

AG WATSON & SONS LIMITED

**Company Registration Number:
07741946 (England and Wales)**

Unaudited statutory accounts for the year ended 31 May 2019

Period of accounts

Start date: 1 June 2018

End date: 31 May 2019

AG WATSON & SONS LIMITED

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Balance sheet notes

AG WATSON & SONS LIMITED

Balance sheet

As at 31 May 2019

	Notes	2019	2018
		£	£
Called up share capital not paid:		0	0
Fixed assets			
Intangible assets:	3	346	462
Tangible assets:	4	478,837	500,941
Investments:		0	0
Total fixed assets:		479,183	501,403
Current assets			
Stocks:	5	1,017,806	1,013,125
Debtors:	6	334,591	161,907
Cash at bank and in hand:		1,876,342	1,582,947
Investments:		0	0
Total current assets:		3,228,739	2,757,979
Prepayments and accrued income:		0	0
Creditors: amounts falling due within one year:	7	(1,198,061)	(1,283,082)
Net current assets (liabilities):		2,030,678	1,474,897
Total assets less current liabilities:		2,509,861	1,976,300
Creditors: amounts falling due after more than one year:	8	(15,000)	(15,000)
Provision for liabilities:		0	0
Accruals and deferred income:		0	0
Total net assets (liabilities):		2,494,861	1,961,300
Capital and reserves			
Called up share capital:		200	200
Profit and loss account:		2,494,661	1,961,100
Total Shareholders' funds:		2,494,861	1,961,300

The notes form part of these financial statements

AG WATSON & SONS LIMITED

Balance sheet statements

For the year ending 31 May 2019 the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The directors have chosen not to file a copy of the company's profit and loss account.

**This report was approved by the board of directors on 27 February 2020
and signed on behalf of the board by:**

Name: J T Watson
Status: Director

The notes form part of these financial statements

AG WATSON & SONS LIMITED

Notes to the Financial Statements

for the Period Ended 31 May 2019

1. Accounting policies

Basis of measurement and preparation

These financial statements have been prepared in accordance with the provisions of Section 1A (Small Entities) of Financial Reporting Standard 102

Turnover policy

Turnover is measured at the fair value of the consideration received or receivable and represents amounts receivable for the sale of crops and livestock, stated net of discounts and of Value Added Tax.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have transferred to the buyer, usually on despatch of the goods, the amount of revenue can be measured reliably, it is probable that the associated economic benefits will flow to the entity, and the costs incurred or to be incurred in respect of the transactions can be measured reliably.

Tangible fixed assets depreciation policy

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Plant and Machinery-10% straight line

Fixtures and Fittings-10% straight line

Motor Vehicles-10% straight line

Intangible fixed assets amortisation policy

Intangible assets are initially recorded at cost, and are subsequently stated at cost less any accumulated amortisation and impairment losses. Any intangible assets carried at revalued amounts, are recorded at the fair value at the date of revaluation, as determined by reference to an active market, less any subsequent accumulated amortisation and subsequent accumulated impairment losses.

Intangible assets acquired as part of a business combination are recorded at the fair value at the acquisition date.

Other accounting policies

Income tax

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly in equity, respectively.

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful life of that asset as follows:

Entitlement-10% straight line

If there is an indication that there has been a significant change in amortisation rate, useful life or residual value of an intangible asset, the amortisation is revised prospectively to reflect the new estimates.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses.

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the company are assigned to those units.

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

Finance leases and hire purchase contracts

Assets held under finance leases and hire purchase contracts are recognised in the statement of financial position as assets and liabilities at the lower of the fair value of the assets and the present value of the minimum lease payments, which is determined at the inception of the lease term. Any initial direct costs of the lease are added to the amount recognised as an asset.

Lease payments are apportioned between the finance charges and reduction of the outstanding lease liability using the effective interest method. Finance charges are allocated to each period so as to produce a constant rate of interest on the remaining balance of the liability.

Financial instruments

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities.

Defined contribution plans

The company operates a defined contribution pension scheme covering a number of its employees. The scheme funds are administered by trustees and the assets of the scheme are held separately from those of the company. The pension costs charged against profits represent the amount of the contributions payable to the scheme in respect of the accounting period.

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Notes to the Financial Statements for the Period Ended 31 May 2019

2. Employees

	<i>2019</i>	<i>2018</i>
Average number of employees during the period	6	6

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Notes to the Financial Statements

for the Period Ended 31 May 2019

3. Intangible assets

	Goodwill	Other	Total
Cost	£	£	£
At 1 June 2018		1,155	1,155
Additions			
Disposals			
Revaluations			
Transfers			
At 31 May 2019		1,155	1,155
Amortisation			
At 1 June 2018		693	693
Charge for year		116	116
On disposals			
Other adjustments			
At 31 May 2019		809	809
Net book value			
At 31 May 2019		346	346
At 31 May 2018		462	462

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Notes to the Financial Statements

for the Period Ended 31 May 2019

4. Tangible assets

	Land & buildings	Plant & machinery	Fixtures & fittings	Office equipment	Motor vehicles	Total
Cost	£	£	£	£	£	£
At 1 June 2018		392,445	29,104	2	666,527	1,088,078
Additions		67,950			20,250	88,200
Disposals		(9,859)				(9,859)
Revaluations						
Transfers						
At 31 May 2019		450,536	29,104	2	686,777	1,166,419
Depreciation						
At 1 June 2018		215,879	9,719		361,539	587,137
Charge for year		47,417	2,860		60,021	110,298
On disposals		(9,853)				(9,853)
Other adjustments						
At 31 May 2019		253,443	12,579		421,560	687,582
Net book value						
At 31 May 2019		197,093	16,525	2	265,217	478,837
At 31 May 2018		176,566	19,385	2	304,988	500,941

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Notes to the Financial Statements for the Period Ended 31 May 2019

5. Stocks

	<i>2019</i>	<i>2018</i>
	£	£
Stocks	1,017,806	1,013,125
Total	<u>1,017,806</u>	<u>1,013,125</u>

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Notes to the Financial Statements

for the Period Ended 31 May 2019

6. Debtors

	<i>2019</i>	<i>2018</i>
	£	£
Trade debtors	297,827	112,723
Other debtors	36,764	49,184
Total	<u>334,591</u>	<u>161,907</u>

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Notes to the Financial Statements

for the Period Ended 31 May 2019

7. Creditors: amounts falling due within one year note

	<i>2019</i>	<i>2018</i>
	£	£
Trade creditors	115,717	139,492
Taxation and social security	132,965	65,835
Other creditors	949,379	1,077,755
Total	<u>1,198,061</u>	<u>1,283,082</u>

Included within creditors falling due within one year are hire purchase contracts of £15,000 (2018: £27,669) secured over the assets to which they relate.

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Notes to the Financial Statements

for the Period Ended 31 May 2019

8. Creditors: amounts falling due after more than one year note

	<i>2019</i>	<i>2018</i>
	£	£
Other creditors	15,000	15,000
Total	<u>15,000</u>	<u>15,000</u>

Included within creditors falling due after more than one year are hire purchase contracts of £15,000 (2018: £15,000) secured over the assets to which they relate.

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