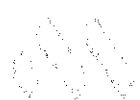


New Close Farm Limited

Annual Report and Unaudited Abridged Financial Statements
for the Year Ended 31 December 2020



Moore Scarrott

New Close Farm Limited

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New Close Farm Limited

Company Information

Directors	Mrs G M Armstrong Mr E G Armstrong Mr T J Armstrong Mr J G Armstrong
Registered office	New Close Cottage Over Haddon Bakewell Derbyshire DE45 1JE
Accountants	Moore Scarrott Limited Chartered Accountants Calyx House South Road Taunton Somerset TA1 3DU

New Close Farm Limited

Directors' Report for the Year Ended 31 December 2020

The directors present their report and the abridged financial statements for the year ended 31 December 2020.

Directors of the company

The directors who held office during the year were as follows:

Mrs G M Armstrong

Mr E G Armstrong

Mr T J Armstrong

Mr J G Armstrong

Principal activity

The principal activity of the company is rearing livestock and the preparation of meat products.

Statement of Directors' Responsibilities

The directors acknowledge their responsibilities for preparing the Annual 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 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 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.

Small companies provision statement

This report has 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.

Approved by the Board on 27 September 2021 and signed on its behalf by:

Mrs G M Armstrong
Director

Mr E G Armstrong
Director

Mr T J Armstrong
Director

Mr J G Armstrong
Director

Chartered Accountants' Report to the Board of Directors on the Preparation of the Unaudited Statutory Accounts of New Close Farm Limited for the Year Ended 31 December 2020

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of New Close Farm Limited for the year ended 31 December 2020 as set out on pages 4 to 11 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/en/members/regulations-standards-and-guidance/>.

This report is made solely to the Board of Directors of New Close Farm Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of New Close Farm Limited and state those matters that we have agreed to state to the Board of Directors of New Close Farm Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than New Close Farm Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that New Close Farm Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of New Close Farm Limited. You consider that New Close Farm Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of New Close Farm Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.

Moore Scarrott Limited
Chartered Accountants
Calyx House
South Road
Taunton
Somerset
TA1 3DU

28 September 2021

New Close Farm Limited

Abridged Profit and Loss Account for the Year Ended 31 December 2020

	Note	2020 £	2019 £
Gross profit		768,581	524,142
Administrative expenses		(699,114)	(424,542)
Other interest receivable and similar income		406	-
Interest payable and similar expenses		<u>(26,336)</u>	<u>(30,992)</u>
Profit before tax		82,916	68,608
Taxation		<u>(25,878)</u>	<u>(6,188)</u>
Profit for the financial year		<u><u>57,038</u></u>	<u><u>62,420</u></u>

The company has no recognised gains or losses for the year other than the results above.

New Close Farm Limited

(Registration number: 01985364)

Abridged Balance Sheet as at 31 December 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	<u>4</u>	447,160	837,956
Current assets			
Stocks		83,354	88,547
Debtors		101,000	76,363
Cash at bank and in hand		<u>287,278</u>	<u>137,656</u>
		471,632	302,566
Creditors: Amounts falling due within one year	<u>5</u>	<u>(262,236)</u>	<u>(204,135)</u>
Net current assets		<u>209,396</u>	<u>98,431</u>
Total assets less current liabilities		656,556	936,387
Creditors: Amounts falling due after more than one year		(514,205)	(829,546)
Provisions for liabilities		<u>(29,740)</u>	<u>(28,068)</u>
Net assets		<u><u>112,611</u></u>	<u><u>78,773</u></u>
Capital and reserves			
Called up share capital		104	104
Profit and loss account		<u>112,507</u>	<u>78,669</u>
Total equity		<u><u>112,611</u></u>	<u><u>78,773</u></u>

New Close Farm Limited

(Registration number: 01985364)

Abridged Balance Sheet as at 31 December 2020

For the financial year ending 31 December 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements 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.

All of the company's members have consented to the preparation of an Abridged Profit and Loss Account and an Abridged Balance Sheet in accordance with Section 444(2A) of the Companies Act 2006.

Approved and authorised by the Board on 27 September 2021 and signed on its behalf by:

Mrs G M Armstrong

Director

Mr E G Armstrong

Director

Mr T J Armstrong

Director

Mr J G Armstrong

Director

New Close Farm Limited

Statement of Changes in Equity for the Year Ended 31 December 2020

	Share capital £	Profit and loss account £	Total £
At 1 January 2020	104	78,669	78,773
Profit for the year	-	57,038	57,038
Dividends	-	(23,200)	(23,200)
At 31 December 2020	104	112,507	112,611

	Share capital £	Profit and loss account £	Total £
At 1 January 2019	104	120,249	120,353
Profit for the year	-	62,420	62,420
Dividends	-	(104,000)	(104,000)
At 31 December 2019	104	78,669	78,773

New Close Farm Limited

Notes to the Abridged Financial Statements for the Year Ended 31 December 2020

1 General information

The company is a private company limited by share capital incorporated in England and Wales.

The address of its registered office is:

New Close Cottage
Over Haddon
Bakewell
Derbyshire
DE45 1JE

The principal place of business is:

New Close Farm
Granby Croft
Granby Road
Bakewell
Derbyshire
DE45 1ES

2 Accounting policies

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These abridged financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Tax

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

The current 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 taxable income.

Deferred tax is recognised on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements and on unused tax losses or tax credits in the company. Deferred income tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

The carrying amount of deferred tax assets are reviewed at each reporting date and a valuation allowance is set up against deferred tax assets so that the net carrying amount equals the highest amount that is more likely than not to be recovered based on current or future taxable profit.

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

New Close Farm Limited

Notes to the Abridged Financial Statements for the Year Ended 31 December 2020

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Land & buildings	4% reducing balance
Fixtures & fittings	25% reducing balance
Office equipment	25% straight line
Motor vehicles	25% reducing balance
Plant and machinery	25% reducing balance

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are 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

Biological assets, living plants and animals are included at the lower of cost and estimate selling price less costs to sell.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 25 (2019 - 17).

New Close Farm Limited

Notes to the Abridged Financial Statements for the Year Ended 31 December 2020

4 Tangible assets

	Total £
Cost or valuation	
At 1 January 2020	1,450,926
Additions	53,041
Disposals	(393,296)
	<hr/>
At 31 December 2020	1,110,671
Depreciation	
At 1 January 2020	612,968
Charge for the year	51,797
Eliminated on disposal	(1,254)
	<hr/>
At 31 December 2020	663,511
Carrying amount	
At 31 December 2020	<hr/> <hr/> 447,160
At 31 December 2019	<hr/> <hr/> 837,956

5 Creditors: amounts falling due within one year

Creditors include bank loans and overdrafts and net obligations under finance lease and hire purchase contracts which are secured of £12,780 (2019 - £20,800).

6 Creditors: amounts falling due after more than one year

Creditors include bank loans and overdrafts and net obligations under finance lease and hire purchase contracts which are secured of £514,205 (2019 - £816,767).

Bank borrowings

Bank loans have a carrying amount at year end of £539,405 (2019 - £837,567).

The bank loan is secured by a fixed and floating charge.

7 Related party transactions

Transactions with directors

	At 1 January 2020 £	Advances to directors £	Repayments by director £	At 31 December 2020 £
2020				
Mr T J Armstrong				
Advances and credits	11,543	42,804	(22,604)	31,744
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

Mr E G Armstrong
Advances and credits

(3,420)	28,439	(22,604)	2,415
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New Close Farm Limited

Notes to the Abridged Financial Statements for the Year Ended 31 December 2020

	At 1 January 2019 £	Advances to directors £	Repayments by director £	At 31 December 2019 £
2019				
Mr T J Armstrong				
Advances and credits	18,543	30,000	(37,000)	11,543
Mr E G Armstrong				
Advances and credits	13,182	20,938	(37,000)	(3,420)

New Close Farm Limited

Detailed Profit and Loss Account for the Year Ended 31 December 2020

	2020 £	2019 £
Turnover	1,565,612	1,067,144
Cost of sales	<u>(797,031)</u>	<u>(543,002)</u>
Gross profit	<u>768,581</u>	<u>524,142</u>
Gross profit (%)	49.09%	49.12%
Administrative expenses		
Employment costs	411,197	245,579
Establishment costs	168,037	90,176
General administrative expenses	54,246	42,680
Finance charges	9,862	6,681
Depreciation costs	51,796	47,253
Other expenses	<u>3,976</u>	<u>(7,827)</u>
	699,114	424,542
Other operating income	<u>39,379</u>	<u>-</u>
Operating profit	<u>108,846</u>	<u>99,600</u>
Other interest receivable and similar income	406	-
Interest payable and similar expenses	<u>(26,336)</u>	<u>(30,992)</u>
	<u>(25,930)</u>	<u>(30,992)</u>
Profit before tax	<u><u>82,916</u></u>	<u><u>68,608</u></u>

New Close Farm Limited

Detailed Profit and Loss Account for the Year Ended 31 December 2020

	2020 £	2019 £
Turnover		
Sale of goods, UK	1,547,567	1,045,418
Rental income from investment property	8,000	9,600
Grants and subsidies	10,045	12,126
	<u>1,565,612</u>	<u>1,067,144</u>
Cost of sales		
Opening raw materials	88,547	69,940
Purchases	717,965	531,752
Butchery costs	60,914	14,344
Closing raw materials	(83,354)	(88,547)
Freight and carriage	12,959	15,513
	<u>797,031</u>	<u>543,002</u>
Employment costs		
Wages and salaries (excluding directors)	352,882	215,775
Directors remuneration	22,662	22,996
Subcontract cost	12,343	6,095
Commissions payable	22,895	263
Staff training	415	450
	<u>411,197</u>	<u>245,579</u>
Establishment costs		
Rent	26,189	24,657
Rates	52,772	10,176
Light, heat and power	30,980	24,613
Insurance	10,517	8,299
General maintenance	47,579	22,431
	<u>168,037</u>	<u>90,176</u>

New Close Farm Limited

Detailed Profit and Loss Account for the Year Ended 31 December 2020

General administrative expenses

Telephone and fax	4,569	3,323
Computer software and maintenance costs	1,593	-
Printing, postage and stationery	1,018	1,424
Courier services	6,691	736
Trade subscriptions	2,832	3,299
Sundry expenses	1,295	1,274
Cleaning	3,269	2,156
Management charges payable	-	6,150
Waste disposals	4,868	-
Motor expenses	14,355	14,562
Advertising	4,291	600
Staff entertaining (allowable for tax)	504	-
Accountancy fees	3,048	3,033
Bookkeeping fees	5,401	2,099
Legal and professional fees	512	4,024
	<u>54,246</u>	<u>42,680</u>

Finance charges

Bank charges	<u>9,862</u>	<u>6,681</u>
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Depreciation costs

Depreciation of freehold property	9,401	8,137
Depreciation of plant and machinery (owned)	30,993	25,767
Depreciation of fixtures and fittings (owned)	5,705	5,960
Depreciation of motor vehicles (owned)	4,714	6,285
Depreciation of office equipment (owned)	983	1,104
	<u>51,796</u>	<u>47,253</u>

Other expenses

Profit/(loss) on disposal of tangible fixed assets	<u>(3,976)</u>	<u>7,827</u>
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Other operating income

Government grants receivable	<u>39,379</u>	<u>-</u>
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Other interest receivable and similar income

Other interest receivable	<u>406</u>	<u>-</u>
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Interest payable and similar expenses

Bank interest payable	26,237	30,992
Hire purchase interest	<u>99</u>	<u>-</u>

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.