

**LODGE FARM POULTRY LIMITED**

**UNAUDITED**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 30 SEPTEMBER 2018**

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**LODGE FARM POULTRY LIMITED**  
**REGISTERED NUMBER: 09579667**

**BALANCE SHEET**  
**AS AT 30 SEPTEMBER 2018**

	Note	2018 £	2017 £
<b>Fixed assets</b>			
Tangible assets	4	2,512,016	2,727,685
<b>Current assets</b>			
Stocks		21,010	-
Debtors: amounts falling due within one year	5	155,975	68,435
Bank and cash balances		215,769	193,881
		<u>392,754</u>	<u>262,316</u>
Creditors: amounts falling due within one year	6	(606,210)	(570,013)
<b>Net current liabilities</b>		<u>(213,456)</u>	<u>(307,697)</u>
<b>Total assets less current liabilities</b>		<u>2,298,560</u>	<u>2,419,988</u>
Creditors: amounts falling due after more than one year	7	(2,106,775)	(2,387,890)
<b>Net assets</b>		<u><u>191,785</u></u>	<u><u>32,098</u></u>
<b>Capital and reserves</b>			
Called up share capital		5,000	5,000
Profit and loss account		186,785	27,098
		<u><u>191,785</u></u>	<u><u>32,098</u></u>

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**LODGE FARM POULTRY LIMITED**  
**REGISTERED NUMBER: 09579667**

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**BALANCE SHEET (CONTINUED)**  
**AS AT 30 SEPTEMBER 2018**

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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 statement of comprehensive income in accordance with provisions applicable to companies subject to the small companies' regime.

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



.....  
**Mr P A Kendall**  
Director

Date: 26 June 2019

The notes on pages 3 to 7 form part of these financial statements.

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## LODGE FARM POULTRY LIMITED

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2018

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#### 1. General information

Lodge Farm Poultry Limited ("the Company") is a private company limited by shares, incorporated in England and Wales under the Companies Act.

The registered number and address of the registered office is given in the company information.

The functional and presentational currency of the Company is pounds sterling (£) and rounded to the nearest whole pound.

#### 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 financial statements have been prepared on a going concern basis which assumes that the company will continue in operational existence for the foreseeable future. The validity of this assumption depends upon an improvement in the company's trading position and continued financial support from its directors and shareholders. The financial statements do not include any adjustments that would result if such support is not continuing.

##### 2.3 Revenue

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

###### Sale of goods

Revenue 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 revenue 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

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

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## LODGE FARM POULTRY LIMITED

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2018

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#### 2. Accounting policies (continued)

##### 2.4 Tangible fixed assets (continued)

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using either the straight-line method or the reducing balance basis.

Depreciation is provided on the following basis:

Farm buildings	-	4% on cost
Plant and machinery	-	10% reducing balance (previously 15% reducing balance)

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 Statement of Comprehensive Income.

##### 2.5 Stocks

Stocks are stated at the lower of cost and net realisable value, being the estimated selling price less costs to complete and sell. Cost is based on the cost of purchase on a first in, first out basis. Work in progress and finished goods include labour and attributable overheads.

At each balance sheet date, stocks are assessed for impairment. If stock is impaired, the carrying amount is reduced to its selling price less costs to complete and sell. The impairment loss is recognised immediately in profit or loss.

##### 2.6 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

##### 2.7 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are 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.

##### 2.8 Financial instruments

The Company only enters into basic financial instrument 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.

Debt instruments (other than those wholly repayable or receivable within one year), including loans and other accounts receivable and payable, are initially measured at present value of the future cash flows and subsequently at amortised cost using the effective interest method. Debt instruments that are payable or receivable within one year, typically trade debtors and creditors, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received. However, if the arrangements of a short-term instrument constitute a financing

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## LODGE FARM POULTRY LIMITED

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2018

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#### 2. Accounting policies (continued)

##### 2.8 Financial instruments (continued)

transaction, like the payment of a trade debt deferred beyond normal business terms or financed at a rate of interest that is not a market rate or in the case of an out-right short-term loan not at market rate, the financial asset or liability is measured, initially, at the present value of the future cash flow discounted at a market rate of interest for a similar debt instrument and subsequently at amortised cost.

Investments in non-convertible preference shares and in non-puttable ordinary and preference shares are measured:

- at fair value with changes recognised in the Statement of Comprehensive Income if the shares are publicly traded or their fair value can otherwise be measured reliably;
- at cost less impairment for all other investments.

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 the Statement of Comprehensive Income.

For financial assets measured at amortised cost, the impairment loss is measured as the difference between an asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate. If a financial asset has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and best estimate of the recoverable amount, which is an approximation of the amount that the Company would receive for the asset if it were to be sold at the balance sheet date.

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.

##### 2.9 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

##### 2.10 Borrowing costs

All borrowing costs are recognised in the Statement of Comprehensive Income in the year in which they are incurred.

#### 3. Employees

The average monthly number of employees, including directors, during the year was 2 (2017 - 2).

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**LODGE FARM POULTRY LIMITED**

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 SEPTEMBER 2018**

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**4. Tangible fixed assets**

	<b>Farm buildings £</b>	<b>Plant and machinery £</b>	<b>Total £</b>
<b>Cost</b>			
At 1 October 2017	711,723	2,470,264	3,181,987
Additions	-	19,700	19,700
At 30 September 2018	<u>711,723</u>	<u>2,489,964</u>	<u>3,201,687</u>
<b>Depreciation</b>			
At 1 October 2017	42,704	411,598	454,302
Charge for the year on owned assets	28,469	206,900	235,369
At 30 September 2018	<u>71,173</u>	<u>618,498</u>	<u>689,671</u>
<b>Net book value</b>			
At 30 September 2018	<u>640,550</u>	<u>1,871,466</u>	<u>2,512,016</u>
At 30 September 2017	<u>669,019</u>	<u>2,058,666</u>	<u>2,727,685</u>

**5. Debtors**

	<b>2018 £</b>	<b>2017 £</b>
Trade debtors	29,295	15,975
Other debtors	19,916	4,047
Prepayments and accrued income	106,764	48,413
	<u>155,975</u>	<u>68,435</u>

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**LODGE FARM POULTRY LIMITED**

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 SEPTEMBER 2018**

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**6. Creditors: Amounts falling due within one year**

	2018 £	2017 £
Bank loans	329,266	329,266
Trade creditors	100,592	74,532
Other creditors	169,598	153,172
Accruals and deferred income	6,754	13,043
	<u>606,210</u>	<u>570,013</u>

Bank loans totalling £329,266 (2017: £329,266) are personally guaranteed by the directors.

**7. Creditors: Amounts falling due after more than one year**

	2018 £	2017 £
Bank loans	2,106,775	2,387,890
	<u>2,106,775</u>	<u>2,387,890</u>

Bank loans totalling £2,106,775 (2017: £2,387,890) are personally guaranteed by the directors.

**8. Borrowings**

The aggregate of loan instalments which fall due for payment after more than five years totals £789,712 (2017: £789,712).

**9. Related party transactions**

Included within other creditors is a balance owed to W J Kendall and Sons, a partnership with partners in common, totalling £169,598 (2017: £153,172). This balance is unsecured, interest free and repayable on demand.