

**Brian Etherington Meat Company Limited**  
**Annual Report and Unaudited Financial Statements**  
**Year Ended 28 February 2018**

**Registration number: 02760858**

**Brian Etherington Meat Company Limited**

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# Brian Etherington Meat Company Limited

## Company Information

<b>Directors</b>	Mr B Etherington Mr J J Pascoe Mr M A Etherington Mrs D Pascoe Mrs G J Etherington
<b>Registered office</b>	Wheal Rose Scorrier Redruth Cornwall TR16 5DF
<b>Bankers</b>	HSBC 17 Boscawen Street Truro Cornwall TR1 2QZ
<b>Accountants</b>	Francis Clark LLP Chartered Accountants Lowin House Tregolls Road Truro Cornwall TR1 2NA

# Brian Etherington Meat Company Limited

## Balance Sheet

28 February 2018

	Note	2018 £	2017 £
<b>Fixed assets</b>			
Tangible assets	<u>5</u>	1,466,278	1,492,184
<b>Current assets</b>			
Stocks	<u>7</u>	289,798	256,343
Debtors	<u>8</u>	541,466	582,170
Other financial assets	<u>6</u>	21,868	21,214
Cash at bank and in hand		<u>312,200</u>	<u>450,114</u>
		1,165,332	1,309,841
<b>Creditors: Amounts falling due within one year</b>	<u>9</u>	<u>(466,696)</u>	<u>(566,689)</u>
<b>Net current assets</b>		<u>698,636</u>	<u>743,152</u>
<b>Total assets less current liabilities</b>		2,164,914	2,235,336
<b>Creditors: Amounts falling due after more than one year</b>	<u>9</u>	-	(17,088)
<b>Deferred income</b>		(58,917)	(73,646)
<b>Provisions for liabilities</b>		<u>(102,674)</u>	<u>(104,037)</u>
<b>Net assets</b>		<u>2,003,323</u>	<u>2,040,565</u>
<b>Capital and reserves</b>			
Called up share capital		66,666	66,666
Capital redemption reserve		33,334	33,334
Fair value reserve		(21,332)	(21,986)
Profit and loss account		<u>1,924,655</u>	<u>1,962,551</u>
<b>Total equity</b>		<u>2,003,323</u>	<u>2,040,565</u>

The notes on pages 5 to 13 form an integral part of these financial statements.

# Brian Etherington Meat Company Limited

## Balance Sheet

28 February 2018

For the financial year ending 28 February 2018 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 and delivered in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 16 November 2018 and signed on its behalf by:

.....  
Mr J J Pascoe  
Director

.....  
Mr M A Etherington  
Director

Company Registration Number: 02760858

The notes on pages 5 to 13 form an integral part of these financial statements.

# Brian Etherington Meat Company Limited

## Statement of Changes in Equity

Year Ended 28 February 2018

	Share capital £	Capital redemption reserve £	Fair value reserve £	Profit and loss account £	Total £
At 1 March 2017	66,666	33,334	(21,986)	1,962,551	2,040,565
Profit for the year	-	-	-	312,790	312,790
Total comprehensive income	-	-	-	312,790	312,790
Dividends	-	-	-	(350,032)	(350,032)
Transfers	-	-	654	(654)	-
At 28 February 2018	66,666	33,334	(21,332)	1,924,655	2,003,323

	Share capital £	Capital redemption reserve £	Fair value reserve £	Profit and loss account £	Total £
At 1 March 2016	66,666	33,334	(21,262)	1,763,649	1,842,387
Profit for the year	-	-	-	477,671	477,671
Total comprehensive income	-	-	-	477,671	477,671
Dividends	-	-	-	(279,493)	(279,493)
Transfers	-	-	(724)	724	-
At 28 February 2017	66,666	33,334	(21,986)	1,962,551	2,040,565

The notes on pages 5 to 13 form an integral part of these financial statements.

# Brian Etherington Meat Company Limited

## Notes to the Financial Statements

Year Ended 28 February 2018

### 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:

Wheal Rose  
Scorrier  
Redruth  
Cornwall  
TR16 5DF

These financial statements were authorised for issue by the Board on 16 November 2018.

### 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 value added tax, returns, rebates and discounts and after eliminating sales within the company.

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

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 corporation 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.

# Brian Etherington Meat Company Limited

## Notes to the Financial Statements

### Year Ended 28 February 2018

Deferred tax is recognised on all timing differences at the balance sheet date unless indicated below. Timing differences are differences between taxable profits and the results as stated in the profit and loss account and other comprehensive income. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

The carrying amount of deferred tax assets are reviewed at each reporting date and a valuation allowance is set up against deferred tax assets so that the net carrying amount equals the highest amount that is more likely than not to be recovered based on current or future taxable profit.

#### 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.

#### 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	15% - 20% on written down value
Motor vehicles	25% on written down value
Buildings	2% straight line basis

#### 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	5% straight line

#### Investments

Investments in equity shares which are publicly traded or where the fair value can be measured reliably are initially measured at fair value, with changes in fair value recognised in profit or loss. Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment.

#### 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 stocks 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.



# **Brian Etherington Meat Company Limited**

## **Notes to the Financial Statements**

**Year Ended 28 February 2018**

### **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.

### **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.

# Brian Etherington Meat Company Limited

## Notes to the Financial Statements

Year Ended 28 February 2018

### Financial instruments

#### **Classification**

The company holds the following financial instruments:

- Short term trade and other debtors and creditors;
- Bank loans; and
- Cash and bank balances.

All financial instruments are classified as basic.

#### **Recognition and measurement**

The company has chosen to apply the recognition and measurement principles in FRS102.

Financial instruments are recognised when the company becomes party to the contractual provisions of the instrument and derecognised when in the case of assets, the contractual rights to cash flows from the assets expire or substantially all the risks and rewards of ownership are transferred to another party, or in the case of liabilities, when the company's obligations are discharged, expire or are cancelled.

Except for bank loans, such instruments are initially measured at transaction price, including transaction costs, and are subsequently carried at the undiscounted amount of the cash or other consideration expected to be paid or received, after taking account of impairment adjustments.

Bank loans are initially measured at transaction price, including transaction costs, and are subsequently carried at amortised cost using the effective interest method.

### 3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 47 (2017 - 47).

### 4 Intangible assets

	Goodwill £	Total £
<b>Cost or valuation</b>		
At 1 March 2017	85,850	85,850
At 28 February 2018	85,850	85,850
<b>Amortisation</b>		
At 1 March 2017	85,850	85,850
At 28 February 2018	85,850	85,850
<b>Carrying amount</b>		
At 28 February 2018	-	-
At 28 February 2017	-	-

# Brian Etherington Meat Company Limited

## Notes to the Financial Statements

Year Ended 28 February 2018

### 5 Tangible assets

	Land and buildings £	Motor vehicles £	Plant and machinery £	Total £
<b>Cost or valuation</b>				
At 1 March 2017	1,040,591	305,298	813,287	2,159,176
Additions	22,654	23,228	64,167	110,049
Disposals	-	(69,000)	(3,000)	(72,000)
At 28 February 2018	1,063,245	259,526	874,454	2,197,225
<b>Depreciation</b>				
At 1 March 2017	70,993	127,551	468,448	666,992
Charge for the year	17,840	44,865	56,266	118,971
Eliminated on disposal	-	(53,147)	(1,869)	(55,016)
At 28 February 2018	88,833	119,269	522,845	730,947
<b>Carrying amount</b>				
At 28 February 2018	974,412	140,257	351,609	1,466,278
At 28 February 2017	969,598	177,747	344,839	1,492,184

Included within the net book value of land and buildings above is £974,412 (2017 - £969,598) in respect of freehold land and buildings.

# Brian Etherington Meat Company Limited

## Notes to the Financial Statements

Year Ended 28 February 2018

### 6 Other financial assets (current and non-current)

	Financial assets at fair value through profit and loss £	Total £
<b>Current financial assets</b>		
<b>Cost or valuation</b>		
At 1 March 2017	21,214	21,214
Fair value adjustments	654	654
At 28 February 2018	21,868	21,868
<b>Carrying amount</b>		
At 28 February 2018	21,868	21,868
At 28 February 2017	21,214	21,214

### 7 Stocks

	2018 £	2017 £
Other inventories	289,798	256,343

### 8 Debtors

	2018 £	2017 £
Trade debtors	495,336	457,764
Other debtors	33,595	105,214
Prepayments	12,535	19,192
	541,466	582,170

# Brian Etherington Meat Company Limited

## Notes to the Financial Statements

Year Ended 28 February 2018

### 9 Creditors

Creditors: amounts falling due within one year

	Note	2018 £	2017 £
<b>Due within one year</b>			
Loans and borrowings	<u>10</u>	15,925	46,450
Trade creditors		311,904	358,827
Social security and other taxes		22,321	22,387
Outstanding defined contribution pension costs		1,221	598
Other creditors		6,718	8,483
Accrued expenses		31,720	18,994
Corporation tax		76,887	110,950
		<u>466,696</u>	<u>566,689</u>
<b>Due after one year</b>			
Loans and borrowings	<u>10</u>	-	17,088

### 10 Loans and borrowings

	2018 £	2017 £
<b>Current loans and borrowings</b>		
Bank borrowings	14,053	40,834
Finance lease liabilities	<u>1,872</u>	<u>5,616</u>
	<u>15,925</u>	<u>46,450</u>
<b>Loans and borrowings due after one year</b>		
Bank borrowings	-	15,216
Finance lease liabilities	<u>-</u>	<u>1,872</u>
	<u>-</u>	<u>17,088</u>

The bank borrowings are secured by way of a legal charge over the freehold land and buildings and a fixed and floating charge over all assets of the company.

The finance lease liabilities are secured against the assets to which they relate.

# Brian Etherington Meat Company Limited

## Notes to the Financial Statements

Year Ended 28 February 2018

### 11 Share capital

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

	No.	2018 £	No.	2017 £
Ordinary A shares of £1 each	33,273	33,273	33,273	33,273
Ordinary B shares of £1 each	33,273	33,273	33,273	33,273
Ordinary C shares of £1 each	120	120	120	120
	<u>66,666</u>	<u>66,666</u>	<u>66,666</u>	<u>66,666</u>

### 12 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 £12,725 (2017 - £9,621). This relates to operating lease commitments in respect of motor vehicles and other equipment which are payable across the next 5 years.

# Brian Etherington Meat Company Limited

## Notes to the Financial Statements

Year Ended 28 February 2018

### 13 Related party transactions

#### Advances to directors

	At 1 March 2017 £	Advances to director £	Repayments by director £	At 28 February 2018 £
<b>2018</b>				
<b>Mr B Etherington</b>				
Interest free loan, repayable on demand	70,107	75,330	(139,953)	5,484
	70,107	75,330	(139,953)	5,484
<b>Mr M A Etherington</b>				
Interest free loan, repayable on demand	13,047	36,833	(40,299)	9,581
	13,047	36,833	(40,299)	9,581
<b>Mrs G J Etherington</b>				
Interest free loan - repayable io demand	-	5,342	-	5,342
	-	5,342	-	5,342

	At 1 March 2016 £	Advances to director £	Repayments by director £	At 28 February 2017 £
<b>2017</b>				
<b>Mr B Etherington</b>				
Interest free loan, repayable on demand	3,769	152,194	(85,856)	70,107
	3,769	152,194	(85,856)	70,107
<b>Mr M A Etherington</b>				
Interest free loan, repayable on demand	11,827	32,378	(31,158)	13,047
	11,827	32,378	(31,158)	13,047