
SHEPPY LIMITED

UNAUDITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31 MAY 2016

SHEPPY LIMITED
REGISTERED NUMBER: 01543842

ABBREVIATED BALANCE SHEET
AS AT 31 MAY 2016

	Note	£	2016 £	£	2015 £
FIXED ASSETS					
Tangible assets	2		33,966		35,903
Investment property	3		1,057,813		780,574
Investments	4		831,797		831,797
			<u>1,923,576</u>		<u>1,648,274</u>
CURRENT ASSETS					
Debtors		636,434		790,944	
Cash at bank		<u>20,205</u>		<u>2,747</u>	
		656,639		793,691	
CREDITORS: amounts falling due within one year	5	<u>(2,014,623)</u>		<u>(1,722,681)</u>	
NET CURRENT LIABILITIES			<u>(1,357,984)</u>		<u>(928,990)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			565,592		719,284
CREDITORS: amounts falling due after more than one year	6		<u>(265,210)</u>		<u>(265,210)</u>
NET ASSETS			<u>300,382</u>		<u>454,074</u>
CAPITAL AND RESERVES					
Called up share capital	7		48,892		48,892
Share premium account			19,323		19,323
Capital redemption reserve			261,007		261,007
Investment property reserve	8		80,110		80,110
Profit and loss account			<u>(108,950)</u>		<u>44,742</u>
SHAREHOLDERS' FUNDS			<u>300,382</u>		<u>454,074</u>

SHEPPY LIMITED

ABBREVIATED BALANCE SHEET (continued)
AS AT 31 MAY 2016

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

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and for preparing financial statements which give a true and fair view of the state of affairs of the company as at 31 May 2016 and of its loss for the year in accordance with the requirements of sections 394 and 395 of the Act and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The abbreviated accounts, which have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006, were approved and authorised for issue by the board and were signed on its behalf on 23 February 2017.

C K Stevens

Director

The notes on pages 3 to 7 form part of these financial statements.

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MAY 2016**

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention as modified by the revaluation of Investment properties and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

The company is the parent undertaking of a small group and as such is not required by the Companies Act 2006 to prepare group accounts. These financial statements therefore present information about the company as an individual undertaking and not about its group.

1.2 Going concern

Accounting standards require the directors to consider the appropriateness of the going concern basis when preparing the financial statements. The directors confirm that they consider that the going concern basis remains appropriate. The directors have taken notice of the Financial Reporting Council guidance 'Going Concern and Liquidity Risk Guidance for Directors of UK Companies 2009' which requires the reasons for this decision to be explained. The directors believe that the company has sufficient resources to continue in operational existence for the foreseeable future.

1.3 Turnover

Turnover comprises revenue recognised by the company in respect of goods and services supplied during the year , exclusive of Value Added Tax and trade discounts.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Plant and machinery	-	25% reducing balance
Motor vehicles	-	25% reducing balance
Office equipment	-	20% reducing balance

1.5 Investments

Investments held as fixed assets are shown at cost less provision for impairment.

1.6 Investment properties

Investment properties are included in the Balance sheet at their open market value in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015) and are not depreciated. This treatment is contrary to the Companies Act 2006 which states that fixed assets should be depreciated but is, in the opinion of the directors, necessary in order to give a true and fair view of the financial position of the company.

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MAY 2016**

1. ACCOUNTING POLICIES (continued)

1.7 Leasing and hire purchase

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the Profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

1.8 Operating leases

Rentals under operating leases are charged to the Profit and loss account 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 period until the date the rent is expected to be adjusted to the prevailing market rate.

1.9 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.

1.10 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.

SHEPPY LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MAY 2016**

2. TANGIBLE FIXED ASSETS

	£
Cost	
At 1 June 2015	91,817
Additions	8,367
Disposals	<u>(1,342)</u>
At 31 May 2016	<u>98,842</u>
Depreciation	
At 1 June 2015	55,914
Charge for the year	9,538
On disposals	<u>(576)</u>
At 31 May 2016	<u>64,876</u>
Net book value	
At 31 May 2016	<u><u>33,966</u></u>
At 31 May 2015	<u><u>35,903</u></u>

3. INVESTMENT PROPERTY

	£
Valuation	
At 1 June 2015	780,574
Additions at cost	<u>277,239</u>
At 31 May 2016	<u><u>1,057,813</u></u>

The 2016 valuations were made by the directors, on an open market value for existing use basis.

Revaluation reserves

At 1 June 2015 and 31 May 2016	<u><u>80,110</u></u>
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SHEPPY LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MAY 2016**

4. FIXED ASSET INVESTMENTS

	£
Cost or valuation	
At 1 June 2015 and 31 May 2016	<u>831,797</u>
Net book value	
At 31 May 2016	<u>831,797</u>
At 31 May 2015	<u>831,797</u>
Subsidiary undertakings	

The following were subsidiary undertakings of the company:

Name	Class of shares	Holding
Stevens Chemical Manure Limited	Ordinary	100 %
Matahari 306 Limited	Ordinary	86 %
Sheppy Services Limited	Ordinary	100 %
Crabtree & Crabtree (Wadebridge) Limited	Ordinary	100 %

The aggregate of the share capital and reserves as at 31 May 2016 and of the profit or loss for the year ended on that date for the subsidiary undertakings were as follows:

Name	Aggregate of share capital and reserves £	Profit/(loss) £
Stevens Chemical Manure Limited	42,810	-
Matahari 306 Limited	8,505	-
Crabtree & Crabtree (Wadebridge) Limited	<u>(3,130)</u>	<u>(1,602)</u>

5. CREDITORS:

Amounts falling due within one year

The bank loan is secured on the property owned by the group of Sheppy companies. There is an unlimited cross guarantee in place with the bank between the company and Sheppy Industries Limited and Montash Properties Limited.

SHEPPY LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MAY 2016**

6. CREDITORS:**Amounts falling due after more than one year**

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

	2016 £	2015 £
Repayable other than by instalments	<u>265,210</u>	<u>265,210</u>

7. SHARE CAPITAL

	2016 £	2015 £
Shares classified as capital		
Allotted, called up and fully paid		
48,890 Ordinary shares of £1 each	48,890	48,890
2 Deferred shares of £1 each	2	2
	<u>48,892</u>	<u>48,892</u>

Shares classified as debt**Allotted, called up and fully paid**

265,210 Preference shares of £1 each	<u>265,210</u>	<u>265,210</u>
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The preference shares are cumulative and have a fixed dividend rate of 8.52%, which is payable before any dividends are paid to ordinary shareholders. The directors are of the opinion that the cumulative preference shares should be treated as debt and not equity.

The preference shares have voting rights only if the preference dividends are over six months in arrears, or if the resolution to be considered is the winding up or sale of the company, alteration of the objects or varying of the rights of the preference shareholders. On liquidation the preference shareholders rank equally with the ordinary shareholders in relation to the return of capital. However, they have no right to share in the distribution of any assets that remain after all the capital has been returned.

As at 31 May 2016 dividend arrears total £371,553 (2015 - £371,553).

8. RESERVES

	Investment property revaluation reserve £
At 1 June 2015 and 31 May 2016	<u>80,110</u>

registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.