

**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2019**  
**FOR**  
**SHEEPY MAGNA LIMITED**

Magma Audit LLP  
Unit 2  
Charnwood Edge Business Park  
Syston Road  
Leicester  
LE7 4UZ

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**for the year ended 30 September 2019**

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**SHEEPY MAGNA LIMITED**  
**COMPANY INFORMATION**  
**for the year ended 30 September 2019**

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**DIRECTORS:**

J C P Smith  
A S Smith

**REGISTERED OFFICE:**

Rye Hills Barn  
Watery Lane  
Sheepy Magna  
Warwickshire  
CV9 3RG

**REGISTERED NUMBER:**

08960895 (England and Wales)

**ACCOUNTANTS:**

Magma Audit LLP  
Unit 2  
Charnwood Edge Business Park  
Syston Road  
Leicester  
LE7 4UZ

**BALANCE SHEET**  
30 September 2019

	Notes	2019 £	2018 £
<b>CURRENT ASSETS</b>			
Debtors	4	35,199,801	38,340,236
Cash at bank		671,635	93,638
		<u>35,871,436</u>	<u>38,433,874</u>
<b>CREDITORS</b>			
Amounts falling due within one year	5	(151,020)	(858,762)
<b>NET CURRENT ASSETS</b>		<u>35,720,416</u>	<u>37,575,112</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>35,720,416</u>	<u>37,575,112</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital		6,700,101	9,000,101
Share premium		244,288	244,288
Retained earnings		28,776,027	28,330,723
<b>SHAREHOLDERS' FUNDS</b>		<u>35,720,416</u>	<u>37,575,112</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 September 2019.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 September 2019 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 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
- (b) 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 have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

In accordance with Section 444 of the Companies Act 2006, the Profit and Loss Account has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 16 June 2020 and were signed on its behalf by:

J C P Smith - Director

**NOTES TO THE FINANCIAL STATEMENTS**  
for the year ended 30 September 2019

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**1. STATUTORY INFORMATION**

Sheepy Magna Limited is a limited company, limited by shares, registered in England and Wales. Its registered office address is Rye Hills Barn Watery Lane, Sheepy Magna, Warwickshire, CV9 3RG and the registered number is 08960895.

**2. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

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" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

**Turnover**

Turnover represents interest receivable on loans.

**Financial instruments**

The Company only enters into basic financial instruments 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.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in profit or loss.

Financial assets and liabilities are offset and the net amount reported in the Balance Sheet when there is an 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.

**Debtors**

Basic financial assets, including trade and other debtors, are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Such assets are subsequently carried at amortised cost using the effective interest method, less any impairment.

**Cash and cash equivalents**

Cash and cash equivalents are represented by cash in hand, deposits held at call with financial institutions, and other short-term 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.

**Creditors**

Basic financial liabilities, including trade and other creditors, loans from third parties and loans from related parties, are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Such instruments are subsequently carried at amortised cost using the effective interest method, less any impairment.

**Taxation**

The tax expense for the year comprises current and deferred tax.

Tax is recognised in profit or loss except that a change 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.

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.

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

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
for the year ended 30 September 2019

**2. ACCOUNTING POLICIES - continued****Pension costs and other post-retirement benefits**

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

**Debtors**

Basic financial assets, including trade and other debtors, are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Such assets are subsequently carried at amortised cost using the effective interest method, less any impairment.

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**3. EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 2 (2018 - 2) .

**4. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2019	2018
	£	£
Trade debtors	32,159,500	35,987,397
Other debtors	3,040,301	2,352,839
	<u>35,199,801</u>	<u>38,340,236</u>

**5. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2019	2018
	£	£
Tax	149,020	18,075
Directors' current accounts	-	838,687
Accruals and deferred income	2,000	2,000
	<u>151,020</u>	<u>858,762</u>

**6. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES**

The following advances and credits to directors subsisted during the years ended 30 September 2019 and 30 September 2018:

	2019	2018
	£	£
<b>J C P Smith and A S Smith</b>		
Balance outstanding at start of year	(838,687)	(832,927)
Amounts advanced	3,258,064	-
Amounts repaid	(2,316,488)	(5,760)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>102,889</u>	<u>(838,687)</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**for the year ended 30 September 2019**

**7. RELATED PARTY DISCLOSURES**

The following material transactions have been carried out with companies with related parties during the year:

Sheepy Magna Investments Limited and Sheepy Magna Properties Limited are companies under the joint control of J C P Smith and A S Smith.

	Transactions during the year		Amounts due from / (to) at year end	
	2019	2018	2019	2019
	£	£	£	£
<b>Sheepy Magna Investments Ltd</b>				
Loan interest receivable from them	521,401	557,270		
Amounts due from them included in trade debtors			27,863,061	31,349,457
Amount due from them included in other debtors			375	375
Amounts due from them included in accrued income			2,684,017	2,163,836
<b>Sheepy Magna Properties Ltd</b>				
Loan interest receivable from them	67,162	67,162		
Amounts due from them included in trade debtors			3,837,836	3,837,836
Amounts due from them included in other debtors			375	375
Amounts due from them included in accrued income			252,645	185,581

**8. POST BALANCE SHEET EVENTS**

Since the balance sheet date the world has suffered a COVID-19 outbreak, and volatility in the economy as a result. The directors have considered the effect this may have on the company, and although currently unclear the Government's guidance is that the issue will be time limited. This will continue to be a developing situation and as such a reasonable estimate of the financial effect of this outbreak on the company cannot feasibly be made at this stage.

The directors have assessed the above and as at the date of approving the accounts consider the company to be a going concern.

**9. ULTIMATE CONTROLLING PARTY**

The controlling party is J C P Smith.

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.