

**REGISTERED NUMBER: 00539386 (England and Wales)**

**Unaudited Financial Statements for the Year Ended 30 June 2019**

**for**

**Bates Bros (Farms) Limited**

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**for the Year Ended 30 June 2019**

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**Bates Bros (Farms) Limited**

**Company Information**  
**for the Year Ended 30 June 2019**

**DIRECTORS:**

A C Bates  
Mrs V A Bates  
Mrs A R Bates

**REGISTERED OFFICE:**

Lower Honeydon Farm  
Honeydon  
Bedfordshire  
MK44 2LR

**REGISTERED NUMBER:**

00539386 (England and Wales)

**ACCOUNTANTS:**

Hardcastle Burton LLP  
Lake House  
Market Hill  
Royston  
Hertfordshire  
SG8 9JN

**Abridged Balance Sheet**  
**30 June 2019**

	Notes	30.6.19 £	£	30.6.18 £	£
<b>FIXED ASSETS</b>					
Intangible assets	4		-		-
Tangible assets	5		765,821		1,462,867
Investments	6		50		50
			<u>765,871</u>		<u>1,462,917</u>
<b>CURRENT ASSETS</b>					
Stocks		226,424		295,806	
Debtors		<u>35,524</u>		<u>22,542</u>	
		261,948		318,348	
<b>CREDITORS</b>					
Amounts falling due within one year		<u>304,785</u>		<u>1,012,874</u>	
<b>NET CURRENT LIABILITIES</b>			<u>(42,837)</u>		<u>(694,526)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			723,034		768,391
<b>CREDITORS</b>					
Amounts falling due after more than one year	7		(59,250)		(469,105)
<b>PROVISIONS FOR LIABILITIES</b>			<u>(20,796)</u>		<u>(2,804)</u>
<b>NET ASSETS</b>			<u>642,988</u>		<u>296,482</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	9		5,000		5,000
Retained earnings			<u>637,988</u>		<u>291,482</u>
<b>SHAREHOLDERS' FUNDS</b>			<u>642,988</u>		<u>296,482</u>

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

The members have not required the company to obtain an audit of its financial statements for the year ended 30 June 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 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.
- (b)

**Bates Bros (Farms) Limited (Registered number: 00539386)**

**Abridged Balance Sheet - continued**  
**30 June 2019**

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

All the members have consented to the preparation of an abridged Balance Sheet for the year ended 30 June 2019 in accordance with Section 444(2A) of the Companies Act 2006.

In accordance with Section 444 of the Companies Act 2006, the Statement of Income and Retained Earnings has not been delivered.

The financial statements were approved by the Board of Directors on 26 February 2020 and were signed on its behalf by:

Mrs V A Bates - Director

The notes form part of these financial statements

**Notes to the Financial Statements**  
**for the Year Ended 30 June 2019**

**1. STATUTORY INFORMATION**

Bates Bros (Farms) Limited is a private company, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

**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.

The balance sheet shows net current liabilities at the year end but it has the support of both its directors and financiers. The directors have indicated that they will not seek repayment of their loans until funds permit and the loans will not be repaid to the detriment of the company's operations.

**Turnover**

Turnover represents net invoiced sales of goods excluding value added tax. Income from Single Farm Payment entitlements is recognised as income of the accounting period in which all eligibility criteria for the season question are met. The land must be eligible for subsidy for the entire calendar year, hence the income is not recognised until 31 December. Rental income is recognised on an accruals basis, with any rental income received in advance being deferred and any rental income paid in arrears being accrued.

**Intangible assets**

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Other intangibles is being amortised evenly over its estimated useful life of nil years.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Freehold property	- not provided
Improvements to property	- 20% on cost and 10% on cost
Plant and machinery	- 20% on reducing balance and 10% on reducing balance
Motor vehicles	- 20% on reducing balance
Tractors & combines	- 15% on reducing balance

**Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

**Notes to the Financial Statements - continued**  
**for the Year Ended 30 June 2019**

**2. ACCOUNTING POLICIES - continued**

**Financial instruments**

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

Financial instruments are recognised in the company's statement of financial position when the company becomes party to the contractual provisions of the instrument.

**Basic financial assets**

Basic financial assets, which include debtors, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method 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. Financial assets classified as receivable within one year are not amortised.

**Basic financial liabilities**

Basic financial liabilities, including creditors and loans that are classified as debt, 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. Financial liabilities classified as payable within one year are not amortised.

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. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

**Taxation**

Taxation for the year comprises current and deferred tax. Tax is recognised in the Statement of Income and Retained Earnings, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

**Hire purchase and leasing commitments**

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

**Notes to the Financial Statements - continued**  
**for the Year Ended 30 June 2019**

3. **EMPLOYEES AND DIRECTORS**

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

4. **INTANGIBLE FIXED ASSETS**

	Totals £
<b>COST</b>	
At 1 July 2018	45,005
Disposals	<u>(6,408)</u>
At 30 June 2019	<u>38,597</u>
<b>AMORTISATION</b>	
At 1 July 2018	45,005
Eliminated on disposal	<u>(6,408)</u>
At 30 June 2019	<u>38,597</u>
<b>NET BOOK VALUE</b>	
At 30 June 2019	<u>-</u>
At 30 June 2018	<u>-</u>

5. **TANGIBLE FIXED ASSETS**

	Totals £
<b>COST</b>	
At 1 July 2018	2,303,051
Additions	12,830
Disposals	<u>(633,913)</u>
At 30 June 2019	<u>1,681,968</u>
<b>DEPRECIATION</b>	
At 1 July 2018	840,184
Charge for year	<u>75,963</u>
At 30 June 2019	<u>916,147</u>
<b>NET BOOK VALUE</b>	
At 30 June 2019	<u>765,821</u>
At 30 June 2018	<u>1,462,867</u>

**Notes to the Financial Statements - continued**  
**for the Year Ended 30 June 2019**

**5. TANGIBLE FIXED ASSETS - continued**

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Totals £
<b>COST</b>	
At 1 July 2018	430,850
Transfer to ownership	<u>(52,750)</u>
At 30 June 2019	<u>378,100</u>
<b>DEPRECIATION</b>	
At 1 July 2018	201,270
Charge for year	31,385
Transfer to ownership	<u>(32,404)</u>
At 30 June 2019	<u>200,251</u>
<b>NET BOOK VALUE</b>	
At 30 June 2019	<u>177,849</u>
At 30 June 2018	<u>229,580</u>

**6. FIXED ASSET INVESTMENTS**

Information on investments other than loans is as follows:

	Totals £
<b>COST</b>	
At 1 July 2018 and 30 June 2019	<u>50</u>
<b>NET BOOK VALUE</b>	
At 30 June 2019	<u>50</u>
At 30 June 2018	<u>50</u>

**7. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN FIVE YEARS**

	30.6.19 £	30.6.18 £
Repayable by instalments		
Bank loans more 5 yr by instal	<u>-</u>	<u>213,350</u>

**Notes to the Financial Statements - continued**  
**for the Year Ended 30 June 2019**

**8. SECURED DEBTS**

The following secured debts are included within creditors:

	30.6.19	30.6.18
	£	£
Bank overdrafts	61,254	688,622
Bank loans	-	421,950
Other loans	-	20,000
Hire purchase contracts	91,923	121,548
	<u>153,177</u>	<u>1,252,120</u>

The bank overdraft is secured by a first legal charge on freehold property.

Hire purchase liabilities are secured by the individual assets to which the liabilities relate.

**9. CALLED UP SHARE CAPITAL**

Alloted, issued and fully paid:

Number:	Class:	Nominal value:	30.06.19	30.06.18
2,950	Ordinary A	£1	2,950	2,950
550	Ordinary B	£1	550	550
500	Ordinary C	£1	500	500
500	Ordinary D	£1	500	500
500	Ordinary E	£1	500	500
			<u>5,000</u>	<u>5,000</u>

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.