
MARCHAM FARMS LIMITED

UNAUDITED

FINANCIAL STATEMENTS

INFORMATION FOR FILING WITH THE REGISTRAR

FOR THE YEAR ENDED 30 SEPTEMBER 2017

TUESDAY



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MARCHAM FARMS LIMITED
REGISTERED NUMBER: 03237079

BALANCE SHEET
AS AT 30 SEPTEMBER 2017

	Note	2017 £	As restated 2016 £
Fixed assets			
Intangible assets	4	228,814	211,576
Tangible assets	5	7,787,916	7,857,656
Other assets	6	27,055	27,487
		<u>8,043,785</u>	<u>8,096,719</u>
Current assets			
Stocks		530,225	405,211
Debtors: amounts falling due within one year	7	289,383	290,249
Cash at bank and in hand		429,109	434,778
		<u>1,248,717</u>	<u>1,130,238</u>
Creditors: amounts falling due within one year	8	(1,397,729)	(1,296,554)
Net current liabilities		<u>(149,012)</u>	<u>(166,316)</u>
Total assets less current liabilities		<u>7,894,773</u>	<u>7,930,403</u>
Net assets		<u><u>7,894,773</u></u>	<u><u>7,930,403</u></u>
Capital and reserves			
Called up share capital		4,777,324	4,777,324
Revaluation reserve		5,796,034	5,795,984
Profit and loss account		(2,678,585)	(2,642,905)
		<u>7,894,773</u>	<u>7,930,403</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 profit and loss account in accordance with provisions applicable to companies subject to the small companies' regime.

MARCHAM FARMS LIMITED
REGISTERED NUMBER: 03237079

BALANCE SHEET (CONTINUED)
AS AT 30 SEPTEMBER 2017

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



.....
J L Duffield
Director

Date: 29.6.2018

The notes on pages 3 to 10 form part of these financial statements.

MARCHAM FARMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2017

1. General information

Marcham Farms Limited is a private limited company, limited by shares, incorporated in England and Wales. The address of the registered office is Old Library Chambers, 21 Chipper Lane, Salisbury, Wiltshire, SP1 1BG.

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 preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the company's accounting policies.

2.2 Turnover

Turnover represents amounts receivable from the sale of farming produce relating to the year. Turnover includes Basic Payment scheme receipts which are recognised on a calendar year basis and other farming subsidies receivable relating to the year.

2.3 Intangible assets

Purchased Basic Payment entitlements are stated at market value.

2.4 Tangible fixed assets

Tangible fixed assets are stated at cost less depreciation. Depreciation is not charged on freehold land. Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives on the following bases:

Freehold buildings	- 2% straight line
Plant and machinery	- 20% reducing balance
Tenant's improvements	- 2% straight line
Property improvements	- 2% 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 the profit and loss account.

2.5 Stocks

Stock is valued at the lower of cost and net realisable value and in accordance with the guidance in the HS232 helpsheet.

MARCHAM FARMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2017

2. Accounting policies (continued)

2.6 Flock

The company's sheep flock is stated at cost. No depreciation is charged.

2.7 Financial instruments

Financial assets and financial liabilities are recognised in the balance sheet when the company becomes a party to the contractual provisions of the instrument.

Trade and other debtors and creditors are classified as basic financial instruments and are measured at transaction price.

Cash and cash equivalents are classified as basic financial instruments and comprise cash in hand and at bank.

2.8 Taxation

Tax is recognised in the Profit and loss account.

Tax is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

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 is determined using tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

3. Employees

The average monthly number of employees, including directors, during the year was 10 (2016 - 10).

MARCHAM FARMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2017

4. Intangible assets

	Basic Payment Entitlements £
Valuation	
At 1 October 2016 (as restated)	211,576
Fair value movements	17,238
At 30 September 2017	<u>228,814</u>
Net book value	
At 30 September 2017	<u>228,814</u>
At 30 September 2016	<u>211,576</u>

MARCHAM FARMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2017

5. Tangible fixed assets

	Freehold land and buildings £	Plant and machinery £	Tenant's improvements £	Property improvements £
Cost				
At 1 October 2016 (as restated)	7,386,000	1,243,341	55,164	167,912
At 30 September 2017	7,386,000	1,243,341	55,164	167,912
Depreciation				
At 1 October 2016 (as restated)	1,350	923,696	18,335	51,380
Charge for the year	1,350	63,929	1,103	3,358
At 30 September 2017	2,700	987,625	19,438	54,738
Net book value				
At 30 September 2017	7,383,300	255,716	35,726	113,174
At 30 September 2016	7,384,650	319,645	36,829	116,532
				Total £
Cost				
At 1 October 2016 (as restated)				8,852,417
At 30 September 2017				8,852,417
Depreciation				
At 1 October 2016 (as restated)				994,761
Charge for the year				69,740
At 30 September 2017				1,064,501
Net book value				
At 30 September 2017				7,787,916
At 30 September 2016				7,857,656

MARCHAM FARMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2017

5. Tangible fixed assets (continued)

As stated in note 13, freehold land and buildings were previously held at historic cost in the financial statements. The company has used the transitional provisions of FRS102 to use the market value of these assets at 30 September 2015 as a deemed cost going forward.

If the land and buildings had not been included at valuation they would have been included under the historical cost convention as follows:

	2017 £	2016 £
Historic cost	1,616,666	1,616,666
Accumulated depreciation	(29,400)	(28,000)
Net book value	1,587,266	1,588,666

6. Other assets

	Sheep flock £
Cost	
At 1 October 2016	27,487
Additions	7,200
Disposals	(7,632)
At 30 September 2017	27,055
Net book value	
At 30 September 2017	27,055
At 30 September 2016	27,487

MARCHAM FARMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2017

7. Debtors

	2017 £	2016 £
Other debtors	272,945	274,165
Prepayments and accrued income	16,438	16,084
	<u>289,383</u>	<u>290,249</u>

8. Creditors: Amounts falling due within one year

	2017 £	As restated 2016 £
Trade creditors	99,971	77,042
Other creditors	947,464	947,464
Accruals and deferred income	350,294	272,048
	<u>1,397,729</u>	<u>1,296,554</u>

9. Transactions with Directors

The company rents land from J L Duffield. During the year, rent due was £41,515 (2016: £41,515). J L Duffield waived the right to receipt of this rent.

The company owed J L Duffield £947,464 (2016: £947,464) at the year end.

10. Related party transactions

The company rents land from the Trustees of the Peasmore Settlement of which J L Duffield is a trustee. During the year, rent due was £76,000 (2016: £76,000). The trustees waived their right to receipt of this rent.

11. Controlling party

In the opinion of the directors, there is no ultimate controlling party as no shareholder holds more than 50% of the issued share capital.

MARCHAM FARMS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2017**

12. First time adoption of FRS 102

The Company transitioned to FRS 102 from previously extant UK GAAP as at 1 October 2015. The impact of the transition to FRS 102 is as follows:

	As previously stated 1 October 2015 £	Effect of transition 1 October 2015 £	FRS 102 (as restated) 1 October 2015 £	As previously stated 30 September 2016 £	Effect of transition 30 September 2016 £	FRS 102 (as restated) 30 September 2016 £
Fixed assets	2,070,342	5,974,087	8,044,429	2,089,159	6,007,560	8,096,719
Current assets	821,021	-	821,021	1,130,238	-	1,130,238
Creditors: amounts falling due within one year	(672,318)	(178,153)	(850,471)	(1,084,978)	(211,576)	(1,296,554)
Net current liabilities	148,703	(178,153)	(29,450)	45,260	(211,576)	(166,316)
Total assets less current liabilities	2,219,045	5,795,934	8,014,979	2,134,419	5,795,984	7,930,403
Net assets	2,219,045	5,795,934	8,014,979	2,134,419	5,795,984	7,930,403
Capital and reserves	2,219,045	5,795,934	8,014,979	2,134,419	5,795,984	7,930,403

MARCHAM FARMS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2017**

12. First time adoption of FRS 102 (continued)

	<i>As previously stated</i>	<i>Effect of transition</i>	FRS 102 (as restated)
	<i>30 September 2016</i>	<i>30 September 2016</i>	<i>30 September 2016</i>
	<i>£</i>	<i>£</i>	<i>£</i>
Turnover	799,691	-	799,691
Cost of sales	(600,998)	-	(600,998)
	<hr/>	<hr/>	<hr/>
	198,693	-	198,693
Administrative expenses	(290,874)	50	(290,824)
Other operating income	7,555	-	7,555
	<hr/>	<hr/>	<hr/>
Operating profit	(84,626)	50	(84,576)
	<hr/>	<hr/>	<hr/>
Loss on ordinary activities after taxation and for the financial year	(84,626)	50	(84,576)
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Explanation of changes to previously reported profit and equity:

Basic Payment entitlements have been included at their fair (market) value, including entitlements acquired at nil cost. Consequently, a deferred income liability has been recognised. As a result, intangible assets and deferred income have both increased by £178,153 as at 30 September 2015 and £211,576 as at 30 September 2016; and

The company has taken advantage on the transition to FRS 102 to revalue its land and buildings to their fair values. The fair values are as provided by Thomas Merrifield on 24 January 2017. Consequently, the value of the freehold land and buildings has increased by £5,795,934 as at 1 October 2015 and the depreciation charge has been amended to that previously included in the 2016 accounts.