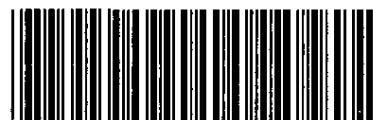


REGISTERED NUMBER: 03503310 (England and Wales)

Strategic Report, Report of the Directors and
Financial Statements for the Year Ended 31 December 2021
for
Dewhirst Holywell Enterprises Limited

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for the Year Ended 31 December 2021

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Dewhirst Holywell Enterprises Limited

Company Information
for the Year Ended 31 December 2021

DIRECTORS:

I R Dewhirst
Mrs M A Dewhirst

SECRETARY:

I R Dewhirst

REGISTERED OFFICE:

Holywell House
Brancepeth
DURHAM
Co. Durham
DH7 8EH

REGISTERED NUMBER:

03503310 (England and Wales)

ACCOUNTANTS:

King Hope
Chartered Accountants
34 Romanby Road
Northallerton
North Yorkshire
DL7 8NF

Strategic Report
for the Year Ended 31 December 2021

The directors present their strategic report for the year ended 31 December 2021.

Dewhirst Holywell Enterprises Ltd utilises the land and buildings owned in its farming enterprises.

REVIEW OF BUSINESS

Overall the company achieved good yields from the cereal crops and combined with an improvement in the average price per tonne achieved on produce sold/available for sale, there was a improvement in gross margin at just over £30.2k (2020 - £26.2k). The increase in value of produce sold has been partially offset by the continuing rise in cost of arable inputs.

During the year the company continued to seek to maintain responsible use of the land through conservation and sustainable practices. Substantial repair work was undertaken on the farm during the year to maintain the land for future use.

PRINCIPAL RISKS AND UNCERTAINTIES

There are many risks facing the company with the world commodities market ever changing in terms of both demand and prices for produce. The success of the company is also highly dependent on the growing conditions for each cropping year as to the yields achieved and therefore produce available for sale from that year's harvest. The company utilises the services of an agronomist to achieve the best possible yields from the cereals grown.

The company also has to address many financial risks associated with an agricultural business. The principal financial risks of the influence of exchange rates on basic payment scheme payments, shifts in the wheat futures price and nitrogen fertiliser costs all need to be taken into consideration. A risk of low grain prices is one facing all arable farmers and whilst ultimately, the global price is out of farmers' hands the risk is managed by monitoring the cost of production and use of forward selling and contracts to obtain a better price.

SECTION 172(1) STATEMENT

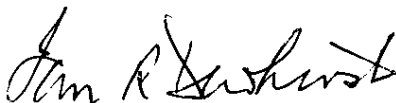
The board of directors consider, both individually and together, that they have acted in the way they consider, in good faith, would be most likely to promote the success of the company for the benefit of its members as a whole (having regard to the stakeholders and matters set out in s.172(1)(a-f) of the Act) in decisions taken during the year ended 31 December 2020.

Our intention is to behave responsibly and ensure that management operate the business in a responsible manner by a managed crop rotation plan adopting good practices of land management whilst engaging trusted contractors, agronomists and other suppliers to achieve these and in doing so will contribute to the delivery of a successful operation. Our plan takes into account the impact of the company's operations on the local community and environment and as such are engaging in environmental schemes such as Hedgerow and Boundary management.

We continue to develop and maintain strong customer and supplier relationships and maintain up-to-date contracts with our key suppliers.

As the Board of Directors, our intention is to behave responsibly toward our shareholders and treat them fairly and equally, so they too may benefit from the success of the company.

ON BEHALF OF THE BOARD:



I R Dewhirst - Secretary

13 September 2022

Report of the Directors
for the Year Ended 31 December 2021

The directors present their report with the financial statements of the company for the year ended 31 December 2021.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of arable farming.

DIVIDENDS

No dividends will be distributed for the year ended 31 December 2021.

FUTURE DEVELOPMENTS

The company continues to investigate possibilities for expanding the farming enterprises.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 January 2021 to the date of this report.

I R Dewhirst
Mrs M A Dewhirst

BUSINESS RELATIONSHIPS

The directors continue to have regard for the need to foster the company's business relationships with both suppliers and customers and this is taken into account when making principal business decisions of the company.

DISCLOSURE IN THE STRATEGIC REPORT

Details of the company's financial risk management and exposure to other risks are set out in the Strategic report.

ON BEHALF OF THE BOARD:



I R Dewhirst - Secretary

13 September 2022

Dewhirst Holywell Enterprises Limited (Registered number: 03503310)

Statement of Comprehensive
Income
for the Year Ended 31 December 2021

	Notes	2021 £	2020 £
TURNOVER	4	93,198	85,600
Cost of sales		<u>(62,995)</u>	<u>(59,380)</u>
GROSS PROFIT		30,203	26,220
Administrative expenses		<u>(50,098)</u>	<u>(37,595)</u>
		(19,895)	(11,375)
Other operating income		<u>1,254</u>	<u>8,471</u>
OPERATING LOSS	6	(18,641)	(2,904)
Interest payable and similar expenses	7	<u>(496)</u>	<u>(624)</u>
LOSS BEFORE TAXATION		(19,137)	(3,528)
Tax on loss	8	<u>4,352</u>	<u>(115)</u>
LOSS FOR THE FINANCIAL YEAR		(14,785)	(3,643)
OTHER COMPREHENSIVE INCOME		<u>-</u>	<u>-</u>
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		<u><u>(14,785)</u></u>	<u><u>(3,643)</u></u>

The notes form part of these financial statements

Dewhirst Holywell Enterprises Limited (Registered number: 03503310)

Balance Sheet
31 December 2021

	Notes	2021 £	2020 £
FIXED ASSETS			
Intangible assets	9	13,723	15,488
Tangible assets	10	736,618	730,721
		<u>750,341</u>	<u>746,209</u>
CURRENT ASSETS			
Stocks	11	32,266	6,833
Debtors	12	39,964	29,940
Cash at bank		118,624	140,579
		<u>190,854</u>	<u>177,352</u>
CREDITORS			
Amounts falling due within one year	13	(128,649)	(96,158)
NET CURRENT ASSETS		<u>62,205</u>	<u>81,194</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		812,546	827,403
PROVISIONS FOR LIABILITIES	15	-	(72)
NET ASSETS		<u>812,546</u>	<u>827,331</u>

The notes form part of these financial statements

Balance Sheet - continued
31 December 2021

	Notes	2021 £	2020 £
CAPITAL AND RESERVES			
Called up share capital	16	810,000	810,000
Retained earnings	17	2,546	17,331
		<hr/>	<hr/>
SHAREHOLDERS' FUNDS		812,546	827,331
		<hr/>	<hr/>

The company is entitled to exemption from audit under Section 479A of the Companies Act 2006 relating to subsidiary companies for the year ended 31 December 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2021 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) 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.

The financial statements were approved by the Board of Directors and authorised for issue on 13 September 2022 and were signed on its behalf by:



I R Dewhirst - Director

The notes form part of these financial statements

Dewhirst Holywell Enterprises Limited (Registered number: 03503310)

Statement of Changes in Equity
for the Year Ended 31 December 2021

	Called up share capital £	Retained earnings £	Total equity £
Balance at 1 January 2020	810,000	20,974	830,974
Changes in equity			
Total comprehensive income	-	(3,643)	(3,643)
Balance at 31 December 2020	810,000	17,331	827,331
Changes in equity			
Total comprehensive income	-	(14,785)	(14,785)
Balance at 31 December 2021	810,000	2,546	812,546

The notes form part of these financial statements

Notes to the Financial Statements
for the Year Ended 31 December 2021

1. **STATUTORY INFORMATION**

Dewhirst Holywell Enterprises 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. **STATEMENT OF COMPLIANCE**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006.

3. **ACCOUNTING POLICIES**

Basis of preparing the financial statements

The financial statements have been prepared under the historical cost convention.

Financial Reporting Standard 102 - reduced disclosure exemptions

The company has taken advantage of the following disclosure exemption in preparing these financial statements, as permitted by FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 7 Statement of Cash Flows.

Significant judgements and estimates

The critical judgements that the directors have made in the process of applying the Company's accounting policies that have the most significant effect of the amounts recognised in the statutory financial statements are discussed below.

(i) Assessing indicators of impairment

In assessing whether there have been any indicators of impairment assets, the directors have considered both the external and internal sources of information such as market conditions. There have been no indicators of impairment during the current financial year.

(ii) Assessing future income from biological assets

In assessing whether the closing growing crops will generate future income streams, the directors have considered the condition of the crops and past experience to inform their decision on the valuation of the crop at the year end. There has been no write down in the valuation in the current financial year.

The key assumptions concerning the future, and other key sources of estimation uncertainty, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

(i) Determining useful economic lives of property, plant & equipment and intangibles

The company depreciates tangible assets over their estimated useful lives. The estimation of useful lives of assets is based on historic performance as well as expectations about future use and therefore requires estimates and assumptions to be applied by management. The actual lives of these assets can vary depending on a variety of factors, including technological innovation, product life cycles and maintenance.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

3. **ACCOUNTING POLICIES - continued**

Turnover

Turnover represents the sale of produce generated from biological assets together with agricultural subsidies.

Value is recognised when the contract becomes unconditional and title of the goods is passed to the customer.

Intangible fixed assets

Storage space of 300 tonnes at Tynegrain Silos was purchased in 2007/08 and 2013/14 together with a further 100 tonnes purchased in 2015. Storage space is being amortised on a straight line basis over 20 years.

Basic Payment Entitlements were purchased during 2009/10. The entitlements had not previously been amortised but following the enactment of the Agricultural Act on 11 November 2020 and planned phasing out of BPS entitlements from 2021 to 2027, they are being written over over the remaining useful life of 8 years.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Buildings & Improvements	- 2% on cost
Tenants Improvements	- 2% on cost
Plant and machinery	- 25% on cost

Government grants

Government grants are accounted for on an accruals basis and recognised in the financial statements when the conditions for their receipt have been met and there is reasonable assurance the grant will be received. The Basic Payment is recognised on 15 May each year, the date on which the land used to match the entitlement must be at the claimant's disposal.

Stocks

Stocks represent biological assets at the year end including growing crops. These are valued at cost taking into account inputs and contracting charges.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Statement of Comprehensive Income, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

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 or other future taxable profits.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

3. **ACCOUNTING POLICIES - continued**

Going concern

The financial statements are prepared on a going concern basis which the Directors believe to be appropriate for the following reasons:

Due to the uncertainty over the duration and extent of the impact of the current economic climate and market conditions it is difficult to predict the overall outcome but the Directors are confident that the company can maintain sufficient liquidity for the foreseeable future.

Having considered the risks and uncertainties described above, the Directors have a reasonable expectation that the Company have sufficient financial resources to meet their obligations as they fall due within the next twelve months. The Directors have therefore concluded that it is appropriate to prepare these financial statements on the going concern basis.

4. **TURNOVER**

The turnover and loss before taxation are attributable to the one principal activity of the company.

An analysis of turnover by class of business is given below:

	2021 £	2020 £
Arable produce sales	73,687	65,092
Agricultural subsidies	19,511	20,508
	<u>93,198</u>	<u>85,600</u>

5. **EMPLOYEES AND DIRECTORS**

There were no staff costs for the year ended 31 December 2021 nor for the year ended 31 December 2020.

	2021 £	2020 £
Directors' remuneration	-	-
	<u>-</u>	<u>-</u>

6. **OPERATING LOSS**

The operating loss is stated after charging/(crediting):

	2021 £	2020 £
Depreciation - owned assets	3,872	3,148
Storage Space amortisation	947	947
BPS Entitlements amortisation	818	818
Basic Payment	(19,511)	(20,508)
Stewardship Scheme	-	(7,247)
	<u>-</u>	<u>-</u>

7. **INTEREST PAYABLE AND SIMILAR EXPENSES**

	2021 £	2020 £
Interest payable & charges	496	624
	<u>496</u>	<u>624</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

8. TAXATION

Analysis of the tax (credit)/charge

The tax (credit)/charge on the loss for the year was as follows:

	2021 £	2020 £
Current tax:		
UK corporation tax	-	215
Tax due from earlier years	-	(9)
	<hr/>	<hr/>
Total current tax	-	206
	<hr/>	<hr/>
Deferred tax:		
Origination and reversal of timing differences	(3,325)	(110)
Effect of changes in tax rates	(1,027)	19
	<hr/>	<hr/>
Total deferred tax	(4,352)	(91)
	<hr/>	<hr/>
Tax on loss	(4,352)	115
	<hr/>	<hr/>

UK corporation tax has been charged at 19% (2020 - 19%).

Reconciliation of total tax (credit)/charge included in profit and loss

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below:

	2021 £	2020 £
Loss before tax	(19,137)	(3,528)
	<hr/>	<hr/>
Loss multiplied by the standard rate of corporation tax in the UK of 19% (2020 - 19%)	(3,636)	(670)
Effects of:		
Expenses not deductible for tax purposes	310	776
Tax rate changes	(1,027)	19
Other	1	(10)
	<hr/>	<hr/>
Total tax (credit)/charge	(4,352)	115
	<hr/>	<hr/>

In the Spring Budget 2021, the Government announced that from 1 April 2023 the corporation tax rate would increase from 19% to 25%, for companies with profits of more than £250,000. Legislation will also introduce a small profits rate of 19% from 1 April 2023. The small profits rate will apply to profits of £50,000 or less. Provisions will be introduced so that a company with profits falling between £50,000 and £250,000 will be able to claim an amount of marginal relief such that there is a gradual increase in the effective rate of corporation tax.

This new law, included in the Finance Bill 2021, was substantively enacted on 24 May 2021. As the substantive enactment of the new tax rate had taken place at the balance sheet date its effects are reflected in these financial statements.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

9. **INTANGIBLE FIXED ASSETS**

	Storage Space £	BPS Entitlements £	Totals £
COST			
At 1 January 2021 and 31 December 2021	18,945	6,545	25,490
AMORTISATION			
At 1 January 2021	9,184	818	10,002
Amortisation for year	947	818	1,765
At 31 December 2021	10,131	1,636	11,767
NET BOOK VALUE			
At 31 December 2021	8,814	4,909	13,723
At 31 December 2020	9,761	5,727	15,488

10. **TANGIBLE FIXED ASSETS**

	Freehold property £	Buildings & Improvements £	Tenants Improvements £	Plant and machinery £	Totals £
COST					
At 1 January 2021	682,970	58,735	15,520	26,247	783,472
Additions	-	7,469	-	2,300	9,769
At 31 December 2021	682,970	66,204	15,520	28,547	793,241
DEPRECIATION					
At 1 January 2021	-	23,300	5,351	24,100	52,751
Charge for year	-	1,324	310	2,238	3,872
At 31 December 2021	-	24,624	5,661	26,338	56,623
NET BOOK VALUE					
At 31 December 2021	682,970	41,580	9,859	2,209	736,618
At 31 December 2020	682,970	35,435	10,169	2,147	730,721

Included in cost of land and buildings is freehold land of £682,970 (2020 - £682,970) which is not depreciated.

11. **STOCKS**

	2021 £	2020 £
Work-in-progress	12,297	6,833
Finished goods	19,969	-
	32,266	6,833

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Trade debtors	31,845	25,910
Other debtors	2,714	2,949
Deferred tax asset	4,280	-
Prepayments and accrued income	1,125	1,081
	<u>39,964</u>	<u>29,940</u>

Deferred tax asset

	2021
	£
Accelerated capital allowances	(191)
Losses	4,471
	<u>4,280</u>

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Other loans (see note 14)	50,000	50,000
Trade creditors	72,360	41,741
Corporation Tax	-	215
Directors' current accounts	1,078	1,078
Accruals and deferred income	5,211	3,124
	<u>128,649</u>	<u>96,158</u>

14. LOANS

An analysis of the maturity of loans is given below:

	2021	2020
	£	£
Amounts falling due within one year or on demand:		
Loans from group companies	<u>50,000</u>	<u>50,000</u>

15. PROVISIONS FOR LIABILITIES

	2020
	£
Deferred tax	
Accelerated capital allowances	<u>72</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

15. PROVISIONS FOR LIABILITIES - continued

	Deferred tax £
Balance at 1 January 2021	72
Credit to Statement of Comprehensive Income during year	(4,352)
Balance at 31 December 2021	<u>(4,280)</u>

16. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:		Nominal value:	2021 £	2020 £
Number:	Class:			
810,000	Called up equity share capital	£1	<u>810,000</u>	<u>810,000</u>

17. RESERVES

	Retained earnings £
At 1 January 2021	17,331
Deficit for the year	(14,785)
At 31 December 2021	<u>2,546</u>

18. ULTIMATE PARENT COMPANY

Holywell Wren Holdings Limited is regarded by the directors as being the company's ultimate parent company.

The largest and smallest group in which the results of the Company is consolidated is that headed by Holywell Wren Holdings Limited. The consolidated accounts can be obtained from the address on the Company information page.

19. RELATED PARTY DISCLOSURES

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned entities within the group.

20. ULTIMATE CONTROLLING PARTY

The company is controlled by Mr I R Dewhirst by virtue of his shareholding in the parent company.