

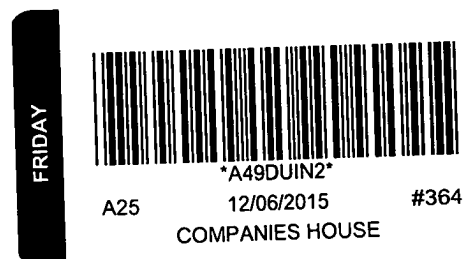
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# Chancelot Mill Limited

## FINANCIAL STATEMENTS

for the year ended

31 December 2014



Company Registration No. SC045443

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# Chancelot Mill Limited

## COMPANY INFORMATION

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DIRECTORS	T J Cook S E Funderburg K T Marley
SECRETARY	S T Filmer
COMPANY NUMBER	SC045443
REGISTERED OFFICE	50 Lothian Road Festival Square Edinburgh Midlothian EH3 9WJ
AUDITOR	Baker Tilly UK Audit LLP 25 Farringdon Street London EC4A 4AB

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# Chancelot Mill Limited

## DIRECTORS' REPORT

For the year ended 31 December 2014

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The Directors present their report and financial statements of Chancelot Mill Limited (Company Registration No. SC045443) for the year ended 31 December 2014.

### PRINCIPAL ACTIVITIES

The principal activity of the Company during the year continued to be holding of the leasehold on Chancelot Mill in Edinburgh and making it available to ADM Milling Limited.

### DIRECTORS

The following Directors have held office since 1 January 2014:

T J Cook  
S E Funderburg  
K T Marley

### AUDITOR

The auditor, Baker Tilly UK Audit LLP, has indicated its willingness to continue in office.

### STATEMENT AS TO DISCLOSURE OF INFORMATION TO THE AUDITOR

The Directors at the date of approval of this Directors' Report confirm that, so far as each of them is aware, there is no relevant audit information of which the Company's auditor is unaware. Having made enquiries of fellow Directors and the Company's auditor, all the Directors have taken all steps that they ought to have taken as Directors to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

### THIRD PARTY INDEMNITY PROVISION FOR DIRECTORS

The Company has granted an indemnity to one or more Directors against liability in respect of proceedings brought by third parties, subject to the conditions set out in section 234 of the Companies Act 2006. Such qualifying third party indemnity provision remains in force as at the date of approving the Directors' Report.

This report has been prepared in accordance with the provisions applicable to companies subject to section 415A of the small companies regime of the Companies Act 2006.

This report was approved by the board of Directors on 03.06.2015

Signed on behalf of the board:



T J Cook  
DIRECTOR

Dated: 03.06.2015

# Chancelot Mill Limited

## STATEMENT OF DIRECTORS' RESPONSIBILITIES

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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 United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). 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 those financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent; and
- 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.

## INDEPENDENT AUDITOR'S REPORT

### To The Members Of Chancelot Mill Limited

We have audited the financial statements of Chancelot Mill Limited for the year ended 31 December 2014 which comprise the Profit and Loss Account, the Balance Sheet, the Statement of Accounting Policies and the related notes 1 to 11. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the Company's members, as a body, 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 auditor's 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 as a body, for our audit work, for this report, or for the opinions we have formed.

#### RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITOR

As explained more fully in the Directors' Responsibilities Statement set out on page 2, the Directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

#### SCOPE OF THE AUDIT OF THE FINANCIAL STATEMENTS

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's website at <http://www.frc.org.uk/auditscopeukprivate>.

#### OPINION ON THE FINANCIAL STATEMENTS

In our opinion the financial statements:

- give a true and fair view of the state of the Company's affairs as at 31 December 2014 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.

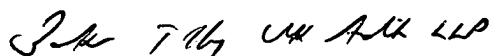
#### OPINION ON OTHER MATTER PRESCRIBED BY THE COMPANIES ACT 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

#### MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

We have nothing to report in respect of the following matters where 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 or 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 exemption from the requirement to prepare a Strategic Report or in preparing the Directors' Report.



Jeremy Filley (Senior Statutory Auditor)  
For and on behalf of BAKER TILLY UK AUDIT LLP, Statutory Auditor  
25 Farringdon Street, London EC4A 4AB

Date: 4/6/15

# Chancelot Mill Limited

## PROFIT AND LOSS ACCOUNT

For the year ended 31 December 2014

	Notes	2014 £	2013 £
Other operating expenses	1	(35,340)	(34,738)
OPERATING LOSS & LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION	2	(35,340)	(34,738)
Taxation	3	(34,967)	(37,946)
LOSS ON ORDINARY ACTIVITIES AFTER TAXATION	8	(70,307)	(72,684)

Operating loss is derived from the Company's continuing operations.

No separate Statement of Total Recognised Gains and Losses has been presented as all such gains and losses have been dealt with in the Profit and Loss Account.

# Chancelot Mill Limited

## BALANCE SHEET

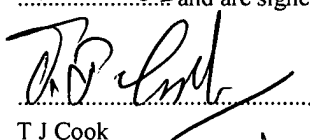
As at 31 December 2014

Company Registration No. SC045443

	Notes	2014 £	2013 £
FIXED ASSETS			
Tangible assets	4	1,628,379	1,663,719
CURRENT ASSETS			
Debtors	5	20,684	58,630
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	6	(34,967)	(37,946)
NET CURRENT (LIABILITIES)/ASSETS		(14,283)	20,684
TOTAL ASSETS LESS CURRENT LIABILITIES		1,614,096	1,684,403
NET ASSETS		1,614,096	1,684,403
CAPITAL AND RESERVES			
Called up share capital	7	20,000	20,000
Share premium account	8	2,166,277	2,166,277
Profit and loss account	8	(572,181)	(501,874)
SHAREHOLDERS' FUNDS	9	1,614,096	1,684,403

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

The financial statements on pages 4 to 10 were approved by the board of Directors and authorised for issue on 03.06.2015 and are signed on its behalf by:

  
T J Cook  
DIRECTOR

# Chancelot Mill Limited

## ACCOUNTING POLICIES

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### BASIS OF ACCOUNTING

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

In accordance with FRS 18: Accounting policies, the Directors have reviewed the Company's accounting policies and consider that these remain appropriate.

The Company has taken advantage of the exemption in FRS 1: Cash flow statements (revised 1996) from the requirement to produce a cash flow statement on the grounds that its ultimate parent undertaking, Archer Daniels Midland Company, which is incorporated in Illinois, United States of America, prepares consolidated financial statements which include a cash flow statement and which are filed with the Securities and Exchange Commission and are publicly available.

### GOING CONCERN

As the Company has made a loss for the year, ADM Milling Limited, the Company's immediate parent, has agreed to provide financial support for a period of at least twelve months from the date of signing these financial statements. On this basis and after considering the Company's forecast results and financial position, the Directors consider it appropriate that the going concern basis be adopted in preparing these financial statements.

### COMPLIANCE WITH ACCOUNTING STANDARDS

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated).

### TANGIBLE FIXED ASSETS AND DEPRECIATION

Fixed assets are stated at historical cost less depreciation.

Depreciation is provided on all tangible fixed assets at rates calculated to write each asset down to its estimated residual value over its expected useful life, as follows:

Buildings: Leasehold	over the lease term
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The carrying values of tangible fixed assets are reviewed for impairment in periods when events or changes in circumstances indicate that the carrying value may not be recoverable, and if appropriate, an impairment provision will be made.



# Chancelot Mill Limited

## ACCOUNTING POLICIES (CONTINUED)

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### DEFERRED TAXATION

The charge for taxation is based on the profit for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes.

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date, with the following exceptions:

- Provision is made for gains on disposal of fixed assets that have been rolled over into replacement assets only where, at the balance sheet date, there is a commitment to dispose of the replacement assets with no likely subsequent rollover or available capital losses;
- Provision is made for gains on revalued fixed assets only where there is a commitment to dispose of the revalued asset and the attributable gain can neither be rolled over nor eliminated by capital losses; and
- Deferred tax assets are recognised only to the extent that the Directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on a non-discounted basis at the tax rates that are expected to apply in the periods in which timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

# Chancelot Mill Limited

## NOTES TO THE FINANCIAL STATEMENTS

### For the year ended 31 December 2014

1	OTHER OPERATING EXPENSES	2014 £	2013 £
	Administrative expenses	35,340	34,738
2	LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION	2014 £	2013 £
	Loss is stated after charging:		
	Depreciation of tangible assets		
	- Leasehold improvement	35,340	34,738
Auditor's remuneration of £2,544 (2013: £2,544), being audit fees for audit work on the Company's financial statements, is paid by ADM Milling Limited and is not recharged.			
The Directors do not receive any remuneration in respect of their services for the Company.			
3	TAXATION	2014 £	2013 £
	UK CORPORATION TAX		
	Current tax on loss of the period	34,967	37,946
	CURRENT TAX CHARGE	34,967	37,946
FACTORS AFFECTING THE TAX CHARGE FOR THE YEAR			
The tax assessed for the year is higher than the effective rate of UK corporation tax 21.50% (2013 - 23.25%) as explained below:			
	Loss on ordinary activities before taxation	(35,340)	(34,738)
Loss on ordinary activities before taxation multiplied by the effective rate of UK corporation tax of 21.50% (2013 - 23.25%)			
		(7,598)	(8,077)
Effects of:			
	Non-deductible expenses	7,598	8,077
	Transfer pricing adjustments	34,967	37,946
		42,565	46,023
	CURRENT TAX CHARGE	34,967	37,946

# Chancelot Mill Limited

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2014

### 4 TANGIBLE FIXED ASSETS

	Land and buildings £
<b>COST</b>	
At 1 January 2014 and at 31 December 2014	4,105,954
<b>DEPRECIATION</b>	
At 1 January 2014	2,442,235
Charge for the year	35,340
At 31 December 2014	2,477,575
<b>NET BOOK VALUE</b>	
At 31 December 2014	1,628,379
At 31 December 2013	1,663,719

The net book value of land and buildings comprises the Company's interest in a leasehold building.

<b>5 DEBTORS</b>	2014	2013
	£	£
Amounts falling due within one year:		
Amounts owed by Group undertakings	20,684	58,630
	<u>20,684</u>	<u>58,630</u>
<b>6 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</b>	2014	2013
	£	£
Corporation tax	34,967	37,946
	<u>34,967</u>	<u>37,946</u>
<b>7 SHARE CAPITAL</b>	2014	2013
	£	£
<b>AUTHORISED</b>		
20,000 Ordinary shares of £1 each	20,000	20,000
	<u>20,000</u>	<u>20,000</u>
<b>ALLOTTED, CALLED UP AND FULLY PAID</b>		
20,000 Ordinary shares of £1 each	20,000	20,000
	<u>20,000</u>	<u>20,000</u>

# Chancelot Mill Limited

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 December 2014

### 8 RESERVES

	Share premium account	Profit and loss account
	£	£
Balance at 1 January 2014	2,166,277	(501,874)
Loss for the year	-	(70,307)
Balance at 31 December 2014	<u>2,166,277</u>	<u>(572,181)</u>

### 9 RECONCILIATION OF SHAREHOLDERS' FUNDS

	2014 £	2013 £
Loss for the financial year	(70,307)	(72,684)
Opening shareholders' funds	<u>1,684,403</u>	<u>1,757,087</u>
Closing shareholders' funds	<u>1,614,096</u>	<u>1,684,403</u>

### 10 CONTROL

The Company's immediate parent undertaking is ADM Milling Limited, and in the opinion of the Directors, the Company's ultimate parent undertaking and controlling party is Archer Daniels Midland Company, which is incorporated in Illinois, United States of America. The consolidated financial statements of Archer Daniels Midland Company are both the smallest and largest consolidated financial statements drawn up for the groups of which the Company is a member. Copies of the consolidated financial statements are available upon application to the Directors at PO Box 1470, Decatur, Illinois 62525, United States of America.

### 11 RELATED PARTY TRANSACTIONS

The Company has taken advantage of the exemptions conferred by FRS 8: Related Party Disclosures from the requirement to disclose transactions with fellow Group undertakings where 100% of the voting rights are controlled within the Group.

There were no other related party transactions during the year.

# Chancelot Mill Limited

## FINANCIAL STATEMENTS

for the year ended 31 December 2014

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### ACCOUNTANT'S REPORT TO THE BOARD OF DIRECTORS OF CHANCELOT MILL LIMITED ON THE UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

In order to assist you to fulfil your duties under the Companies Act 2006 ("the Act") and regulations thereunder, we prepared for your approval the financial statements of Chancelot Mill Limited which comprise the Profit and Loss Account, Balance Sheet and the related notes as set out on pages 4 to 10 from the Company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/en/members/regulations-standards-and-guidance>.

This report is made solely to the board of Directors of Chancelot Mill Limited as a body, in accordance with the terms of our engagement letter dated 27 November 2013. Our work has been undertaken solely to prepare for your approval the financial statements of Chancelot Mill Limited and state those matters that we have agreed to state to them in accordance with AAF 2/10 as detailed at [icaew.com/compilation](http://icaew.com/compilation). This report should not therefore be regarded as suitable to be used or relied on by any other party wishing to acquire any rights against Baker Tilly Tax and Accounting Limited for any purpose or in any context. Any party other than the Directors which obtains access to this report or a copy and chooses to rely on this report (or any part of it) will do so at its own risk. To the fullest extent permitted by law, Baker Tilly Tax and Accounting Limited will accept no responsibility or liability in respect of this report to any other party and shall not be liable for any loss, damage or expense of whatsoever nature which is caused by any person's reliance on representations in this report.

It is your duty to ensure that Chancelot Mill Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit/loss of Chancelot Mill Limited under the Act and regulations thereunder.

We have not been instructed to carry out an audit or a review of the financial statements of Chancelot Mill Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

Baker Tilly Tax and Accounting Limited  
Chartered Accountants  
3rd Floor, One London Square  
Cross Lanes  
Guildford  
Surrey GU1 1UN

Date: