

Registered number: 00705559

WALSTON POULTRY FARM LIMITED

**ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2019**



WALSTON POULTRY FARM LIMITED

COMPANY INFORMATION

Directors	Mr I G Friend S Hebburn-Heath
Company secretary	S Hebburn-Heath
Registered number	00705559
Registered office	East Down Packing Station Winterborne Whitechurch Blandford Forum Dorset DT11 9AS
Independent auditors	Nexia Smith & Williamson Chartered Accountants and Statutory Auditor 4th Floor Cumberland House 15 - 17 Cumberland Place Southampton Hampshire SO15 2BG
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

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WALSTON POULTRY FARM LIMITED

**STRATEGIC REPORT
FOR THE YEAR ENDED 30 APRIL 2019**

Introduction

The directors present the Strategic Report for Walston Poultry Farm Limited for the year ended 30 April 2019.

Business review

The principal activity of the Company to December 2018 was that of the rearing of poultry to the point of lay and the production and packaging of eggs. From January 2019 the principal activity of the Company was managing the farm.

Revenues for the year ended 30 April 2019 were £4,160,836 (2018 - £9,165,564).

The results for the year and the financial position at the year end were considered satisfactory by the directors taking into consideration the difficult market conditions.

Principal risks and uncertainties

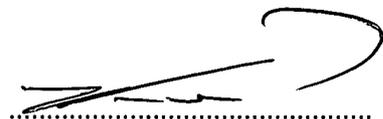
The Company gives appropriate consideration to risk management, objectives and policies.

The directors do not consider there to be any specific risks and uncertainties relating to the Company.

Financial key performance indicators

The Company does not use key performance indicators. The results of the Company are disclosed on page 7.

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



.....
Mr I G Friend
Director

Date: 24.12.0

WALSTON POULTRY FARM LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 30 APRIL 2019

The directors present their report and the financial statements for the year ended 30 April 2019.

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 applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. 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 for the Company's financial statements and then apply them consistently;
- make judgements 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 to 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 and dividends

The loss for the year, after taxation, amounted to £1,836,751 (2018 - profit £2,729).

No dividends were declared or paid during the year and in the prior year.

Financial risk management

Details of the Company's financial instruments and its policies with regard to financial risk management are given in note 2 to the financial statements.

Directors

The directors who served during the year were:

Mr I G Friend
S Hebburn-Heath (appointed 12 November 2018)

Future developments

There have been no future developments affecting the Company since the year end.

WALSTON POULTRY FARM LIMITED

**DIRECTORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 30 APRIL 2019**

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 the director is aware, there is no relevant audit information of which the Company's auditors are unaware, and
- the 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.

Post balance sheet events

There have been no significant events affecting the Company since the year end.

Auditors

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

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

Mr I G Friend
Director



Date: 24.1.20

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF WALSTON POULTRY FARM LIMITED

Opinion

We have audited the financial statements of Walston Poultry Farm Limited (the 'Company') for the year ended 30 April 2019 which comprise the Statement of Income and Retained Earnings, Balance Sheet and the notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the Company's affairs as at 30 April 2019 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.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF WALSTON POULTRY FARM LIMITED
(CONTINUED)**

Other information

The other information comprises the information included in the Annual Report and Financial Statements, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- 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; and
- the Strategic Report and the Directors' Report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report or the Directors' Report.

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.

Responsibilities of directors

As explained more fully in the directors' responsibilities statement set out on page 2, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF WALSTON POULTRY FARM LIMITED
(CONTINUED)**

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

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 auditor's 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.

Nexia Smith & Williamson

Andrew Edmonds (Senior Statutory Auditor)

for and on behalf of

Nexia Smith & Williamson

Chartered Accountants and Statutory Auditor

4th Floor Cumberland House

15 - 17 Cumberland Place

Southampton

Hampshire

SO15 2BG

Date: 27/1/2020

WALSTON POULTRY FARM LIMITED

**STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED 30 APRIL 2019**

	Note	Continuing operations 2019 £	Discontinued operations 2019 £	Total 2019 £	Continuing operations 2018 £	Discontinued operations 2018 £	Total 2018 £
Turnover	4	-	4,160,836	4,160,836	-	9,165,564	9,165,564
Cost of sales		-	(3,470,919)	(3,470,919)	-	(5,072,617)	(5,072,617)
Gross profit		-	689,917	689,917	-	4,092,947	4,092,947
Administrative expenses		(1,566,666)	(1,286,472)	(2,853,138)	-	(3,979,895)	(3,979,895)
Other operating income		254,890	-	254,890	-	1,883	1,883
Operating (loss)/profit	5	(1,311,776)	(596,555)	(1,908,331)	-	114,935	114,935
Interest receivable and similar income	9	2,791	1,994	4,785	-	497	497
Interest payable and expenses	10	(57,171)	(40,836)	(98,007)	-	(96,915)	(96,915)
(Loss)/profit before tax		(1,366,156)	(635,397)	(2,001,553)	-	18,517	18,517
Tax on (loss)/profit	11	164,802	-	164,802	-	(15,788)	(15,788)
(Loss)/profit after tax		(1,201,354)	(635,397)	(1,836,751)	-	2,729	2,729
Retained earnings at the beginning of the year				3,502,006			3,499,277
(Loss)/profit for the year				(1,836,751)			2,729
Retained earnings at the end of the year				1,665,255			3,502,006

There were no recognised gains and losses for 2019 or 2018 other than those included in the Statement of Income and Retained Earnings.

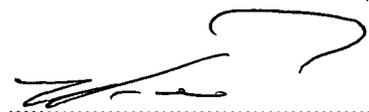
The notes on pages 9 to 23 form part of these financial statements.

WALSTON POULTRY FARM LIMITED
REGISTERED NUMBER:00705559

BALANCE SHEET
AS AT 30 APRIL 2019

	Note	2019 £	2018 £
Fixed assets			
Tangible assets	12	4,635,481	5,713,572
		<u>4,635,481</u>	<u>5,713,572</u>
Current assets			
Stocks	13	22,647	1,284,807
Debtors: amounts falling due after more than one year	14	128,735	-
Debtors: amounts falling due within one year	14	482,746	877,647
Cash at bank and in hand	15	1,291,450	1,690,992
		<u>1,925,578</u>	<u>3,853,446</u>
Creditors: amounts falling due within one year	16	(1,486,023)	(2,490,429)
Net current assets		<u>439,555</u>	<u>1,363,017</u>
Total assets less current liabilities		<u>5,075,036</u>	<u>7,076,589</u>
Provisions for liabilities			
Deferred tax	18	(136,449)	(301,251)
		<u>(136,449)</u>	<u>(301,251)</u>
Net assets		<u><u>4,938,587</u></u>	<u><u>6,775,338</u></u>
Capital and reserves			
Called up share capital	19	3,269,050	3,269,050
Capital redemption reserve	20	4,282	4,282
Profit and loss account	20	1,665,255	3,502,006
		<u>4,938,587</u>	<u>6,775,338</u>

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



.....
Mr I G Friend
 Director

Date: 24.1.20

The notes on pages 9 to 23 form part of these financial statements.

WALSTON POULTRY FARM LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 APRIL 2019

1. General information

Walston Poultry Farm Limited is a private limited Company incorporated in England and Wales. The address of the registered office is East Down Packing Station, Winterborne, Whitechurch, Blandford Forum, Dorset DT11 9AS.

The Company's functional and presentational currency is GBP.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the Company's accounting policies (see note 3).

The following principal accounting policies have been applied:

2.2 Financial reporting standard 102 - reduced disclosure exemptions

The company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by the FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 7 Statement of Cash Flows;
- the requirements of Section 3 Financial Statement Presentation paragraph 3.17(d).

This information is included in the consolidated financial statements of Walston Holdings Limited as at 30 April 2019 and these financial statements may be obtained from East Down Packing Station, Winterborne, Whitechurch, Blandford Forum, Dorset, DT11 9AS.

2.3 Going concern

Although operation of the poultry business has ceased in the period, the directors have prepared the accounts on a going concern basis as they believe the Company has adequate resources to continue in operational existence and meet its liabilities as they fall due for the foreseeable future, being a period of at least 12 months from the date these financial statements were approved. They continue to adopt the going concern basis in preparing the financial statements

2.4 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. Turnover is recognised once the Company has met its contractual obligations, which is usually once the goods have been delivered.

WALSTON POULTRY FARM LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2019**

2. Accounting policies (continued)

2.5 Operating leases: the Company as lessor

Rentals income from operating leases is credited to the Statement of Income and Retained Earnings on a straight line basis over the term of the relevant lease.

Amounts paid and payable as an incentive to sign an operating lease are recognised as a reduction to income over the lease term on a straight line basis, unless another systematic basis is representative of the time pattern over which the lessor's benefit from the leased asset is diminished.

The Company has taken advantage of the optional exemption available on transition to FRS 102 which allows lease incentives on leases entered into before the date of transition to the standard 01 May 2017 to continue to be charged over the period to the first market rent review rather than the term of the lease.

2.6 Interest income

Interest income is recognised in the Statement of Income and Retained Earnings using the effective interest method.

2.7 Finance costs

Finance costs are charged to the Statement of Income and Retained Earnings over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

2.8 Borrowing costs

All borrowing costs are recognised in the Statement of Income and Retained Earnings in the year in which they are incurred.

2.9 Pensions

Defined contribution pension plan

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in the Statement of Income and Retained Earnings when they fall due. Amounts not paid are shown in accruals as a liability in the Balance Sheet. The assets of the plan are held separately from the Company in independently administered funds.

2.10 Redundancy costs

Redundancy costs have been recognised when there is a committed plan which creates a liability.

WALSTON POULTRY FARM LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2019**

2. Accounting policies (continued)

2.11 Current and deferred taxation

The tax expense represents the sum of the tax currently payable and any deferred tax.

The current tax charge is based on the taxable profit for the year. Taxable profit differs from net profit as reported in the Statement of Comprehensive Income because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The Company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the Balance Sheet date.

Deferred tax is recognised in respect of all timing differences between taxable profits and total comprehensive income that have originated but not reversed at the Balance Sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the Balance Sheet date.

Deferred tax assets are recognised only to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised. Deferred tax assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition (other than in a business combination) of other assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

Deferred tax liabilities are recognised for timing differences arising on investments in subsidiaries, except where the Company is able to control the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future.

Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset realised. Deferred tax is charged or credited to profit or loss, except when it relates to items charged or credited directly to other comprehensive income, in which case the deferred tax is also dealt with in other comprehensive income.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority and the Company intends to settle on a net basis.

WALSTON POULTRY FARM LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2019**

2. Accounting policies (continued)

2.12 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Land is not depreciated. Depreciation on other assets is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, under both the straight line method, and the reducing balance method.

Depreciation is provided on the following basis:

Land and buildings	- 2% straight line
Agricultural equipment	- 7 years straight line
Motor vehicles, tractors and trailers	- 25% reducing balance
Office equipment	- 15% reducing balance
Agricultural buildings	- 7 years straight line

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of Income and Retained Earnings.

2.13 Stocks

Stocks are stated at the lower of cost and net realisable value, being the estimated selling price less costs to complete and sell.

At each Balance Sheet date, stocks are assessed for impairment. If stock is 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.

Biological assets comprise livestock. Biological assets are valued at fair value less costs to sell, and fair value gains or losses in the year are recognised in the Statement of Comprehensive Income.

WALSTON POULTRY FARM LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2019**

2. Accounting policies (continued)

2.14 Financial instruments

Financial assets and financial liabilities are recognised in the Balance Sheet when the Company becomes a party to the contractual provisions of the instrument.

Trade and other debtors and creditors are classified as basic financial instruments and measured at initial recognition at transaction price. Debtors and creditors are subsequently measured at amortised cost using the effective interest rate method. A provision is established when there is objective evidence that the Company will not be able to collect all amounts due.

Cash and cash equivalents are classified as basic financial instruments and comprise cash in hand and at bank, short-term bank deposits with an original maturity of three months or less and bank overdrafts which are an integral part of the Company's cash management.

Financial liabilities and equity instruments issued by the Company are classified in accordance with the substance of the contractual arrangements entered into and the definitions of a financial liability and an equity instrument. An equity instrument is any contract that evidences a residual interest in the assets of the Company after deducting all of its liabilities. Equity instruments issued by the Company are recorded at the proceeds received, net of direct issue costs.

Interest bearing bank loans, overdrafts and other loans which meet the criteria to be classified as basic financial instruments are initially recorded at the present value of cash payable to the bank, which is ordinarily equal to the proceeds received net of direct issue costs. These liabilities are subsequently measured at amortised cost, using the effective interest rate method.

WALSTON POULTRY FARM LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2019**

3. Judgements in applying accounting policies and key sources of estimation uncertainty

The preparation of financial statements in conformity with generally accepted accounting practice requires management to make estimates and judgements that affect the reported amounts of assets and liabilities as well as the disclosure of contingent assets and liabilities at the Balance Sheet date and the reported amounts of revenues and expenses during the reporting period.

Key sources of estimation uncertainty

Bad debt provisions

The trade debtors balance of £561,032 (2018: £780,179) recorded in the Company's Balance Sheet comprise a relatively small number of large balances. A full line by line review of trade debtors is carried out at the end of each month. Whilst every attempt is made to ensure that the bad debt provisions are as accurate as possible, there remains a risk that the provisions do not match the level of debts which ultimately prove to be uncollectible.

Tangible fixed assets

Tangible fixed assets are depreciated over their useful lives taking into account residual values, where appropriate. The actual lives of the assets and residual values are assessed annually and may vary depending on the number of factors. In re-assessing asset lives, factors such as technological innovation, product life cycles and maintenance programmes are taken into account. Residual value assessments consider issues such as future market conditions, the remaining life of the asset and projected disposal values.

Impairment of tangible fixed assets

Determining whether tangible fixed assets are impaired requires an estimation of both the net realisable value (NRV) of the assets and also the value in use of the cash generating units (CGU) to which the assets are allocated. The value in use calculation requires the Company to estimate the future cash flows expected to arise from the CGU and apply a suitable discount rate in order to calculate the present value.

4. Turnover

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

All turnover arose within the United Kingdom.

5. Operating (loss)/profit

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

	2019	2018
	£	£
Other operating lease rentals	1,272	1,210

WALSTON POULTRY FARM LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2019**

6. Auditors' remuneration

	2019 £	2018 £
Fees payable to the Company's auditor and its associates for the audit of the Company's annual accounts	<u>11,645</u>	<u>11,645</u>

The Company has taken advantage of the exemption not to disclose amounts paid for non audit services as these are disclosed in the group accounts of the parent Company.

7. Employees

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

	2019 £	2018 £
Wages and salaries	1,513,293	2,516,908
Social security costs	161,407	275,655
Cost of defined contribution scheme	18,355	14,861
	<u>1,693,055</u>	<u>2,807,424</u>

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

	2019 No.	2018 No.
Production	44	62
Administration	7	9
	<u>51</u>	<u>71</u>

WALSTON POULTRY FARM LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2019

8. Directors' remuneration

	2019 £	2018 £
Directors' emoluments	<u>713,300</u>	<u>1,327,376</u>

The highest paid director received remuneration of £692,000 (2018 - £1,282,000).

The value of the company's contributions paid to a defined contribution pension scheme in respect of the highest paid director amounted to £NIL (2018 - £NIL).

9. Interest receivable

	2019 £	2018 £
Other interest receivable	<u>4,785</u>	<u>497</u>

10. Interest payable and similar expenses

	2019 £	2018 £
Interest on Director's loan	<u>98,007</u>	<u>96,915</u>

11. Taxation

	2019 £	2018 £
Total current tax	<u>-</u>	<u>-</u>
Deferred tax		
Origination and reversal of timing differences	(165,755)	18,485
Changes to tax rates	953	(2,697)
Total deferred tax	<u>(164,802)</u>	<u>15,788</u>
Taxation on (loss)/profit on ordinary activities	<u>(164,802)</u>	<u>15,788</u>

WALSTON POULTRY FARM LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2019**

11. Taxation (continued)

Factors affecting tax charge for the year

The tax assessed for the year is higher than (2018 - *higher than*) the standard rate of corporation tax in the UK of 19% (2018 - 19%). The differences are explained below:

	2019 £	2018 £
(Loss)/profit before tax	<u>(2,001,553)</u>	<u>18,517</u>
(Loss)/profit multiplied by standard rate of corporation tax in the UK of 19% (2018 - 19%)	(380,295)	3,518
Effects of:		
Expenses not deductible for tax purposes, other than goodwill amortisation and impairment	6,363	4,137
Capital allowances for year in excess of depreciation	127,208	13,005
Adjustments to tax charge in respect of prior periods	953	(2,697)
Adjust closing deferred tax to average rate of 19.00%	(16,053)	(35,441)
Adjust opening deferred tax rate to average rate of 19.00%	35,553	33,266
Losses eliminated	162,127	-
Other tax adjustments, reliefs and transfers	(114,553)	-
Non-taxable income	(1,172)	-
Group relief surrendered	15,067	-
Total tax (credit)/charge for the year	<u><u>(164,802)</u></u>	<u><u>15,788</u></u>

WALSTON POULTRY FARM LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2019

12. Tangible fixed assets

	Land and buildings £	Agricultural buildings £	Agricultural equipment £	Motor vehicles £	Office equipment £	Total £
Cost or valuation						
At 1 May 2018	543,196	5,731,504	7,254,186	1,041,805	108,524	14,679,215
Additions	-	75,384	13,165	275,910	-	364,459
Disposals	-	-	(1,501,420)	(750,006)	-	(2,251,426)
At 30 April 2019	543,196	5,806,888	5,765,931	567,709	108,524	12,792,248
Depreciation						
At 1 May 2018	93,825	3,302,030	4,739,896	754,656	75,236	8,965,643
Charge for the year	5,904	357,837	361,065	71,880	5,106	801,792
Disposals	-	-	(1,136,202)	(474,466)	-	(1,610,668)
At 30 April 2019	99,729	3,659,867	3,964,759	352,070	80,342	8,156,767
Net book value						
At 30 April 2019	443,467	2,147,021	1,801,172	215,639	28,182	4,635,481
At 30 April 2018	449,371	2,429,474	2,514,290	287,149	33,288	5,713,572

WALSTON POULTRY FARM LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2019

13. Stocks

	2019 £	2018 £
Finished goods and goods for resale	22,647	1,284,807
	<u>22,647</u>	<u>1,284,807</u>

Stock recognised in cost of sales during the year as an expense was £1,810,480 (2018: £4,579,113).

The fair value of biological assets is calculated by obtaining the value of livestock at birth, point of lay and end of lay. The value of a bird between these dates is then appreciated/depreciated between these values dependent on the age of the bird.

14. Debtors

	2019 £	2018 £
Due after more than one year		
Trade debtors	128,735	-
	<u>128,735</u>	<u>-</u>
Due within one year		
Trade debtors	432,297	780,179
Other debtors	3,912	49,777
Prepayments and accrued income	46,537	47,691
	<u>482,746</u>	<u>877,647</u>

15. Cash and cash equivalents

	2019 £	2018 £
Cash at bank and in hand	1,291,450	1,690,992
Less: bank overdrafts	-	(377,887)
	<u>1,291,450</u>	<u>1,313,105</u>

WALSTON POULTRY FARM LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2019**

16. Creditors: Amounts falling due within one year

	2019	2018
	£	£
Bank overdrafts	-	377,887
Trade creditors	87,353	469,840
Amounts owed to group undertakings	114,209	151,463
Other taxation and social security	30,013	140,199
Other creditors	1,203,142	1,272,870
Accruals and deferred income	51,306	78,170
	<u>1,486,023</u>	<u>2,490,429</u>

17. Financial instruments

	2019	2018
	£	£
Financial assets		
Financial assets that are debt instruments measured at amortised cost	<u>561,652</u>	<u>782,049</u>
Financial liabilities		
Financial liabilities measured at amortised cost	<u>(1,456,010)</u>	<u>(2,350,230)</u>

Financial assets that are debt instruments measured at amortised cost comprise trade and other debtors.

Cash at bank and in hand is a financial asset and totalled £1,291,450 (2018 - £1,690,993) at the year end.

Financial liabilities measured at amortised cost comprise cash at bank and in hand (overdrafts), trade and other creditors, accruals and amounts owed to other Group entities.

WALSTON POULTRY FARM LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2019**

18. Deferred taxation

	2019 £
At beginning of year	(301,251)
Charged to profit or loss	164,802
At end of year	(136,449)

The provision for deferred taxation is made up as follows:

	2019 £	2018 £
Accelerated capital allowances	251,816	345,948
Tax losses carried forward	(112,853)	(44,519)
Other timing differences	(2,514)	(178)
	<u>136,449</u>	<u>301,251</u>

19. Share capital

	2019 £	2018 £
Allotted, called up and fully paid		
3,269,050 Ordinary shares of £1.00 each	<u>3,269,050</u>	<u>3,269,050</u>

The Ordinary shares have full voting, dividend and capital distribution rights attached to them.

20. Reserves

Capital redemption reserve

This non-distributable reserve relates to amounts transferred following the historic redemption of the Company's own shares.

Profit & loss account

This reserve relates to cumulative retained earnings less amounts distributed to shareholders.

WALSTON POULTRY FARM LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2019**

21. Discontinued operations

The trading activities of egg production were discontinued with effect from 1st December 2018. The results of these discontinued operations are shown on the Statement of Income and Retained Earnings.

There was no profit/loss on disposal of the discontinued operations.

22. Capital commitments

At 30 April 2019 the Company had capital commitments as follows:

	2019 £	2018 £
Contracted for but not provided in these financial statements	-	100,981

23. 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 £18,355 (2018: £14,861).

WALSTON POULTRY FARM LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2019**

24. Related party transactions

Included within creditors due within one year is a loan of £1,250 (2018: £1,250) from the Mrs Friend 1997 Settlement. No interest has been charged on this loan during the year. I G Friend is a trustee of the Mrs Friend 1997 Settlement.

Also included in creditors falling due within one year is a loan from I G Friend of £1,200,000 (2018: £1,243,163). Interest of £98,007 (2018: £96,915) has been charged this year at 8% above the base rate. This balance was repaid in full after the year end.

During the year, a vehicle was sold to a Director for consideration of £57,500. This balance was still owing at the year end and is included in trade debtors. The vehicle had a net book value of £101,621 at the date of disposal.

A close family member of one of the directors and a shareholder of Walston Holdings Limited, received £16,512 (2018: £17,512) in salary and benefits.

During the year, Walston Poultry Farm Limited purchased Wheat and Barley from P.R. & V.O. & A.R. Davey, a Partnership which a member of Key Management Personnel is a Partner in, totalling £2,573 (2018: £2,695) and £4,388 (2018: £nil) was outstanding at the year end and included in trade creditors.

During the year, a vehicle was sold to PR, VO & AR Davey for consideration of £15,000 (2018: £nil). No balance was outstanding at the year end.

Key management are those persons having authority and responsibility for planning, controlling and directing the activities of the group, or in relation to the Company, the Company. In the opinion of the board the Company's key management are the directors of Walston Poultry Farm Limited along with the farm manager. Total compensation to key management personnel is £780,210 (2018: £1,357,320).

The Company has taken advantage of the exemption in FRS 102 Section 33 to not disclose transactions with wholly owned group entities.

25. Controlling party

The Company's immediate and ultimate parent undertaking at the Balance Sheet date was Walston Holdings Limited, a company registered in England and Wales. Copies of Group financial statements may be obtained from Walston Holdings Limited, East Down Packing Station, Winterborne Whitechurch, Blandford, Dorset, DT11 9AS.