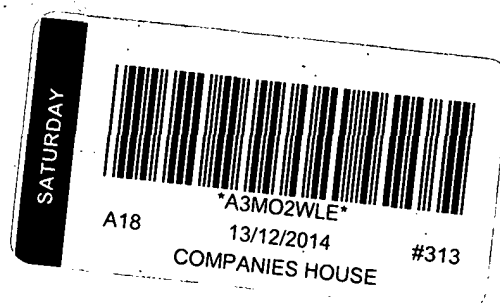

WALSTON POULTRY FARM LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2014



WALSTON POULTRY FARM LIMITED

COMPANY INFORMATION

DIRECTORS

Mrs B G Friend
Mr I G Friend

COMPANY SECRETARY

Mrs B G Friend

REGISTERED NUMBER

00705559

REGISTERED OFFICE

East Down Packing Station
Winterbourne Whitechurch
Blandford Forum
Dorset
DT11 9AS

INDEPENDENT AUDITORS

Nexia Smith & Williamson
Statutory Auditor & Chartered Accountants
Old Library Chambers
21 Chipper Lane
Salisbury
Wiltshire
SP1 1BG

BANKERS

National Westminster Bank Plc
5 Old Christchurch Road
Bournemouth
Dorset
BH1 1DU

SOLICITORS

Lester Aldridge
Russell House
Oxford Road
Bournemouth
Dorset
BH8 8EX

WALSTON POULTRY FARM LIMITED

CONTENTS

	Page
Strategic report	1
Directors' report	2 - 3
Independent auditors' report	4 - 5
Profit and loss account	6
Balance sheet	7
Notes to the financial statements	8 - 15

WALSTON POULTRY FARM LIMITED

**STRATEGIC REPORT
FOR THE YEAR ENDED 30 APRIL 2014**

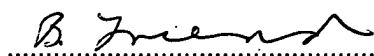
BUSINESS REVIEW

The principal activity of the company in the year under review was that of the rearing of poultry to the point of lay and the production and packaging of eggs.

Revenues for the year ended 30 April 2014 were £8,272,622 (2013 - £10,766,781).

The company gives appropriate consideration to risk management, objectives and policies. Facilities are in place to deal with cash flow and liquidity risk. Risk to pricing is mitigated by a diverse supplier portfolio. Credit risk is managed through the adoption of a rigorous credit policy. Exchange rate liquidity risk is minimal.

This report was approved by the board and signed on its behalf.



Mrs B G Friend
Director

Date:

24/11/14.

WALSTON POULTRY FARM LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 30 APRIL 2014

The directors present their report and the financial statements for the year ended 30 April 2014.

DIRECTORS' RESPONSIBILITIES STATEMENT

The directors are responsible for preparing the Strategic report, the Directors' report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

RESULTS

The loss for the year, after taxation, amounted to £456,673 (2013 - profit £1,340,404).

DIRECTORS

The directors who served during the year were:

Mrs B G Friend
Mr I G Friend

DISCLOSURE OF INFORMATION TO AUDITORS

Each of the persons who are directors at the time when this Directors' report is approved has confirmed that:

- so far as that director is aware, there is no relevant audit information of which the company's auditors are unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the company's auditors are aware of that information.

AUDITORS

The auditors, Nexia Smith & Williamson, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

WALSTON POULTRY FARM LIMITED

DIRECTORS' REPORT
FOR THE YEAR ENDED 30 APRIL 2014

This report was approved by the board and signed on its behalf.


.....
Mrs B G Friend
Director

Date: 24/11/14

WALSTON POULTRY FARM LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF WALSTON POULTRY FARM LIMITED

We have audited the financial statements of Walston Poultry Farm Limited for the year ended 30 April 2014, which comprise the Profit and loss account, the Balance sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an Auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As explained more fully in the Directors' responsibilities statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

SCOPE OF THE AUDIT OF THE FINANCIAL STATEMENTS

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's website at www.frc.org.uk/auditscopeukprivate.

OPINION ON FINANCIAL STATEMENTS

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 30 April 2014 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

OPINION ON OTHER MATTER PRESCRIBED BY THE COMPANIES ACT 2006

In our opinion the information given in the Strategic report and the Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.

WALSTON POULTRY FARM LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF WALSTON POULTRY FARM LIMITED

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Nexia Smith & Williamson

Richard Green (Senior statutory auditor)

for and on behalf of

Nexia Smith & Williamson

Statutory Auditor

Accountants

Old Library Chambers

21 Chipper Lane

Salisbury

Wiltshire

SP1 1BG

Date: 11/12/19

WALSTON POULTRY FARM LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30 APRIL 2014**

	Note	2014 £	2013 £
TURNOVER	1,2	8,272,622	10,766,781
Cost of sales		<u>(5,575,802)</u>	<u>(5,836,394)</u>
GROSS PROFIT		2,696,820	4,930,387
Administrative expenses		(3,258,880)	(3,171,830)
Other operating income		<u>1,957</u>	<u>1,067</u>
OPERATING (LOSS)/PROFIT	3	(560,103)	1,759,624
Interest receivable and similar income		3,193	3,073
Interest payable and similar charges	6	<u>(102,235)</u>	<u>(91,080)</u>
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(659,145)	1,671,617
Tax on (loss)/profit on ordinary activities	7	<u>202,472</u>	<u>(331,213)</u>
(LOSS)/PROFIT FOR THE FINANCIAL YEAR	15	<u>(456,673)</u>	<u>1,340,404</u>

All amounts relate to continuing operations.

There were no recognised gains and losses for 2014 or 2013 other than those included in the Profit and loss account.

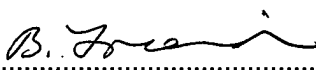
The notes on pages 8 to 15 form part of these financial statements.

WALSTON POULTRY FARM LIMITED
REGISTERED NUMBER: 00705559

BALANCE SHEET
AS AT 30 APRIL 2014

	Note	£	2014 £	£	2013 £
FIXED ASSETS					
Tangible assets	8		7,403,546		7,889,580
CURRENT ASSETS					
Stocks	9	1,428,631		1,466,881	
Debtors	10	918,302		1,043,914	
Cash at bank		1,594,066		2,177,640	
		<u>3,940,999</u>		<u>4,688,435</u>	
CREDITORS: amounts falling due within one year	11	<u>(2,732,622)</u>		<u>(2,959,325)</u>	
NET CURRENT ASSETS			<u>1,208,377</u>		<u>1,729,110</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>8,611,923</u>		<u>9,618,690</u>
CREDITORS: amounts falling due after more than one year	12		-		(500,000)
PROVISIONS FOR LIABILITIES					
Deferred tax	13		(503,112)		(553,206)
NET ASSETS			<u>8,108,811</u>		<u>8,565,484</u>
CAPITAL AND RESERVES					
Called up share capital	14		3,269,050		3,269,050
Capital redemption reserve	15		4,282		4,282
Profit and loss account	15		4,835,479		5,292,152
SHAREHOLDERS' FUNDS	16		<u>8,108,811</u>		<u>8,565,484</u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:



Mrs B G Friend
Director

Date:

24/11/14.

WALSTON POULTRY FARM LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 APRIL 2014

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards.

1.2 Turnover

Turnover represents the amounts receivable, net of VAT, from the rearing of poultry and the production of eggs during the year, less any discounts given. Revenue is recognised once the company has met its contractual obligations, which is usually once the goods have been delivered.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is not charged on freehold land. Depreciation on other tangible fixed assets is provided at rates calculated to write off the cost of those assets, less their estimated residual value, over their expected useful lives on the following bases:

Land and buildings	-	2% straight line
Agricultural buildings	-	4% straight line
Agricultural equipment	-	10% reducing balance
Motor vehicles, tractors and trailers	-	25% reducing balance
Office equipment	-	15% reducing balance

1.4 Operating leases

Rentals under operating leases are charged to the Profit and loss account on a straight line basis over the lease term.

1.5 Stocks

Stocks are valued at the lower of cost and net realisable value.

1.6 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

WALSTON POULTRY FARM LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 APRIL 2014

1. ACCOUNTING POLICIES (continued)

1.7 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date.

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction.

Exchange gains and losses are recognised in the Profit and loss account.

1.8 Pensions

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

1.9 Cash flow statement

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) from the requirement to produce a cash flow statement on the grounds that it is a subsidiary undertaking where 90 percent or more of the voting rights are controlled within the group.

2. TURNOVER

The whole of the turnover is attributable to the principal activity.

All turnover arose within the United Kingdom.

3. OPERATING (LOSS)/PROFIT

The operating (loss)/profit is stated after charging:

	2014 £	2013 £
Depreciation of tangible fixed assets:		
- owned by the company	712,551	753,646
Auditors' remuneration	11,247	10,250
Operating lease rentals:		
- plant and machinery	-	1,241
Profit on foreign exchange	-	10,896
	<hr/>	<hr/>

WALSTON POULTRY FARM LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2014**

4. STAFF COSTS

Staff costs, including directors' remuneration, were as follows:

	2014 £	2013 £
Wages and salaries	1,717,047	1,619,010
Social security costs	160,339	160,041
Other pension costs	66,002	23,017
	<u>1,943,388</u>	<u>1,802,068</u>

The average monthly number of employees, including the directors, during the year was as follows:

	2014 No.	2013 No.
Production	57	62
Administration	9	5
	<u>66</u>	<u>67</u>

5. DIRECTORS' REMUNERATION

	2014 £	2013 £
Remuneration	<u>629,266</u>	<u>582,403</u>
Company pension contributions to defined contribution pension schemes	<u>52,935</u>	<u>-</u>

During the year retirement benefits were accruing to 1 director (2013 - NIL) in respect of defined contribution pension schemes.

The highest paid director received remuneration of £559,101 (2013 - £555,511).

The value of the company's contributions paid to a defined contribution pension scheme in respect of the highest paid director amounted to £52,935 (2013 - £NIL).

WALSTON POULTRY FARM LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2014**

6. INTEREST PAYABLE

	2014 £	2013 £
On bank loans and overdrafts	27,116	27,488
On loans	68,294	56,742
On other loans	6,825	6,850
	<u>102,235</u>	<u>91,080</u>

7. TAXATION

	2014 £	2013 £
Analysis of tax (credit)/charge in the year		
Current tax (see note below)		
UK corporation tax (credit)/charge on (loss)/profit for the year	(149,930)	402,141
Adjustments in respect of prior periods	(2,448)	(1,042)
Total current tax	<u>(152,378)</u>	<u>401,099</u>
Deferred tax (see note 13)		
Origination and reversal of timing differences	(50,094)	(69,886)
Tax on (loss)/profit on ordinary activities	<u>(202,472)</u>	<u>331,213</u>

Factors affecting tax charge for the year

The tax assessed for the year is lower than (2013 - *higher than*) the standard rate of corporation tax in the UK of 22.84% (2013 - 24%). The differences are explained below:

	2014 £	2013 £
(Loss)/profit on ordinary activities before tax	<u>(659,145)</u>	<u>1,671,617</u>
(Loss)/profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 22.84% (2013 - 24%)	(150,549)	401,188
Effects of:		
Expenses not deductible for tax purposes, other than goodwill amortisation and impairment	3,363	2,932
Capital allowances for year in excess of depreciation	(2,744)	(1,979)
Adjustments to tax charge in respect of prior periods	(2,448)	(1,042)
Current tax (credit)/charge for the year (see note above)	<u>(152,378)</u>	<u>401,099</u>

WALSTON POULTRY FARM LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2014**

8. TANGIBLE FIXED ASSETS

	Land and buildings £	Agricultural buildings £	Agricultural equipment £	Motor vehicles £	Office equipment £	Total £
Cost						
At 1 May 2013	494,177	5,537,126	6,963,530	1,028,045	77,403	14,100,281
Additions	1,415	62,929	77,189	84,254	5,778	231,565
Disposals	-	-	(8,500)	(31,000)	-	(39,500)
At 30 April 2014	<u>495,592</u>	<u>5,600,055</u>	<u>7,032,219</u>	<u>1,081,299</u>	<u>83,181</u>	<u>14,292,346</u>
Depreciation						
At 1 May 2013	66,439	2,250,627	3,078,826	765,895	48,914	6,210,701
Charge for the year	4,951	223,145	392,735	85,825	5,895	712,551
On disposals	-	-	(6,555)	(27,897)	-	(34,452)
At 30 April 2014	<u>71,390</u>	<u>2,473,772</u>	<u>3,465,006</u>	<u>823,823</u>	<u>54,809</u>	<u>6,888,800</u>
Net book value						
At 30 April 2014	<u>424,202</u>	<u>3,126,283</u>	<u>3,567,213</u>	<u>257,476</u>	<u>28,372</u>	<u>7,403,546</u>
At 30 April 2013	<u>427,738</u>	<u>3,286,499</u>	<u>3,884,704</u>	<u>262,150</u>	<u>28,489</u>	<u>7,889,580</u>

Included in land and buildings is freehold land at a cost of £248,000 (2013 - £248,000) which is not depreciated.

9. STOCKS

	2014 £	2013 £
Finished goods and goods for sale	<u>1,428,631</u>	<u>1,466,881</u>

10. DEBTORS

	2014 £	2013 £
Trade debtors	672,082	901,926
Corporation tax	149,930	-
Other debtors	58,332	71,281
Prepayments and accrued income	37,958	70,707
	<u>918,302</u>	<u>1,043,914</u>

WALSTON POULTRY FARM LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2014**

11. CREDITORS:

Amounts falling due within one year

	2014 £	2013 £
Bank overdrafts	442,155	516,681
Other loans	112,674	111,849
Trade creditors	538,107	550,352
Amounts owed to group undertakings	373,914	423,883
Corporation tax	-	402,141
Director's loan account	1,183,538	891,744
Other creditors	50,350	50,700
Accruals and deferred income	31,884	11,975
	<u>2,732,622</u>	<u>2,959,325</u>

12. CREDITORS:

Amounts falling due after more than one year

	2014 £	2013 £
Bank loans	-	500,000
	<u>-</u>	<u>500,000</u>

Included within the above are amounts falling due as follows:

	2014 £	2013 £
Over five years		
Bank loans	-	500,000
	<u>-</u>	<u>500,000</u>

Creditors include amounts not wholly repayable within 5 years as follows:

	2014 £	2013 £
Repayable other than by instalments	-	500,000
	<u>-</u>	<u>500,000</u>

13. DEFERRED TAXATION

	2014 £	2013 £
At beginning of year	553,206	623,092
Released during year	(50,094)	(69,886)
	<u>503,112</u>	<u>553,206</u>
At end of year	<u>503,112</u>	<u>553,206</u>

WALSTON POULTRY FARM LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2014**

13. DEFERRED TAXATION (continued)

The provision for deferred taxation comprises as follows:

	2014 £	2013 £
Accelerated capital allowances	503,322	553,457
Other timing differences	(210)	(251)
	<u>503,112</u>	<u>553,206</u>

14. SHARE CAPITAL

	2014 £	2013 £
Allotted, called up and fully paid		
3,269,050 Ordinary shares of £1 each	<u>3,269,050</u>	<u>3,269,050</u>

15. RESERVES

	Capital redemption reserve £	Profit and loss account £
At 1 May 2013	4,282	5,292,152
Loss for the financial year	-	(456,673)
	<u>4,282</u>	<u>4,835,479</u>
At 30 April 2014		

16. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS

	2014 £	2013 £
Opening shareholders' funds	8,565,484	7,225,080
(Loss)/profit for the financial year	(456,673)	1,340,404
	<u>8,108,811</u>	<u>8,565,484</u>
Closing shareholders' funds		

17. PENSION COMMITMENTS

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £66,002 (2013 - £23,017).

WALSTON POULTRY FARM LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2014**

18. RELATED PARTY TRANSACTIONS

Included within creditors due within one year is a loan of £112,674 (2013 - £111,850) from the Mrs Friend's 1997 Settlement. Interest of £6,825 has been charged on this loan during the year at 6% above the base rate. I G Friend and Mrs B G Friend are trustees of the Mrs Friend's 1997 Settlement.

Included in creditors falling due within one year is a loan from I G Friend of £1,183,538 (2013 - £891,744). Interest of £68,294 has been charged on this year during the year at 6% above the base rate.

The company has taken advantage of exemption in Financial Reporting Standard Number 8 from the requirement to disclose transactions on the grounds that consolidated accounts are prepared by the ultimate parent company.

19. ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY

The company's ultimate parent undertaking at the balance sheet date was Walston Holdings Limited, a company registered in England and Wales. The ultimate controlling party is Mrs B G Friend.