

Farmer Court Limited

Annual Report and Unaudited Financial Statements
Year Ended 31 December 2020

Farmer Court Limited

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Farmer Court Limited

Company Information

Director D L Bearman

Registered office 7th Floor
South Block
55 Baker Street
London
W1U 8EW

Farmer Court Limited

Director's Report Year Ended 31 December 2020

The director presents his report and the financial statements for the year ended 31 December 2020.

Director of the company

The director who held office during the year was as follows:

D L Bearman

Going concern

The financial statements have been prepared on a going concern basis as the company is profitable and due to the ongoing support from the shareholder. The impact of the COVID-19 pandemic (coronavirus) on the ability of the company to continue as a going concern has been assessed by the directors and they are satisfied that the company can continue to meet its financial obligations. The main shareholder will continue to support the company for a period of no less than twelve months from the date of approval of these financial statements.

Small companies provision statement

This report has 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.

Approved by the director on 29 September 2021 and signed by:

.....
D L Bearman
Director

Farmer Court Limited

Profit and Loss Account Year Ended 31 December 2020

		31 December 2020	31 December 2019
	Note	\$	\$
Revenues	4	5,738,465	7,362,547
Administrative expenses		<u>(1,553,411)</u>	<u>(1,635,389)</u>
Operating profit		4,185,054	5,727,158
Other interest receivable and similar income		164,438	-
Interest payable and similar expenses		<u>(653,959)</u>	<u>(597,241)</u>
Profit before tax		3,695,533	5,129,917
Taxation		<u>(797,691)</u>	<u>(1,048,726)</u>
Profit for the financial year		<u>2,897,842</u>	<u>4,081,191</u>

Farmer Court Limited

(Registration number: 10317780)

Balance Sheet as at 31 December 2020

	Note	31 December 2020 \$	31 December 2019 \$
Current assets			
Debtors	<u>5</u>	-	1
Other financial assets	<u>6</u>	21,376,606	17,673,803
		21,376,606	17,673,804
Creditors: Amounts falling due within one year	<u>7</u>	(10,854,458)	(786,673)
Total assets less current liabilities		10,522,148	16,887,131
Creditors: Amounts falling due after more than one year	<u>7</u>	-	(8,114,649)
Net assets		10,522,148	8,772,482
Capital and reserves			
Called up share capital	<u>9</u>	1	1
Capital contribution		390,906	885,156
Profit and loss account		10,131,241	7,887,325
Total equity		10,522,148	8,772,482

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

Director's 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 director acknowledges 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.

Approved by the director on 29 September 2021

.....
D L Bearman

Director

Farmer Court Limited

Statement of Changes in Equity Year Ended 31 December 2020

		Share capital	Capital contribution reserve	Profit and loss account	Total
	Note	\$	\$	\$	\$
At 1 January 2020		1	885,156	7,887,325	8,772,482
Profit for the year		-	-	2,897,842	2,897,842
Total comprehensive income		-	-	2,897,842	2,897,842
Dividends		-	-	(1,148,176)	(1,148,176)
Transfers	8	-	(494,250)	494,250	-
At 31 December 2020		1	390,906	10,131,241	10,522,148

		Share capital	Capital contribution reserve	Profit and loss account	Total
	Note	\$	\$	\$	\$
At 1 January 2019		1	1,305,423	5,290,064	6,595,488
Profit for the period		-	-	4,081,191	4,081,191
Total comprehensive income		-	-	4,081,191	4,081,191
Dividends		-	-	(1,904,197)	(1,904,197)
Transfers	8	-	(420,267)	420,267	-
At 31 December 2019		1	885,156	7,887,325	8,772,482

Farmer Court Limited

Notes to the Financial Statements Year Ended 31 December 2020

1 General information

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

The address of its principal place of business and registered office is:

7th Floor
South Block
55 Baker Street
London
W1U 8EW
England

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.

The presentational currency adopted in the financial statements is US dollars, which is the functional currency of the company and rounded to the nearest \$.

Going concern

The financial statements have been prepared on a going concern basis as the company is profitable and due to the ongoing support from the shareholder. The impact of the COVID-19 pandemic (coronavirus) on the ability of the company to continue as a going concern has been assessed by the directors and they are satisfied that the company can continue to meet its financial obligations. The main shareholder will continue to support the company for a period of no less than twelve months from the date of approval of these financial statements.

Revenue recognition

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

Revenues include movements in the fair value of financial assets and trading profits and losses, including interest, earned from principal trading in marketable securities.

Foreign currency transactions and balances

Transactions in foreign currencies are recorded at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated at the closing rates at the balance sheet date. All exchange differences are included in the profit and loss account.

Farmer Court Limited

Notes to the Financial Statements Year Ended 31 December 2020

Tax

The current 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.

Provision is made for deferred tax liability in respect of all timing differences arising from the different treatment of items for accounting and taxation purposes without discounting.

Deferred tax assets in respect of such timing differences are recognised to the extent that they are regarded as being, more likely than not, recoverable in the short to medium term, and are not discounted.

Group relief

Charges for amounts payable in respect of tax losses surrendered to the company or credits for amounts receivable in respect of tax losses surrendered by the company and utilised by other group companies are recognised in the year to which they relate.

Financial assets

Other financial assets at fair value through profit and loss are made up of a portfolio of short-term derivative contracts for differences. They are held at market value, any movement in the market value is recorded as a gain or loss on financial assets at fair value through profit and loss and is taken to the profit and loss account.

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 over the period of the relevant borrowing.

Loans at non-market rates of interest are measured at the present value of future cash flows, and are discounted at the market rate of interest that would apply to similar debt instruments.

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.

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

Final dividend distributions to the company's shareholders are recognised as a liability in the financial statements in the reporting period in which the dividends are approved by the members. Interim dividend distributions to the company's shareholders are recognised in the reporting period in which they are paid.

Farmer Court Limited

Notes to the Financial Statements Year Ended 31 December 2020

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as financial assets, financial liabilities or equity instruments.

An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Financial instruments are impaired when an indication of impairment has become evident.

3 Staff numbers

The average number of persons employed by the company during the year was 0 (2019 - 0).

4 Revenue

The analysis of the company's revenue for the year from continuing operations is as follows:

	31 December 2020	31 December 2019
	\$	\$
Fair value gains on financial assets	5,818,167	6,937,236
Other net interest (expenses)/ income	(562)	277,832
Other net (expenses)/ income on financial assets	(79,140)	147,479
	<u>5,738,465</u>	<u>7,362,547</u>

5 Debtors

	31 December 2020	31 December 2019
	\$	\$
Other debtors	<u>-</u>	<u>1</u>

Farmer Court Limited

Notes to the Financial Statements Year Ended 31 December 2020

6 Other financial assets

	Financial assets at fair value through profit and loss \$
At 1 January 2020	17,673,803
Gains on financial assets	5,818,167
Net withdrawals	<u>(2,115,364)</u>
Fair value at 31 December 2020	<u>21,376,606</u>

Financial assets at fair value through profit and loss are made up of a portfolio of short-term derivative contract for differences which are traded by the company.

The fair value of the portfolio at 31 December 2020 was \$21,376,606 (2019 - \$17,673,803).

7 Creditors

	Note	31 December 2020 \$	31 December 2019 \$
Due within one year			
Loans and borrowings	<u>8</u>	9,445,004	-
Trade creditors		2,299	8,400
Amounts owed to group undertakings		1,191,021	508,269
Taxation and social security		204,650	258,569
Other creditors		<u>11,484</u>	<u>11,435</u>
		<u>10,854,458</u>	<u>786,673</u>
Due after one year			
Loans and borrowings	<u>8</u>	<u>-</u>	<u>8,114,649</u>

Farmer Court Limited

Notes to the Financial Statements Year Ended 31 December 2020

8 Loans and borrowings

	31 December 2020 \$	31 December 2019 \$
Current loans and borrowings		
Other borrowings	1,836,105	-
Loans and borrowings due to related parties	7,608,899	-
	<u>9,445,004</u>	<u>-</u>
	31 December 2020 \$	31 December 2019 \$
Non-current loans and borrowings		
Loans and borrowings due to related parties	<u>-</u>	<u>8,114,649</u>

Other borrowings

During the year a loan of \$2,000,000 was made by an unrelated company to Farmer Court Limited. The loan is unsecured with a variable interest rate equal to the gross return generated from the investments each calendar year and is repayable on demand.

During the year, interest receivable of \$163,895 has been recognised in respect of this loan and the carrying amount of the loan at year end is \$1,836,105.

The full loan was repaid on 22 January 2021.

Loans and borrowings due to related parties

The loan from Mr H D Nathanson, the ultimate shareholder, is interest free and due for repayment on 12 December 2021.

During the year Farmer Court Limited repaid \$1,000,000 of the loan and the remainder of the loan is being held at amortised cost using an effective interest rate of 5.46% and during the year, a notional finance cost of \$494,250 (2019 - \$420,267) has been recognised.

The notional finance cost was transferred from the capital contribution reserve to the profit and loss account at the year end. The carrying amount of the loan at the year end is \$7,608,899 (2019 - \$8,114,649).

Farmer Court Limited

Notes to the Financial Statements Year Ended 31 December 2020

9 Share capital

Allotted, called up and fully paid shares

	2020		2019	
	No.	\$	No.	\$
Ordinary shares of £1 each	1	1	1	1

10 Parent and ultimate parent undertaking

The company's parent is Firefly Capital Limited, incorporated in England & Wales.

The most senior parent entity producing publicly available consolidated financial statements is Firefly Capital Limited. These financial statements are publicly available from Companies House.

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.