

THIMBLEBY FARMS LIMITED

UNAUDITED
FINANCIAL STATEMENTS

30 SEPTEMBER 2018

ArmstrongWatson[®]
Accountants, Business & Financial Advisers

THIMBLEBY FARMS LIMITED
REGISTERED NUMBER: 03160770

STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2018

	Note	2018 £	2017 £
Fixed assets			
Tangible assets	5	5,841,389	5,086,217
		<u>5,841,389</u>	<u>5,086,217</u>
Current assets			
Stocks		879,447	966,774
Debtors: amounts falling due within one year	6	110,777	19,249
Cash at bank and in hand	7	346	572
		<u>990,570</u>	<u>986,595</u>
Creditors: amounts falling due within one year	8	(5,287,117)	(3,858,119)
Net current liabilities		<u>(4,296,547)</u>	<u>(2,871,524)</u>
Total assets less current liabilities		<u>1,544,842</u>	<u>2,214,693</u>
Creditors: amounts falling due after more than one year	9	(3,000,000)	(3,000,000)
Net liabilities		<u><u>(1,455,158)</u></u>	<u><u>(785,307)</u></u>

THIMBLEBY FARMS LIMITED
REGISTERED NUMBER: 03160770

STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT 30 SEPTEMBER 2018

	Note	2018 £	2017 £
Capital and reserves			
Called up share capital	10	3,500,000	3,500,000
Profit and loss account		(4,955,158)	(4,285,307)
		<u>(1,455,158)</u>	<u>(785,307)</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.

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:

.....
Mr A E Shelley
Director

.....
Mrs A Shelley
Director

Date: 26 June 2019

The notes on pages 3 to 9 form part of these financial statements.

THIMBLEBY FARMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2018

1. General information

Thimbleby Farms Limited is a private company limited by shares, incorporated in England, with the registration number 03160770. The registered office address is York House, Thornfield Business Park, Standard Way, Northallerton, North Yorkshire, DL6 2XQ. The principal place of business is Thimbleby Hall, Thimbleby, Northallerton, North Yorkshire, DL6 3PY. Presentational and functional currency is pound sterling.

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 following principal accounting policies have been applied:

2.2 Going concern

Despite having a negative balance sheet amounting to £1,455,157 (2017: £785,307) the directors continue to support the business and therefore the accounts have been prepared on a going concern basis.

2.3 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. 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.

Rendering of services

Revenue from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2018

2. Accounting policies (continued)

2.4 Operating leases: the Company as lessee

Rentals paid under operating leases are charged to the Statement of income and retained earnings on a straight line basis over the lease term.

2.5 Borrowing costs

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

2.6 Taxation

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 reporting date in the countries where the Company operates and generates income.

2.7 Intangible assets

Intangible assets are initially recognised at cost. After recognition, under the cost model, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

All intangible assets are considered to have a finite useful life. If a reliable estimate of the useful life cannot be made, the useful life shall not exceed ten years.

2.8 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, using the straight-line method.

Depreciation is provided on the following basis:

Freehold property	-	2% straight line
Improvements to f/hold property	-	4% straight line
Plant and machinery	-	20% straight line
Motor vehicles	-	25% reducing balance

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.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2018

2. Accounting policies (continued)

2.9 Stocks

Biological assets within stock comprise cattle and lambs. 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 the cost of purchase on a first in, first out basis.

At each reporting 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.

2.10 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at transaction value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.11 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.

2.12 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at transaction value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

2.13 Financial instruments

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

3. Employees

The average monthly number of employees, including directors, during the year was 23 (2017 - 22).

THIMBLEBY FARMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2018

4. Intangible assets

	Goodwill £
Cost	
At 1 October 2017	313,034
At 30 September 2018	313,034
Amortisation	
At 1 October 2017	313,034
At 30 September 2018	313,034
Net book value	
At 30 September 2018	-
At 30 September 2017	-

THIMBLEBY FARMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2018

5. Tangible fixed assets

	Freehold property £	Impt's to Freehold Property £	Plant and machinery £	Motor vehicles £	Total £
Cost or valuation					
At 1 October 2017	3,283,845	1,905,764	649,451	73,318	5,912,378
Additions	1,044,714	56,171	339,471	30,859	1,471,215
Disposals	(128,862)	(308,120)	(22,879)	-	(459,861)
At 30 September 2018	4,199,697	1,653,815	966,043	104,177	6,923,732
Depreciation					
At 1 October 2017	204,461	260,287	322,712	38,700	826,160
Charge for the year on owned assets	54,546	64,626	183,959	16,184	319,315
Disposals	(41,148)	(60,805)	38,821	-	(63,132)
At 30 September 2018	217,859	264,108	545,492	54,884	1,082,343
Net book value					
At 30 September 2018	3,981,838	1,389,707	420,551	49,293	5,841,389
At 30 September 2017	3,079,384	1,645,477	326,739	34,617	5,086,217

6. Debtors

	2018 £	2017 £
Trade debtors	70,384	16,960
Other debtors	11,256	1,789
Prepayments and accrued income	29,137	500
	110,777	19,249

THIMBLEBY FARMS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2018**

7. Cash and cash equivalents

	2018 £	2017 £
Cash at bank and in hand	346	570
Less: bank overdrafts	(1,192,035)	(1,145,388)
	<u>(1,191,689)</u>	<u>(1,144,818)</u>

8. Creditors: Amounts falling due within one year

	2018 £	2017 £
Bank overdrafts	1,192,035	1,145,388
Payments received on account	7,788	-
Trade creditors	221,165	205,923
Other taxation and social security	13,124	8,512
Other creditors	3,846,458	2,492,695
Accruals and deferred income	6,547	5,601
	<u>5,287,117</u>	<u>3,858,119</u>

9. Creditors: Amounts falling due after more than one year

	2018 £	2017 £
Bank loans	3,000,000	3,000,000
	<u>3,000,000</u>	<u>3,000,000</u>

Bank loans and overdrafts are secured by a charge against property and assets held by the company.

Included in creditors due after more than one year are bank loans of £3,000,000 (2017: £3,000,000) payable after more than 5 years.

10. Share capital

	2018 £	2017 £
Allotted, called up and fully paid		
3,500,000 (2017 - 3,500,000) Ordinary shares of £1.00 each	<u>3,500,000</u>	<u>3,500,000</u>

THIMBLEBY FARMS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2018**

11. Related party transactions

At the balance sheet date there was a loan from the director to the company amounting to £3,846,458 (2017: £2,492,695). No interest has been charged on this loan.

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.