cost or valuation</b>		
At 1 July 2018	30,591	30,591
At 30 June 2019	30,591	30,591
<b>Amortisation</b>		
At 1 July 2018	30,591	30,591
At 30 June 2019	30,591	30,591
<b>Carrying amount</b>		
At 30 June 2019	-	-

**4 Tangible assets**

	Land and buildings £	Improvements to property £	Other property, plant and equipment £	Total £
<b>Cost or valuation</b>				
At 1 July 2018	6,205,669	2,197,388	3,619,944	12,023,001
Additions	-	553,739	113,829	667,568
Disposals	-	-	(1)	(1)
At 30 June 2019	6,205,669	2,751,127	3,733,772	12,690,568
<b>Depreciation</b>				
At 1 July 2018	233,961	710,176	2,831,075	3,775,212
Charge for the year	20,858	81,638	231,575	334,071
Eliminated on disposal	-	-	(1)	(1)
At 30 June 2019	254,819	791,814	3,062,649	4,109,282
<b>Carrying amount</b>				
At 30 June 2019	5,950,850	1,959,313	671,123	8,581,286
At 30 June 2018	5,971,708	1,487,212	788,868	8,247,788

Included within the net book value of land and buildings above is £5,950,850 (2018 - £5,971,708) in respect of freehold land and buildings.



**G H & V E Davies & Son Limited**

**Notes to the Unaudited Financial Statements for the Year Ended 30 June 2019**

**5 Stocks**

	<b>2019</b>	<b>2018</b>
	<b>£</b>	<b>£</b>
Other inventories	<u>635,197</u>	<u>389,222</u>

**6 Debtors**

	<b>2019</b>	<b>2018</b>
	<b>£</b>	<b>£</b>
Trade debtors	106,488	148,299
Prepayments	30,540	32,148
Other debtors	<u>70,374</u>	<u>13,035</u>
	<u>207,402</u>	<u>193,482</u>

# G H & V E Davies & Son Limited

## Notes to the Unaudited Financial Statements for the Year Ended 30 June 2019

### 7 Creditors

#### Creditors: amounts falling due within one year

	Note	2019 £	2018 £
<b>Due within one year</b>			
Loans and borrowings	<u>9</u>	122,157	137,849
Trade creditors		116,140	5,007
Taxation and social security		42,040	35,721
Accruals and deferred income		241,311	46,144
Other creditors		91,729	82,772
		<u>613,377</u>	<u>307,493</u>

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

	Note	2019 £	2018 £
<b>Due after one year</b>			
Loans and borrowings	<u>9</u>	<u>568,190</u>	<u>674,654</u>

	2019 £	2018 £
<b>Due after more than five years</b>		
After more than five years by instalments	79,564	123,258
	<u>79,564</u>	<u>123,258</u>

### 8 Share capital

#### Allotted, called up and fully paid shares

	2019		2018	
	No.	£	No.	£
Ordinary shares of £1 each	20,000	20,000	20,000	20,000
	<u>20,000</u>	<u>20,000</u>	<u>20,000</u>	<u>20,000</u>

# G H & V E Davies & Son Limited

## Notes to the Unaudited Financial Statements for the Year Ended 30 June 2019

### 9 Loans and borrowings

	2019 £	2018 £
<b>Non-current loans and borrowings</b>		
Bank borrowings	<u>568,190</u>	<u>674,654</u>
<b>Current loans and borrowings</b>		
Bank borrowings	<u>122,157</u>	<u>137,849</u>

#### Bank borrowings

Bank loan is denominated in Sterling with a nominal interest rate of 1.9%. The carrying amount at year end is £690,347 (2018 - £812,503).

The loan is secured against property owned by the company

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

#### Borrowings due after five years

At 30 June 2019 £ 79,564 due after 5 years (at 30 June 2018 - £123,258)

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