

REGISTERED NUMBER: 02766415 (England and Wales)

UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018
FOR
RED LION FARM LIMITED

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FOR THE YEAR ENDED 31 DECEMBER 2018

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RED LION FARM LIMITED

COMPANY INFORMATION

FOR THE YEAR ENDED 31 DECEMBER 2018

DIRECTORS:

J A E Mearns
Mrs J E Mearns

SECRETARY:

Mrs J E Mearns

REGISTERED OFFICE:

25 St Thomas Street
Winchester
Hampshire
SO23 9HJ

REGISTERED NUMBER:

02766415 (England and Wales)

ACCOUNTANTS:

Martin and Company
25 St Thomas Street
Winchester
Hampshire
SO23 9HJ

BANKERS:

Lloyds Banking Group Plc
1 Reading Road
Henly-On-Thames
Oxfordshire
RG9 1AE

BALANCE SHEET
31 DECEMBER 2018

	Notes	31.12.18 £	£	31.12.17 £	£
FIXED ASSETS					
Tangible assets	4		2,780,826		2,216,554
CURRENT ASSETS					
Stocks		1,006,424		1,000,655	
Debtors	5	113,302		110,275	
Cash at bank		19,357		26,894	
		<u>1,139,083</u>		<u>1,137,824</u>	
CREDITORS					
Amounts falling due within one year	6	<u>1,404,668</u>		<u>1,133,984</u>	
NET CURRENT (LIABILITIES)/ASSETS			<u>(265,585)</u>		<u>3,840</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			2,515,241		2,220,394
CREDITORS					
Amounts falling due after more than one year	7		(2,438,974)		(1,952,517)
PROVISIONS FOR LIABILITIES			<u>(67,926)</u>		<u>(67,926)</u>
NET ASSETS			<u>8,341</u>		<u>199,951</u>
CAPITAL AND RESERVES					
Called up share capital			346,613		346,613
Retained earnings			<u>(338,272)</u>		<u>(146,662)</u>
SHAREHOLDERS' FUNDS			<u>8,341</u>		<u>199,951</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2018.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2018 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.
- (b)

BALANCE SHEET - continued
31 DECEMBER 2018

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors on 10 September 2019 and were signed on its behalf by:

J A E Mearns - Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

1. STATUTORY INFORMATION

Red Lion Farm Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- 4% on cost
Plant and machinery	- 15-25% on reducing balance
Tractors and combines	- 25% on reducing balance
Motor vehicles	- 25% on reducing balance

Stocks

Stocks including biological assets are stated at the lower of cost and estimated selling price less costs to sell.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 10 (2017 - 11).

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2018

4. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Tractors and combines £	Motor vehicles £	Totals £
COST					
At 1 January 2018	1,812,412	609,551	535,710	24,495	2,982,168
Additions	421,922	12,870	356,699	-	791,491
Disposals	-	(4,115)	(151,000)	-	(155,115)
At 31 December 2018	<u>2,234,334</u>	<u>618,306</u>	<u>741,409</u>	<u>24,495</u>	<u>3,618,544</u>
DEPRECIATION					
At 1 January 2018	20,096	434,869	291,071	19,578	765,614
Charge for year	1,571	46,541	141,631	1,230	190,973
Eliminated on disposal	-	(2,692)	(116,177)	-	(118,869)
At 31 December 2018	<u>21,667</u>	<u>478,718</u>	<u>316,525</u>	<u>20,808</u>	<u>837,718</u>
NET BOOK VALUE					
At 31 December 2018	<u>2,212,667</u>	<u>139,588</u>	<u>424,884</u>	<u>3,687</u>	<u>2,780,826</u>
At 31 December 2017	<u>1,792,316</u>	<u>174,682</u>	<u>244,639</u>	<u>4,917</u>	<u>2,216,554</u>

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.18 £	31.12.17 £
Trade debtors	49,319	68,190
Other debtors	9,879	9,879
VAT	51,058	29,131
Prepayments and accrued income	3,046	3,075
	<u>113,302</u>	<u>110,275</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.18 £	31.12.17 £
Bank loans and overdrafts	380,611	131,396
Other loans	99,063	50,000
Hire purchase contracts	115,929	89,946
Trade creditors	92,653	111,057
Tax	-	1,072
Other creditors	6,000	6,000
Directors' current accounts	662,807	697,375
Accrued expenses	47,605	47,138
	<u>1,404,668</u>	<u>1,133,984</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2018**7. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	31.12.18	31.12.17
	£	£
Bank loans - 1-2 years	3,954	257,552
Bank loans - 2-5 years	270,726	12,523
Bank loans more 5 yr by instal	65,800	70,400
Bank loans more 5 yrs non-inst	1,869,450	1,466,450
Hire purchase contracts	209,044	115,592
Other creditors	20,000	30,000
	<u>2,438,974</u>	<u>1,952,517</u>

Amounts falling due in more than five years:

Repayable otherwise than by instalments		
Bank loans more 5 yrs non-inst	<u>1,869,450</u>	<u>1,466,450</u>
Repayable by instalments		
Bank loans more 5 yr by instal	<u>65,800</u>	<u>70,400</u>

8. SECURED DEBTS

The following secured debts are included within creditors:

	31.12.18	31.12.17
	£	£
Bank overdrafts	376,809	127,769
Bank loans	2,213,732	1,810,552
Hire purchase	324,973	205,538
	<u>2,915,514</u>	<u>2,143,859</u>

Bank loans and overdrafts are secured by a fixed charge over the company's freehold land and buildings, fixtures and fittings and fixed plant and machinery. Additionally there is a floating charge over stock and moveable plant and machinery.

Hire purchase loans are secured by the relevant asset.

9. ULTIMATE CONTROLLING PARTY

The company is controlled by Mr and Mrs J Mearns.

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.