

# Clwyd Agricultural Limited

Annual Report and Unaudited Financial Statements  
for the Year Ended 31 January 2020

# **Clwyd Agricultural Limited**

## **Contents**

Balance Sheet	<u>1</u> to <u>2</u>
Notes to the Unaudited Financial Statements	<u>3</u> to <u>8</u>

**Clwyd Agricultural Limited**  
**(Registration number: 05453631)**  
**Balance Sheet as at 31 January 2020**

	Note	2020 £	2019 £
<b>Fixed assets</b>			
Intangible assets	<u>4</u>	24,750	29,700
Tangible assets	<u>5</u>	<u>32,971</u>	<u>1,435</u>
		<u>57,721</u>	<u>31,135</u>
<b>Current assets</b>			
Stocks	<u>6</u>	547,228	228,148
Debtors	<u>7</u>	73,029	82,110
Cash at bank and in hand		<u>22,651</u>	<u>13,824</u>
		642,908	324,082
<b>Creditors:</b> Amounts falling due within one year	<u>8</u>	<u>(513,105)</u>	<u>(165,920)</u>
<b>Net current assets</b>		<u>129,803</u>	<u>158,162</u>
<b>Total assets less current liabilities</b>		187,524	189,297
<b>Creditors:</b> Amounts falling due after more than one year	<u>8</u>	<u>(14,821)</u>	<u>-</u>
<b>Net assets</b>		<u><u>172,703</u></u>	<u><u>189,297</u></u>
<b>Capital and reserves</b>			
Called up share capital	<u>9</u>	3	3
Profit and loss account		<u>172,700</u>	<u>189,294</u>
<b>Total equity</b>		<u><u>172,703</u></u>	<u><u>189,297</u></u>

For the financial year ending 31 January 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 12 October 2020 and signed on its behalf by:

**Clwyd Agricultural Limited**  
**(Registration number: 05453631)**  
**Balance Sheet as at 31 January 2020**

.....  
E A Gruffydd  
Company secretary and director

.....  
P L Gruffydd  
Director

# **Clwyd Agricultural Limited**

## **Notes to the Unaudited Financial Statements for the Year Ended 31 January 2020**

### **1 General information**

The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is:

Tertfyn Buildings  
Caerwys Road  
Cwm, Dyserth  
Rhyl  
LL18 6HT

These financial statements were authorised for issue by the Board on 12 October 2020.

### **2 Accounting policies**

#### **Summary of significant accounting policies and key accounting estimates**

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

#### **Statement of compliance**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

#### **Basis of preparation**

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

#### **Revenue recognition**

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;  
it is probable that future economic benefits will flow to the entity;  
and specific criteria have been met for each of the company's activities.

#### **Tax**

The tax expense for the period comprises current tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

#### **Tangible assets**

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

# Clwyd Agricultural Limited

## Notes to the Unaudited Financial Statements for the Year Ended 31 January 2020

### Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Plant and machinery	20% straight line
Motor vehicles	25% straight line

### Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

### Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Goodwill	10% straight line

### Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are 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.

### Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges. Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

# **Clwyd Agricultural Limited**

## **Notes to the Unaudited Financial Statements for the Year Ended 31 January 2020**

### **Leases**

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

### **Share capital**

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

### **Dividends**

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

### **Defined contribution pension obligation**

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

### **3 Staff numbers**

The average number of persons employed by the company (including directors) during the year, was 11 (2019 - 9).

# Clwyd Agricultural Limited

## Notes to the Unaudited Financial Statements for the Year Ended 31 January 2020

### 4 Intangible assets

	Goodwill £	Total £
<b>Cost or valuation</b>		
At 1 February 2019	90,000	90,000
At 31 January 2020	90,000	90,000
<b>Amortisation</b>		
At 1 February 2019	60,300	60,300
Amortisation charge	4,950	4,950
At 31 January 2020	65,250	65,250
<b>Carrying amount</b>		
At 31 January 2020	24,750	24,750
At 31 January 2019	29,700	29,700

### 5 Tangible assets

	Furniture, fittings and equipment £	Motor vehicles £	Other tangible assets £	Total £
<b>Cost or valuation</b>				
At 1 February 2019	666	30,053	16,224	46,943
Additions	13,962	14,908	6,450	35,320
At 31 January 2020	14,628	44,961	22,674	82,263
<b>Depreciation</b>				
At 1 February 2019	133	29,449	15,926	45,508
Charge for the year	1,202	1,680	902	3,784
At 31 January 2020	1,335	31,129	16,828	49,292
<b>Carrying amount</b>				
At 31 January 2020	13,293	13,832	5,846	32,971
At 31 January 2019	533	604	298	1,435

### 6 Stocks

2020 £	2019 £
547,228	228,148



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# Clwyd Agricultural Limited

## Notes to the Unaudited Financial Statements for the Year Ended 31 January 2020

### 7 Debtors

	2020 £	2019 £
Trade debtors	63,108	50,911
Prepayments	6,081	6,838
Other debtors	3,840	24,361
	<u>73,029</u>	<u>82,110</u>

### 8 Creditors

#### Creditors: amounts falling due within one year

	Note	2020 £	2019 £
<b>Due within one year</b>			
Loans and borrowings		1,892	-
Trade creditors		449,498	137,027
Taxation and social security		11,119	21,064
Accruals and deferred income		2,718	7,426
Other creditors		47,878	403
		<u>513,105</u>	<u>165,920</u>

#### Creditors: amounts falling due after more than one year

	Note	2020 £	2019 £
<b>Due after one year</b>			
Loans and borrowings		<u>14,821</u>	<u>-</u>

### 9 Share capital

#### Allotted, called up and fully paid shares

	2020		2019	
	No.	£	No.	£
Ordinary shares of £1 each	3	3	3	3

# **Clwyd Agricultural Limited**

## **Notes to the Unaudited Financial Statements for the Year Ended 31 January 2020**

### **10 Financial commitments, guarantees and contingencies**

#### **Amounts not provided for in the balance sheet**

The total amount of financial commitments not included in the balance sheet is £23,576 (2019 - £12,152). Operating leases with remaining commitments totalling £23,576 commenced during the year. These leases are scheduled to expire in May 2024 and November 2024 respectively.

### **11 Related party transactions**

#### **Summary of transactions with other related parties**

##### **Pension fund**

During the year the company paid rent amounting to £13,933 (2019: £15,200) to the pension fund of one of the director's for the use of the buildings in which the company operates.

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.