

F. MACHIN AND SONS LIMITED
UNAUDITED ABBREVIATED ACCOUNTS
FOR
31 MAY 2009

BARRON & BARRON
Chartered Accountants
Bathurst House
86 Micklegate
York
YO1 6LQ

THURSDAY



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COMPANIES HOUSE

F. MACHIN AND SONS LIMITED

ABBREVIATED ACCOUNTS

YEAR ENDED 31 MAY 2009

CONTENTS

PAGE

Abbreviated balance sheet

1

Notes to the abbreviated accounts

3

F. MACHIN AND SONS LIMITED

ABBREVIATED BALANCE SHEET

31 MAY 2009

	Note	2009	2008
		£	£
FIXED ASSETS	2		
Tangible assets		1,620,765	1,634,990
Investments		70,281	70,281
		<u>1,691,046</u>	<u>1,705,271</u>
CURRENT ASSETS			
Stocks		284,929	217,440
Debtors		71,536	13,796
Cash at bank and in hand		89,764	69,329
		<u>446,229</u>	<u>300,565</u>
CREDITORS: Amounts falling due within one year	3	<u>371,017</u>	<u>339,719</u>
NET CURRENT ASSETS/(LIABILITIES)		<u>75,212</u>	<u>(39,154)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,766,258</u>	<u>1,666,117</u>
CREDITORS: Amounts falling due after more than one year	4	<u>1,734,334</u>	<u>1,684,334</u>
		<u>£31,924</u>	<u>£(18,217)</u>
CAPITAL AND RESERVES			
Called-up equity share capital	5	137	137
Revaluation reserve		862,065	862,065
Profit and loss account		(830,278)	(880,419)
SHAREHOLDERS' FUNDS/(DEFICIT)		<u>£31,924</u>	<u>£(18,217)</u>

The Balance sheet continues on the following page.

The notes on pages 3 to 6 form part of these abbreviated accounts.

F. MACHIN AND SONS LIMITED

ABBREVIATED BALANCE SHEET *(continued)*

31 MAY 2009

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 2006 (the Act) relating to the audit of the financial statements for the year by virtue of section 477, and that no member or members have requested an audit pursuant to section 476 of the Act.

The directors acknowledge their responsibilities for:

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

These abbreviated accounts have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

These abbreviated accounts were approved by the directors and authorised for issue on 27 October 2009, and are signed on their behalf by:



R E MACHIN
Director

Company Registration Number: 1342080

The notes on pages 3 to 6 form part of these abbreviated accounts.

F. MACHIN AND SONS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 MAY 2009

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain fixed assets, and in accordance with applicable UK accounting standards.

At the year end the company had accumulated losses of £830,278, but with continued director and bank support the directors believe that it is appropriate to prepare the financial statements on a going concern basis, which assumes that the company will continue in operational existence for the foreseeable future.

If the company were unable to continue in operational existence for the foreseeable future then adjustments would have to be made to reduce the balance sheet values of assets to their recoverable amounts, to provide for any further liabilities that may arise, and to reclassify long-term liabilities as current liabilities.

Consolidation

In the opinion of the directors, the company and its subsidiary undertakings comprise a small group. The company has therefore taken advantage of the exemption provided by Section 398 of the Companies Act 2006 not to prepare group accounts.

Cash flow statement

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) from including a cash flow statement in the financial statements on the grounds that the company is small.

Turnover

Turnover shown in the profit and loss account represents the right to consideration from the performance of the company's obligations.

Fixed assets

Fixed assets include properties professionally valued by chartered surveyors on an existing use open market value basis. Other assets are stated at historical cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Leasehold Property	- 2% straight line
Plant & Machinery	- 25% reducing balance

Stocks

Stocks are professionally valued by chartered surveyors on a cost or deemed cost of production basis as appropriate, in accordance with the conventions set out in the Royal Institute of Chartered Surveyors Stocktaking Guidance Notes.

F. MACHIN AND SONS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 MAY 2009

1. ACCOUNTING POLICIES *(continued)*

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account in proportion to the remaining balance outstanding.

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold.

Deferred tax assets are recognised only to the extent that the directors consider that it is 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 is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Floating year end

The financial statements are presented for the year ended 31 May 2009. The actual trading cut off date of the year end fluctuates year on year and is based on the Friday nearest the 31 May.

F. MACHIN AND SONS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 MAY 2009

2. FIXED ASSETS

	Tangible Assets £	Investments £	Total £
COST OR VALUATION			
At 1 June 2008	1,932,994	70,281	2,003,275
Additions	6,230	—	6,230
At 31 May 2009	1,939,224	70,281	2,009,505
DEPRECIATION			
At 1 June 2008	298,004	—	298,004
Charge for year	20,455	—	20,455
At 31 May 2009	318,459	—	318,459
NET BOOK VALUE			
At 31 May 2009	1,620,765	70,281	1,691,046
At 31 May 2008	1,634,990	70,281	1,705,271

Unlisted investments include a 50% interest in SC De La Bruntiere a company that owns a French farm. The company owns 100% of the issued share capital of the companies listed below.

Aggregate capital and reserves

Jelsye Limited	(22,019)	(22,019)
Machin Yorkshire Lamb Limited	(1,126,105)	(1,131,354)
Profit and (loss) for the year		
Jelsye Limited	—	—
Machin Yorkshire Lamb Limited	5,249	(149,532)

3. CREDITORS: Amounts falling due within one year

The following liabilities disclosed under creditors falling due within one year are secured by the company:

	2009 £	2008 £
Bank loans and overdrafts	4,219	17,454

The bank loans are secured on assets owned by a number of the directors and shareholders of the company.

F. MACHIN AND SONS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 MAY 2009

4. CREDITORS: Amounts falling due after more than one year

The following liabilities disclosed under creditors falling due after more than one year are secured by the company:

	2009 £	2008 £
Bank loans and overdrafts	<u>1,575,000</u>	<u>1,525,000</u>

The bank loans are secured on assets owned by a number of the directors and shareholders of the company.

The loans repayable after more than one year comprise the following.

Flexible Loan

This loan has a term of five years renewable annually. At the balance sheet date the loan balance of £575,000 fell due for repayment in August 2012. The facility was renewed in July 2009, with the end date being extended to August 2013.

Interest on the flexible loan is charged at 0.85% over the lender base rate and is payable monthly.

Interest Only Loan

This loan has a fixed term of twenty years, with the balance of £1,000,000 being due for repayment in August 2027.

Interest on the interest only loan is charged at 0.85% over the lender base rate and is payable every six months.

5. SHARE CAPITAL

Authorised share capital:

	2009 £	2008 £
250,000 Ordinary shares of £1 each	<u>250,000</u>	<u>250,000</u>

Allotted, called up and fully paid:

	2009		2008	
	No	£	No	£
137 Ordinary shares of £1 each	<u>137</u>	<u>137</u>	<u>137</u>	<u>137</u>