

Registered number: 07138848

SMITHSONHILL LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

TUESDAY



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COMPANIES HOUSE

SMITHSONHILL LIMITED

COMPANY INFORMATION

DIRECTORS

Andrew Hill
Robert Smith
Emma Fletcher
Robert Hall
Edward Smith
Michael Smith
Neil Williams

REGISTERED NUMBER

07138848

REGISTERED OFFICE

The Power House
Gunpowder Mill
Powdermill Lane
Waltham Abbey
Essex
EN9 1BN

INDEPENDENT AUDITORS

Peters Elworthy & Moore
Chartered Accountants & Statutory Auditors
Salisbury House
Station Road
Cambridge
CB1 2LA

BANKERS

HSBC Bank plc
12 Melbourn Street
Royston
Hertfordshire
SG8 7BT

SMITHSONHILL LIMITED

CONTENTS

	Page
Directors' report	1 - 2
Independent auditors' report	3 - 5
Statement of comprehensive income	6
Balance sheet	7
Statement of changes in equity	8
Notes to the financial statements	9 - 13

SMITHSONHILL LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2020

The directors present their report and the financial statements for the year ended 31 March 2020.

DIRECTORS' RESPONSIBILITIES STATEMENT

The directors are responsible for preparing the Directors' report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that period.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies for the Company's financial statements and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

PRINCIPAL ACTIVITY

The principal activities of the Company during the year were farming and property development.

DIRECTORS

The directors who served during the year were:

Andrew Hill
Robert Smith
Emma Fletcher
Robert Hall
Edward Smith
Michael Smith
Neil Williams

DISCLOSURE OF INFORMATION TO AUDITORS

Each of the persons who are directors at the time when this Directors' report is approved has confirmed that:

- so far as the director is aware, there is no relevant audit information of which the Company's auditors are unaware, and
- the director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

SMITHSONHILL LIMITED

**DIRECTORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2020**

AUDITORS

The auditors, Peters Elworthy & Moore, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

SMALL COMPANIES NOTE

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the board and signed on its behalf.



Neil Williams
Director

Date: 18 December 2020

SMITHSONHILL LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF SMITHSONHILL LIMITED

OPINION

We have audited the financial statements of SmithsonHill Limited (the 'Company') for the year ended 31 March 2020, which comprise the Statement of comprehensive income, the Balance sheet, the Statement of changes in equity and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the Company's affairs as at 31 March 2020 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

BASIS FOR OPINION

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

CONCLUSIONS RELATING TO GOING CONCERN

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

OTHER INFORMATION

The directors are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Auditors' report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material

SMITHSONHILL LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF SMITHSONHILL LIMITED (CONTINUED)

misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

OPINION ON OTHER MATTERS PRESCRIBED BY THE COMPANIES ACT 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' report has been prepared in accordance with applicable legal requirements.

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

In the light of the knowledge and understanding of the Company and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Directors' report and from the requirement to prepare a Strategic report.

RESPONSIBILITIES OF DIRECTORS

As explained more fully in the Directors' responsibilities statement on page 1, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

SMITHSONHILL LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF SMITHSONHILL LIMITED (CONTINUED)

AUDITORS' RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditors' report.

USE OF OUR REPORT

This report is made solely to the Company's members in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an Auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members for our audit work, for this report, or for the opinions we have formed.

Edward Napper (Senior statutory auditor)

for and on behalf of

Peters Elworthy & Moore

Chartered Accountants & Statutory Auditors

Salisbury House
Station Road
Cambridge
CB1 2LA

Date: 21 December 2020

SMITHSONHILL LIMITED

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2020**

	Note	2020 £000	2019 £000
Turnover		229	200
Cost of sales		(4,087)	(99)
GROSS (LOSS)/PROFIT		(3,858)	101
Administrative expenses		(5)	(7)
OPERATING (LOSS)/PROFIT		(3,863)	94
Interest payable and expenses		(89)	(87)
(LOSS)/PROFIT BEFORE TAX		(3,952)	7
Tax on (loss)/profit	4	(810)	(4)
(LOSS)/PROFIT FOR THE FINANCIAL YEAR		(4,762)	3
Unrealised surplus on revaluation of tangible fixed assets		4,157	-
OTHER COMPREHENSIVE INCOME FOR THE YEAR		4,157	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		(605)	3

There were no recognised gains and losses for 2020 or 2019 other than those included in the statement of comprehensive income.

The notes on pages 9 to 13 form part of these financial statements.

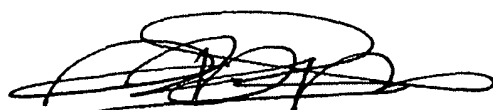
SMITHSONHILL LIMITED
REGISTERED NUMBER: 07138848

BALANCE SHEET
AS AT 31 MARCH 2020

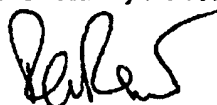
	Note	2020 £000	2019 £000
FIXED ASSETS			
Tangible fixed assets	5	10,700	6,543
		<u>10,700</u>	<u>6,543</u>
CURRENT ASSETS			
Stocks	6	1,058	3,810
Debtors: amounts falling due within one year	7	176	234
Cash at bank and in hand		103	31
		<u>1,337</u>	<u>4,075</u>
Creditors: amounts falling due within one year	8	(4,278)	(369)
NET CURRENT (LIABILITIES)/ASSETS		(2,941)	3,706
TOTAL ASSETS LESS CURRENT LIABILITIES		7,759	10,249
Creditors: amounts falling due after more than one year	9	(6,603)	(9,298)
PROVISIONS FOR LIABILITIES			
Deferred tax	10	(977)	(167)
		<u>(977)</u>	<u>(167)</u>
NET ASSETS		179	784
CAPITAL AND RESERVES			
Revaluation reserve		4,975	818
Profit and loss account		(4,796)	(34)
		<u>179</u>	<u>784</u>

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



Andrew Hill
Director



Robert Smith
Director

Date: 18 December 2020

The notes on pages 9 to 13 form part of these financial statements.

SMITHSONHILL LIMITED

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2020

	Revaluation reserve £000	Profit and loss account £000	Total equity £000
AT 1 APRIL 2018	818	(37)	781
Profit for the year	-	3	3
AT 1 APRIL 2019	818	(34)	784
Loss for the year	-	(4,762)	(4,762)
Surplus on revaluation of freehold property	4,157	-	4,157
AT 31 MARCH 2020	4,975	(4,796)	179

The notes on pages 9 to 13 form part of these financial statements.

SMITHSONHILL LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

1. GENERAL INFORMATION

SmithsonHill Limited is a private company limited by shares and incorporated in England and Wales. The address of the registered office is given in the Company Information on the second page of these financial statements.

The Company's functional and presentational currency is GBP.

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

The directors have assessed the potential impact of the coronavirus pandemic on the Company and do not consider that it will have an adverse impact on the carrying value of reported assets. The directors continue to monitor the impact on the business and, if required, will implement appropriate mitigating actions as conditions evolve. Accordingly, the going concern basis of accounting in preparing these financial statements continues to be adopted.

2.3 TURNOVER

Turnover is recognised to the extent that it is probable that the economic benefits will flow to the Company and the turnover can be reliably measured. Turnover 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 turnover is recognised:

Sale of goods

Turnover 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 turnover 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.

2.4 TANGIBLE FIXED ASSETS

Land is stated at fair value and revalued at each year end. Land is not depreciated.

2.5 STOCKS

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

SMITHSONHILL LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

2. ACCOUNTING POLICIES (CONTINUED)

2.6 DEBTORS

Short term debtors are measured at transaction price, less any impairment.

2.7 CREDITORS

Short term creditors are measured at the transaction price.

2.8 CURRENT AND DEFERRED TAXATION

The tax expense for the year comprises current and deferred tax. Tax is recognised in the statement of comprehensive income 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 balance sheet date in the countries where the Company operates and generates income.

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 balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

3. EMPLOYEES

The Company has no employees other than the directors, who did not receive any remuneration (2019 - Nil).

SMITHSONHILL LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

4. TAXATION

	2020 £000	2019 £000
CORPORATION TAX		
Current tax on profits for the year	-	1
Adjustments in respect of previous periods	-	3
TOTAL CURRENT TAX	<u>-</u>	<u>4</u>
DEFERRED TAX		
Origination and reversal of timing differences	810	-
TOTAL DEFERRED TAX	<u>810</u>	<u>-</u>
TAXATION ON PROFIT ON ORDINARY ACTIVITIES	<u>810</u>	<u>4</u>

FACTORS AFFECTING TAX CHARGE FOR THE YEAR

There were no factors that affected the tax charge for the year which has been calculated on the profits on ordinary activities before tax at the standard rate of corporation tax in the UK of 19% (2019 - 19%).

5. TANGIBLE FIXED ASSETS

	Freehold property £000
COST OR VALUATION	
At 1 April 2019	6,543
Revaluations	4,157
At 31 March 2020	<u>10,700</u>
NET BOOK VALUE	
At 31 March 2020	<u>10,700</u>
At 31 March 2019	<u>6,543</u>

SMITHSONHILL LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

6. STOCKS

	2020 £000	2019 £000
Raw materials and consumables	41	33
Work in progress	1,017	3,777
	<u>1,058</u>	<u>3,810</u>

7. DEBTORS

	2020 £000	2019 £000
Other debtors	5	83
Prepayments and accrued income	171	151
	<u>176</u>	<u>234</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £000	2019 £000
Bank overdrafts	-	41
Bank loans	4,000	-
Trade creditors	2	32
Amounts owed to joint ventures	200	200
Corporation tax	-	1
Accruals and deferred income	76	95
	<u>4,278</u>	<u>369</u>

Secured loans

The Bank loan is secured by a fixed charge over the Company's freehold land. The loan bears interest at a rate of 1.5% above the Bank of England base rate and is repayable in January 2021.

SMITHSONHILL LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

9. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2020 £000	2019 £000
Bank loans	-	4,000
Amounts owed to joint ventures	6,603	5,298
	<u>6,603</u>	<u>9,298</u>

10. DEFERRED TAXATION

	2020 £000	2019 £000
At beginning of year	(167)	(167)
Charged to profit or loss	(810)	-
AT END OF YEAR	<u>(977)</u>	<u>(167)</u>

The provision for deferred taxation is made up as follows:

	2020 £000	2019 £000
On freehold revaluation	(977)	(167)
	<u>(977)</u>	<u>(167)</u>

11. SHARE CAPITAL

	2020 £	2019 £
ALLOTTED, CALLED UP AND FULLY PAID		
99,500 (2019 - 99,500) Ordinary A shares of £0.00001 each	0.99500	0.99500
99,500 (2019 - 99,500) Ordinary B shares of £0.00001 each	0.99500	0.99500
1,000 (2019 - 1,000) Ordinary C shares of £0.00001 each	0.01000	0.01000
3,046 (2019 - 3,046) Ordinary D shares of £0.00001 each	0.03046	0.03046
1 (2019 - 1) Ordinary E share of £0.00001	0.00001	0.00001
	<u>2.03047</u>	<u>2.03047</u>