RESTON & BERWICK FARMING COMPANY LTD

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MAY 2018

CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MAY 2018

	Page
Company Information	1
Balance Sheet	2
Notes to the Financial Statements	4
Chartered Accountants' Report	8

RESTON & BERWICK FARMING COMPANY LTD

COMPANY INFORMATION
FOR THE YEAR ENDED 31ST MAY 2018

DIRECTORS:	H A Veitch Mrs L J White
SECRETARY:	Mrs L J White
REGISTERED OFFICE:	9 Church Street Berwick-upon-Tweed Northumberland TD15 1EF
REGISTERED NUMBER:	00060938 (England and Wales)
ACCOUNTANTS:	JRW Chartered Accountants 19 Buccleuch Street Hawick Roxburghshire TD9 0HL

BALANCE SHEET
31ST MAY 2018

		2018		2017	
	Notes	£	£	£	£
FIXED ASSETS					
Tangible assets	4		2,001,328		2,008,376
Investments	5		1,440		1,440
			2,002,768		2,009,816
CURRENT ASSETS					
Stocks		77,319		104,516	
Debtors	6	152,433		153,322	
Cash at bank		65,591		72,360	
		295,343		330,198	
CREDITORS					
Amounts falling due within one year	7	6,066		19,159	
NET CURRENT ASSETS			289,277		311,039
TOTAL ASSETS LESS CURRENT LIABILITIES			2,292,045		2,320,855
CAPITAL AND RESERVES					
Called up share capital			26,173		26,173
Revaluation reserve	8		1,263,656		1,263,656
Retained earnings			1,002,216		1,031,026
SHAREHOLDERS' FUNDS			2,292,045		2,320,855

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

The members have not required the company to obtain an audit of its financial statements for the year ended 31st May 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
(b) 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.

The notes form part of these financial statements

continued...

BALANCE SHEET - continued
31ST MAY 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 Statement of Income and Retained Earnings has not been delivered.

The financial statements were approved by the Board of Directors on 9th November 2018 and were signed on its behalf by:

H A Veitch - Director

Mrs L J White - Director

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MAY 2018

1. **STATUTORY INFORMATION**

Reston & Berwick Farming Company Ltd 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 the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets.

Turnover
The company's turnover consists of the sale of livestock, rental income and agricultural subsidy income.

For the sale of livestock, revenue is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer. This is usually at the point when the customer has taken delivery of the goods.

For rental income, revenue is recognised in the accounting period to which the rent relates.

Income from government grants and subsidies is recognised when the company has entitlement to the funds, any performance conditions attached have been met, it is probable that the income will be received and the amount can be measured reliably.

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 the cost less estimated residual value of each asset over its estimated useful life.

Land and buildings	- 2% on cost and not provided
Plant and machinery etc	- 33.3% on cost, 25% on cost and 10% on cost

Stocks
Stocks are valued at the lower of cost and net realisable value. For livestock, cost is defined as actual cost of purchase plus estimated costs of feeding and keep to date. Mature livestock is valued on the herd basis.

continued...

2. **ACCOUNTING POLICIES - continued**

Financial assets
Basic financial assets, including trade and other debtors and bank balances, are initially recognised transaction price.
At the end of each reporting period financial assets measured at cost are assessed for evidence of impairment. Any impairment loss is recognised in the Income Statement.
Financial assets are derecognised when the contractual rights to the cash flows from the asset expire or are settled.

Financial liabilities
Basic financial liabilities, including trade and other creditors, are initially recognised at transaction price.
Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. These are classed as current liabilities if payment is due within one year or less. If not they are presented as non-current liabilities.
Financial liabilities are derecognised when the liability is extinguished, that is when the contractual obligation is discharged, cancelled or expires.

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.

Investments
Investments are stated at fair value with any change in valuation taken to the income statement.

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 2 (2017 - 2).

continued...

4. TANGIBLE FIXED ASSETS

	Land and buildings £	Plant and machinery etc £	Totals £
COST			
At 1st June 2017 and 31st May 2018	2,039,894	162,735	2,202,629
DEPRECIATION			
At 1st June 2017	45,509	148,744	194,253
Charge for year	-	7,048	7,048
At 31st May 2018	45,509	155,792	201,301
NET BOOK VALUE			
At 31st May 2018	1,994,385	6,943	2,001,328
At 31st May 2017	1,994,385	13,991	2,008,376

The Company's property at Shawbraes and 220 acres of farmland was valued on an open market basis in January 2003 by Strutt & Parker, Chartered Surveyors. The Company's property at Berryhaughs and land surrounding the former auction mart at Reston was valued on the same basis in May 2007, again by Strutt & Parker. The Company purchased Investment Properties in 2012, 2014, 2015 & 2016 which are included at cost as there would be no significant difference between open market value and cost.

In accordance with FRS102, the Directors have chosen to use these values as deemed cost at the date of transition to FRS102.

5. FIXED ASSET INVESTMENTS

	Other investments £
COST OR VALUATION	
At 1st June 2017 and 31st May 2018	1,440
NET BOOK VALUE	
At 31st May 2018	1,440
At 31st May 2017	1,440

Cost or valuation at 31st May 2018 is represented by:

	Other investments £
Valuation in 2018	1,440

continued...

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018	2017
	£	£
Trade debtors	-	10,041
Other debtors	152,433	143,281
	152,433	153,322

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018	2017
	£	£
Trade creditors	3,266	16,759
Taxation and social security	1,400	800
Other creditors	1,400	1,600
	6,066	19,159

8. RESERVES

	Revaluation reserve
	£
At 1st June 2017 and 31st May 2018	1,263,656

9. RELATED PARTY DISCLOSURES

At 31st May 2018 there were balances of £8,797 and £832 due by the Directors - Mr H A Veitch and Mrs L J White respectively - to the Company (2017 - £2,575 and £432). No interest has been accrued on these balances and they are repayable on demand.

10. TRANSITION TO FRS 102

The Company has adopted FRS102 for the year ended 31st May 2017.

Some of the Company's property has previously been stated at open market value. In accordance with FRS102, the Directors have chosen to use these values as deemed cost at the date of transition to FRS102.

Investments are now recognised at fair value at the end of the year with changes in fair value recognised in the Income Statement. Previously investments were recognised at cost less impairment. As the difference between fair value and cost less impairment at 1st June 2015 and 31st May 2016 was not significant, the comparative figures have not been restated.

Deferred tax is not provided on the revaluations as the fair value is less than cost plus indexation to date.

CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE UNAUDITED FINANCIAL STATEMENTS OF RESTON & BERWICK FARMING COMPANY LTD

The following reproduces the text of the report prepared for the directors in respect of the company's annual unaudited financial statements. In accordance with the Companies Act 2006, the company is only required to file a Balance Sheet. Readers are cautioned that the Income Statement and certain other primary statements and the Report of the Directors are not required to be filed with the Registrar of Companies.

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Reston & Berwick Farming Company Ltd for the year ended 31st May 2018 which comprise the Statement of Income and Retained Earnings, Balance Sheet and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of ICAS, we are subject to its ethical and other professional requirements which are detailed at http://www.icas.com/accountspreparationguidance.

This report is made solely to the Board of Directors of Reston & Berwick Farming Company Ltd, as a body, in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of Reston & Berwick Farming Company Ltd and state those matters that we have agreed to state to the Board of Directors of Reston & Berwick Farming Company Ltd, as a body, in this report in accordance with the requirements of ICAS as detailed at http://www.icas.com/accountspreparationguidance. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that Reston & Berwick Farming Company Ltd has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Reston & Berwick Farming Company Ltd. You consider that Reston & Berwick Farming Company Ltd is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Reston & Berwick Farming Company Ltd. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

JRW
Chartered Accountants
19 Buccleuch Street
Hawick
Roxburghshire
TD9 0HL

9th November 2018