

UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2022

HERON FARMS LIMITED

MENZIES

HERON FARMS LIMITED

COMPANY INFORMATION

Directors	Mrs D F C Hawkes Mr A G Bark Mr E J C Hawkes Mrs T M McLuckie
Registered number	00857485
Registered office	Centrum House 36 Station Road Egham Surrey TW20 9LF
Business address	Plum Tree Cottage Chart Lane South Dorking Surrey RH5 4DA
Accountants	Menzies LLP Chartered Accountants Centrum House 36 Station Road Egham Surrey TW20 9LF
Bankers	National Westminster Bank Plc 14 High Street Dorking Surrey RH4 1AX

HERON FARMS LIMITED

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HERON FARMS LIMITED

REGISTERED NUMBER:00857485

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	4	216,811	263,900
		<u>216,811</u>	<u>263,900</u>
Current assets			
Stocks		118,422	69,903
Debtors: amounts falling due within one year	5	61,967	26,008
Cash at bank and in hand		99,305	153,076
		<u>279,694</u>	<u>248,987</u>
Creditors: amounts falling due within one year	6	(1,081,444)	(1,132,943)
Net current liabilities		<u>(801,750)</u>	<u>(883,956)</u>
Total assets less current liabilities		<u>(584,939)</u>	<u>(620,056)</u>
Creditors: amounts falling due after more than one year	7	(22,288)	(37,515)
Provisions for liabilities			
Deferred tax	9	(25,867)	(25,867)
		<u>(25,867)</u>	<u>(25,867)</u>
Net liabilities		<u><u>(633,094)</u></u>	<u><u>(683,438)</u></u>
Capital and reserves			
Called up share capital		100	100
Share premium account		42,728	42,728
Profit and loss account		(675,922)	(726,266)
		<u><u>(633,094)</u></u>	<u><u>(683,438)</u></u>

The directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The Company has opted not to file the statement of income and retained earnings in accordance with provisions applicable to companies subject to the small companies' regime.

HERON FARMS LIMITED
REGISTERED NUMBER:00857485

STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT 31 DECEMBER 2022

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

Mr E J C Hawkes
Director

Mr A G Bark
Director

Date: 26 September 2023

The notes on pages 3 to 8 form part of these financial statements.

HERON FARMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

1. General information

Heron Farms Limited is a private company limited by shares and incorporated in England. The address of the principal place of business is given in the company information page of these financial statements.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

2.2 Going concern

The company is dependent on the support of Bizy Investments Limited and the directors of both companies who along with other members of the family are the ultimate shareholders. These parties have confirmed intentions to support the company on a long term basis.

2.3 Turnover

Turnover is generated via farming and represents amounts receivable for goods and services net of VAT and trade discounts. Farm income and rent receivable are recognised when due. Investment income is recognised when received.

2.4 Operating leases: the Company as lessee

Rentals paid under operating leases are charged to profit or loss on a straight-line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight-line basis over the lease term, unless another systematic basis is representative of the time pattern of the lessee's benefit from the use of the leased asset.

2.5 Finance costs

Finance costs are charged to profit or loss 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.

2.6 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 profit or loss when they fall due. Amounts not paid are shown in accruals as a liability in the Statement of Financial Position. The assets of the plan are held separately from the Company in independently administered funds.

HERON FARMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

2. Accounting policies (continued)

2.7 Current and deferred taxation

The tax expense for the year comprises current and deferred tax. Tax is recognised in profit or loss except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income 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 income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the reporting date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

2.8 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.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Short-term leasehold property	- 12.5% Straight line
Plant and machinery	- 10-25% Straight line
Motor vehicles	- 20% Straight line
Fixtures and fittings	- 20% 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 profit or loss.

2.9 Stocks

Stocks and cultivations are valued by an independent expert valuer based on an inspection and information and explanations provided. Valuation is made at the lower of cost and net realisable value using the accepted conventions to arrive at deemed cost where actual costs are not accurately ascertainable (HMRC IR 232).

HERON FARMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

2. Accounting policies (continued)

2.10 Provisions for liabilities

Provisions are made where an event has taken place that gives the Company a legal or constructive obligation that probably requires settlement by a transfer of economic benefit, and a reliable estimate can be made of the amount of the obligation.

Provisions are charged as an expense to profit or loss in the year that the Company becomes aware of the obligation, and are measured at the best estimate at the reporting date of the expenditure required to settle the obligation, taking into account relevant risks and uncertainties.

When payments are eventually made, they are charged to the provision carried in the Statement of Financial Position.

2.11 Financial instruments

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in ordinary shares.

3. Employees

The average monthly number of employees, including directors, during the year was 5 (2021 - 5).

4. Tangible fixed assets

	Leasehold improvement	Plant and machinery	Motor vehicles	Fixtures and fittings	Total
	£	£	£	£	£
Cost or valuation					
At 1 January 2022	735,137	259,402	21,750	4,700	1,020,989
Additions	-	1,593	-	-	1,593
At 31 December 2022	<u>735,137</u>	<u>260,995</u>	<u>21,750</u>	<u>4,700</u>	<u>1,022,582</u>
Depreciation					
At 1 January 2022	574,051	156,588	21,750	4,700	757,089
Charge for the year on owned assets	31,025	17,657	-	-	48,682
At 31 December 2022	<u>605,076</u>	<u>174,245</u>	<u>21,750</u>	<u>4,700</u>	<u>805,771</u>
Net book value					
At 31 December 2022	<u>130,061</u>	<u>86,750</u>	<u>-</u>	<u>-</u>	<u>216,811</u>
At 31 December 2021	<u>161,086</u>	<u>102,814</u>	<u>-</u>	<u>-</u>	<u>263,900</u>

HERON FARMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

4. Tangible fixed assets (continued)

Included within the net book value of £263,900 is £81,585 (2021 - £97,901) relating to assets held under hire purchase agreements. The depreciation charged to the financial statements in the year in respect of such assets amounted to £16,317 (2021 - £16,317).

5. Debtors

	2022 £	2021 £
Trade debtors	3,333	-
Other debtors	49,991	15,642
Prepayments and accrued income	8,643	10,366
	<u>61,967</u>	<u>26,008</u>

6. Creditors: Amounts falling due within one year

	2022 £	2021 £
Trade creditors	11,064	6,522
Amounts owed to group undertakings	917,750	892,274
Corporation tax	-	26,830
Other taxation and social security	2,103	7,545
Obligations under finance lease and hire purchase contracts	15,228	14,823
Other creditors	119,439	169,089
Accruals and deferred income	15,860	15,860
	<u>1,081,444</u>	<u>1,132,943</u>

7. Creditors: Amounts falling due after more than one year

	2022 £	2021 £
Net obligations under finance leases and hire purchase contracts	22,288	37,515
	<u>22,288</u>	<u>37,515</u>

HERON FARMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

8. Hire purchase and finance leases

Minimum lease payments under hire purchase fall due as follows:

	2022 £	2021 £
Within one year	15,228	14,823
Between 1-5 years	22,288	37,515
	<u>37,516</u>	<u>52,338</u>

HERON FARMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

9. Deferred taxation

	2022 £
At beginning of year	(25,867)
At end of year	(25,867)

The provision for deferred taxation is made up as follows:

	2022 £	2021 £
Accelerated capital allowances	(25,867)	(25,867)
	<u>(25,867)</u>	<u>(25,867)</u>

10. Related party transactions

The company is party to an operating lease in respect of farmland used for the purposes of its business. Such land is subject to a rolling 6 month lease for which it is charged a notional rent by the landlord, Heronland Limited, a company under common control.

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.