

Registration number: 00452428

John I Fearn (Agricultural) Limited

Directors' Report and Financial Statements

for the Year Ended 31 December 2017



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23/08/2018
COMPANIES HOUSE

John I Fearn (Agricultural) Limited

(Registration number: 00452428)

Balance Sheet as at 31 December 2017

| | Note | 2017 £ | 2016 £ |
|---|------|------------------|------------------|
| Fixed assets | | | |
| Tangible assets | 4 | 1,319,433 | 1,325,033 |
| Current assets | | | |
| Debtors | 5 | 5,269 | 5,365 |
| Cash at bank and in hand | | <u>292,566</u> | <u>245,001</u> |
| | | 297,835 | 250,366 |
| Creditors: Amounts falling due within one year | 6 | <u>(68,044)</u> | <u>(112,505)</u> |
| Net current assets | | <u>229,791</u> | <u>137,861</u> |
| Net assets | | <u>1,549,224</u> | <u>1,462,894</u> |
| Capital and reserves | | | |
| Called up share capital | | 30,800 | 30,800 |
| Revaluation reserve | | 853,657 | 853,657 |
| Profit and loss account | | <u>664,767</u> | <u>578,437</u> |
| Total equity | | <u>1,549,224</u> | <u>1,462,894</u> |

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 Directors' Report and the Profit and Loss Account has been taken.

Audit report

The Independent Auditor's Report was unqualified. The name of the Senior Statutory Auditor who signed the audit report was Richard Frost, who signed for and on behalf of Hawsons Chartered Accountants.

These financial statements, which 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 and in accordance with the provisions of FRS 102 Section 1A Small Entities, were approved and authorised for issue by the Board on 21/1/18 and signed on its behalf by:


.....
J T Fearn
Director

John I Fearn (Agricultural) Limited

Notes to the Financial Statements for the Year Ended 31 December 2017

1 Accounting policies

Statutory information

John I Fearn (Agricultural) Limited is a private company, limited by shares, domiciled in England and Wales, company number 00452428. The registered office is at Bubnell Hill, Bubnell Lane, Baslow, Bakewell, DE45 1RL.

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 were prepared in accordance with the provisions of Financial Reporting Standard 102 Section 1A Small Entities. There were no material departures from that standard.

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 presentation currency is United Kingdom pounds sterling. The financial statements are those of the company as an individual entity.

Going concern

After due consideration of all relevant factors, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the annual report and accounts.

Revenue recognition

Turnover represents rental income receivable.

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.

Depreciation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

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

John I Fearn (Agricultural) Limited

Notes to the Financial Statements for the Year Ended 31 December 2017 (continued)

1 Accounting policies (continued)

Investment property

Certain of the company's properties are held for long-term investment. Investment properties are accounted for in accordance with FRS 102, as follows:

Investment properties are initially recognised at cost which includes purchase cost and any directly attributable expenditure.

Investment properties whose fair value can be measured reliably are measured at fair value. The surplus or deficit on revaluation is recognised in the profit and loss account accumulated in the profit and loss reserve unless a deficit below original cost, or its reversal, on an individual investment property is expected to be permanent, in which case it is recognised in the profit and loss account for the year.

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.

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. Where shares are issued, any component that creates a financial liability of the company is presented as a liability in the balance sheet. The corresponding dividends relating to the liability component are charged as interest expense in the statement of comprehensive income.

2 Staff numbers

The average number of persons employed by the company (including directors) during the year was 4 (2016 - 4).

3 Taxation

Tax charged/(credited) in the income statement

| | 2017 £ | 2016 £ |
|-------------------------|---------------|---------------|
| Current taxation | | |
| UK corporation tax | <u>26,000</u> | <u>27,291</u> |

John I Fearn (Agricultural) Limited

Notes to the Financial Statements for the Year Ended 31 December 2017 (continued)

4 Tangible assets

| | Land and buildings £ | Furniture, fittings and equipment £ | Total £ |
|--------------------------|----------------------------|--|------------|
| Cost or valuation | | | |
| At 1 January 2017 | 1,307,300 | 41,312 | 1,348,612 |
| At 31 December 2017 | 1,307,300 | 41,312 | 1,348,612 |
| Depreciation | | | |
| At 1 January 2017 | - | 23,579 | 23,579 |
| Charge for the year | - | 5,600 | 5,600 |
| At 31 December 2017 | - | 29,179 | 29,179 |
| Carrying amount | | | |
| At 31 December 2017 | 1,307,300 | 12,133 | 1,319,433 |
| At 31 December 2016 | 1,307,300 | 17,733 | 1,325,033 |

Included within the net book value of land and buildings above is £1,307,300 (2016 - £1,307,300) in respect of freehold land and buildings.

Investment properties

The majority of the investment properties were revalued in 2013 by Mark Jenkinson and Son, a firm of independent property valuers. Having due regard for professional valuations obtained, the directors have valued the investment properties at 31 December 2017 at open market value.

5 Debtors

| | 2017 £ | 2016 £ |
|---------------|--------------|--------------|
| Other debtors | 5,269 | 5,365 |
| | <u>5,269</u> | <u>5,365</u> |

John I Fearn (Agricultural) Limited

Notes to the Financial Statements for the Year Ended 31 December 2017 (continued)

6 Creditors

Creditors: amounts falling due within one year

| | 2017 £ | 2016 £ |
|---------------------------------|---------------|----------------|
| Due within one year | | |
| Trade creditors | 4,856 | 4,584 |
| Income tax liability | 26,000 | 27,291 |
| Social security and other taxes | 7,513 | 7,567 |
| Other creditors | 13,997 | 57,153 |
| Accruals and deferred income | 15,678 | 15,910 |
| | <u>68,044</u> | <u>112,505</u> |

7 Related party transactions

During the year the company made the following related party transactions:

J T Fearn

(A director of the company)

During the year the company paid £78,293 (2016 - £33,341) off of J T Fearn's loan account. In addition a dividend of £8,009 was paid into J T Fearn's loan account. At the balance sheet date the amount due to J T Fearn was £1,011 (2016 - £28,174).

S K Fearn

(A director of the company)

During the year the company paid £24,000 (2016 - NIL) off of S K Fearn's loan account. In addition a dividend of £8,007 was paid into S K Fearn's loan account. At the balance sheet date the amount due to S K Fearn was £12,954 (2016 - £28,947).