

Company Registration No. 07125879 (England and Wales)

LEVITY CROPSCIENCE LIMITED

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JANUARY 2021

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LEVITY CROPS SCIENCE LIMITED

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LEVITY CROPSCIENCE LIMITED

BALANCE SHEET

AS AT 31 JANUARY 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Intangible assets	3		1,218		4,225
Tangible assets	4		412,796		2,622
			<u>414,014</u>		<u>6,847</u>
Current assets					
Stocks		75,108		30,111	
Debtors	5	544,957		272,402	
Cash at bank and in hand		2,016		742	
		<u>622,081</u>		<u>303,255</u>	
Creditors: amounts falling due within one year	6	<u>(266,789)</u>		<u>(183,413)</u>	
Net current assets			<u>355,292</u>		<u>119,842</u>
Total assets less current liabilities			<u>769,306</u>		<u>126,689</u>
Creditors: amounts falling due after more than one year	7		<u>(201,190)</u>		<u>-</u>
Net assets			<u><u>568,116</u></u>		<u><u>126,689</u></u>
Capital and reserves					
Called up share capital	8		130		130
Share premium account			95,970		95,970
Profit and loss reserves			<u>472,016</u>		<u>30,589</u>
Total equity			<u><u>568,116</u></u>		<u><u>126,689</u></u>

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

For the financial year ended 31 January 2021 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

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 members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

LEVITY CROPS SCIENCE LIMITED

BALANCE SHEET (CONTINUED)

AS AT 31 JANUARY 2021

The financial statements were approved by the board of directors and authorised for issue on 26 March 2021 and are signed on its behalf by:

Mr M P Peters
Director

Company Registration No. 07125879

LEVITY CROPSCIENCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JANUARY 2021

1 Accounting policies

Company information

Levity CropScience Limited is a private company limited by shares incorporated in England and Wales. The registered office is Rural Business Centre, Myerscough College, Bilsborrow, Preston, PR3 0RY.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Whilst the directors are aware of the impact Covid-19 has had on a number of businesses, the company has traded throughout the pandemic and has produced record financial results in the current financial year despite the ongoing pandemic. Thus the directors continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Turnover

Turnover is recognised at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates. Turnover is recognised when goods are despatched.

1.4 Intangible fixed assets other than goodwill

Intangible assets acquired separately from a business are recognised at cost and are subsequently measured at cost less accumulated amortisation and accumulated impairment losses.

Intangible assets acquired on business combinations are recognised separately from goodwill at the acquisition date where it is probable that the expected future economic benefits that are attributable to the asset will flow to the entity and the fair value of the asset can be measured reliably; the intangible asset arises from contractual or other legal rights; and the intangible asset is separable from the entity.

Amortisation is recognised so as to write off the cost of assets less their residual values over their useful lives on the following bases:

Branding	5 years straight line
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1.5 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost, net of depreciation and any impairment losses.

LEVITY CROPS SCIENCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JANUARY 2021

1 Accounting policies

(Continued)

Depreciation is recognised so as to write off the cost of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	50 years straight line
Fixtures, fittings & equipment	5 years straight line
Computer equipment	3 years straight line
Motor vehicles	Straight line over the life of the lease

Freehold land and assets in the course of construction are not depreciated.

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

1.6 Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

1.7 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials.

At each reporting date, an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in profit or loss. Reversals of impairment losses are also recognised in profit or loss.

1.8 Cash and cash equivalents

Cash at bank and in hand are basic financial assets and include cash in hand, deposits held at call with banks and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.9 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price. Financial assets classified as receivable within one year are not amortised.

Other financial assets

All of the company's assets are basic financial assets.

LEVITY CROPS SCIENCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JANUARY 2021

1 Accounting policies

(Continued)

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors are initially recognised at transaction price. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. Trade creditors are recognised initially at transaction price.

Other financial liabilities

All of the company's financial liabilities are basic financial liabilities.

1.10 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of transaction costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

1.11 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

1.12 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

LEVITY CROPS SCIENCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JANUARY 2021

1 Accounting policies

(Continued)

1.13 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.14 Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessees. All other leases are classified as operating leases.

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the balance sheet as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to profit or loss so as to produce a constant periodic rate of interest on the remaining balance of the liability.

1.15 Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

1.16 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation in the period are included in profit or loss.

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was:

	2021 Number	2020 Number
Total	9	8
	<u> </u>	<u> </u>

LEVITY CROPS SCIENCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JANUARY 2021

3 Intangible fixed assets

	Branding £
Cost	
At 1 February 2020 and 31 January 2021	15,038
Amortisation and impairment	
At 1 February 2020	10,813
Amortisation charged for the year	3,007
At 31 January 2021	13,820
Carrying amount	
At 31 January 2021	1,218
At 31 January 2020	4,225

4 Tangible fixed assets

	Freehold land and buildings	Assets under construction	Fixtures, fittings & equipment	Computer equipment	Motor vehicles	Total
	£	£	£	£	£	£
Cost						
At 1 February 2020	-	-	4,088	3,050	-	7,138
Additions	346,078	25,946	86	183	41,168	413,461
At 31 January 2021	346,078	25,946	4,174	3,233	41,168	420,599
Depreciation and impairment						
At 1 February 2020	-	-	2,726	1,790	-	4,516
Depreciation charged in the year	-	-	664	663	1,960	3,287
At 31 January 2021	-	-	3,390	2,453	1,960	7,803
Carrying amount						
At 31 January 2021	346,078	25,946	784	780	39,208	412,796
At 31 January 2020	-	-	1,362	1,260	-	2,622

LEVITY CROPS SCIENCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JANUARY 2021

5 Debtors

	2021 £	2020 £
Amounts falling due within one year:		
Trade debtors	494,046	206,237
Other debtors	50,911	66,165
	<u>544,957</u>	<u>272,402</u>

6 Creditors: amounts falling due within one year

	2021 £	2020 £
Bank loans and overdrafts	5,584	9,551
Trade creditors	161,535	85,310
Taxation and social security	65,865	7,872
Other creditors	33,805	80,680
	<u>266,789</u>	<u>183,413</u>

Bank loans and overdrafts totalling £5,584 (2020: £Nil) have been secured by way of a fixed and floating charge over all current and future assets of the company. Hire purchase balances totalling £5,061 (2020: £Nil) have been secured over the assets to which they relate.

7 Creditors: amounts falling due after more than one year

	2021 £	2020 £
Bank loans and overdrafts	172,083	-
Other creditors	29,107	-
	<u>201,190</u>	<u>-</u>

Bank loans totalling £172,083 (2020: £Nil) have been secured by way of a fixed and floating charge over all current and future assets of the company. Hire purchase balances totalling £29,107 (2020: £Nil) have been secured over the assets to which they relate.

Creditors which fall due after five years are as follows:

	2021 £	2020 £
Payable by instalments	<u>32,083</u>	<u>-</u>

LEVITY CROPSOURCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JANUARY 2021

8 Called up share capital

	2021 Number	2020 Number	2021 £	2020 £
Ordinary share capital Issued and fully paid				
Ordinary shares of 1p each	5,200	13,000	52	130
Ordinary A shares of 1p each	3,900	-	39	-
Ordinary B shares of 1p each	3,900	-	39	-
	<u>13,000</u>	<u>13,000</u>	<u>130</u>	<u>130</u>

During the year, 7,800 Ordinary 1p shares were reclassified as 3,900 Ordinary A 1p shares and 3,900 Ordinary B 1p shares.

Each class of shares have different rights to dividends but rank pari passu in all other aspects.

9 Related party transactions

Balances with related parties

The following amounts were outstanding at the reporting end date:

Category	Amounts owed by related parties		Amounts owed to related parties	
	2021 £	2020 £	2021 £	2020 £
Key management personnel	<u>9,780</u>	<u>37,913</u>	<u>8,854</u>	<u>40,209</u>

10 Directors' transactions

Description	% Rate	Opening balance £	Amounts advanced £	Interest charged £	Amounts repaid £	Closing balance £
Advance	2.25	37,913	7,456	790	(36,379)	9,780
Advance	2.25	-	43,675	138	(43,813)	-
		<u>37,913</u>	<u>51,131</u>	<u>928</u>	<u>(80,192)</u>	<u>9,780</u>

The advances were unsecured and repayable on demand.

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.