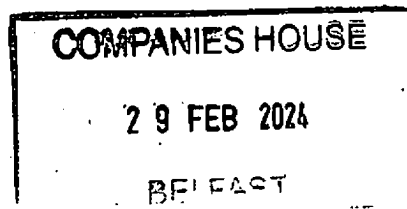


Hamer International Limited

Annual report and financial statements

for the 60 week period ended 25 December 2022

Registered no: 02500300



Hamer International Limited

ANNUAL REPORT AND FINANCIAL STATEMENTS **for the period ended 25 December 2022**

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Hamer International Limited

DIRECTORS' REPORT

for the 60 week period ended 25 December 2022

The directors present their report and the audited financial statements of the Company for the 60 week period ended 25 December 2022.

PRINCIPAL ACTIVITIES, BUSINESS REVIEW AND FUTURE DEVELOPMENTS

The principal activity of the Company is property holding. The board do not envisage any significant changes to the Company's business activities in the foreseeable future.

RESULTS AND DIVIDENDS

The results for the period on page 8 show a result before taxation of £nil (57 week period to 31 October 2021: £nil) and turnover of £nil (57 week period to 31 October 2021: £nil) and the balance sheet on page 9 shows net assets of £424,000 (57 week period to 31 October 2021: £424,000). The directors do not recommend the payment of a dividend for the period (57 week period to 31 October 2021: £nil).

DIRECTORS

The directors of the Company who were in office during the period and up to the date of signing the financial statements were:

- R L Randall (resigned 12/11/21)
- D R Brady (resigned 12/11/21)
- A Cracknell (appointed 12/11/21 & resigned 28/02/22)
- M Knudsen (appointed 12/11/21)
- I Siqueira (appointed 12/08/22)

POLITICAL CONTRIBUTIONS

The Company made no political donations or incurred any political expenditure during the period.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulation.

Company law requires the directors to prepare financial statements for each financial year. Under that law they have elected to prepare the financial statements in accordance with FRS 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 the financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- assess the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and
- use the going concern basis of accounting unless they either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

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 enable them to ensure that the financial statements comply with the Companies Act 2006. They are responsible for such internal controls as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; and have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the Company and to prevent and detect fraud and other irregularities.

DIRECTORS' REPORT

for the 60 week period ended 25 December 2022 (continued)

DISCLOSURE OF INFORMATION TO AUDITOR

The directors who held office at the date of approval of this directors' report confirm that, so far as they are each aware, there is no relevant audit information of which the Company's auditor is unaware; and each director has taken all the steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the Company's auditor is aware of that information.

FINANCIAL RISK MANAGEMENT

The Company has adequate insurance in place to ensure that any diminution of the Company's asset is protected.

STAKEHOLDER ENGAGEMENT

The Company is part of the Pilgrim's UK Lamb Ltd (formerly Randall Parker Foods Limited) ("Parent Company") group of companies and is wholly owned by the Parent Company.

The Board, both individually and together, consider that they have acted in the way they consider, in good faith, would be most likely to promote the success of the Company for the benefit of its members as a whole and having regard to the stakeholders and matters set out in s172 (1) (a-f) of the Companies Act 2006 in the decisions taken during the period.

Group companies, including the Company, are managed, and controlled on a unified basis under the Parent Company Board of Directors' direction. Accordingly, the Parent Company Board has overall responsibility for determining the Group's and the Company's purpose, values, and strategy and for ensuring high governance standards. The Parent Company's primary aim is to promote the long-term sustainable success of the Parent Company, generating value for the Parent Company's shareholders and contributing to wider society. The Groups' management decisions and actions are taken having regard to the Parent Company's interests as the ultimate shareholder of the Company and the interests of common stakeholders, being the Group's employees, suppliers, customers, and creditors, in line with s172 (1) (a-f) of the Companies Act 2006, including consideration of:

- Likely consequences of decisions in the long term: this is done through a medium and long term planning process, with progress reviewed regularly and strengthened through clear reporting lines, sharing of management information and KPIs, and common members between the Parent Company Board members the Group's Senior Executives.
- Employees: The Company was a family company that has been in existence for many years. Given the close knit operational environment, the board are in regular direct contact with employees and are mindful of their requirements when taking strategic decisions.
- Stakeholders: the Group's customers and suppliers (and creditors) are fundamental to the delivery of the Group's plan, and reputation of the brand, the Group must maintain its reputation for high standards of business conduct. Products are sourced directly from manufacturers globally, with a focus on building long-term strategic relationships with our suppliers.
- Community and the environment: the Group aims to be a responsible member of our community and minimize its impact on the environment. During the period, the Group made environmental issues a particular area of focus. The Group's ensures broader strategic priorities consider sustainability of products, encouraging use of more recycled materials and low carbon production processes.

STATEMENT BY THE DIRECTORS IN PERFORMANCE OF THEIR STATUTORY DUTIES IN ACCORDANCE WITH S172 COMPANIES ACT 2006

The Board is required to act in accordance with a general set of duties detailed in section 172 of the UK Companies Act 2006. In the decisions taken during the period ended 25 December 2022, the directors have acted in a way they consider, in good faith, would most likely promote the success of the Company and its reputation for high standards of business conduct and for the benefit of its employees. Maintaining the Company's relationships with customers and suppliers is vital. The safety and integrity of our products throughout the supply cycle is of paramount importance. The board's intention is to always behave responsibly to all stakeholders and treat them equally and fairly.

Hamer International Limited

DIRECTORS' REPORT

for the 60 week period ended 25 December 2022 (continued)

GOING CONCERN

The directors have prepared a going concern assessment for the period covering 12 months from the date of signing of these financial statements. The straightforward nature and activity of the Company has continued since the balance sheet date of 25 December 2022 and is expected to do so throughout the going concern period of review. The only liability of the Company continues to be the intercompany loan payable to its parent company, Pilgrim's UK Lamb Ltd. The Company does not trade however certain administrative costs are incurred by the Company's parent but are not recharged to the Company. On this basis the Company is reliant on support from its parent and received a letter of support. Pilgrim's UK Lamb Ltd has indicated that it will continue to make funds available to the Company and in particular will not seek repayment of the amounts owed by the Company. This will enable the Company to continue in operational existence for the foreseeable future by meeting its liabilities as they fall due for payment. The letter covers a period of at least 12 months from the date of signing these financial statements. The directors have assessed the ability of the parent to provide this support and in doing so reviewed the parent's own going concern assessment. Based on this the directors have concluded that it remains appropriate for the Company's financial statements to be prepared on a going concern basis.

PRINCIPAL RISKS AND UNCERTAINTIES

As the Company is simply an investment holding company, and does not trade, the only risks and uncertainties that the Board identifies relate to those that could impact the value of its investment in Investment Property. The Board ensures that the occupier has in effect appropriate insurance policies to protect against material damage and consequential loss of profits.

POST BALANCE SHEET EVENTS

There have been no significant events subsequent to the period end that would require adjustment or disclosure in these financial statements.

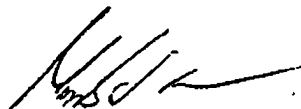
DIRECTORS' LIABILITY INSURANCE

The Company had in place suitable Directors' and Officers' liability insurance, both during the period and up to the date of signing the financial statements.

INDEPENDENT AUDITORS

Pursuant to Section 487 of the Companies Act 2006, the auditor will be deemed to be reappointed and KPMG will therefore continue in office.

Approved by the Board and signed on its behalf.



M Knudsen
Director

Seton House
Warwick Technology Park
Gallows Hill
Warwick
CV34 6DA

28 February 2024



KPMG

Audit
1 Stokes Place
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D02 DE03
Ireland

Independent Auditor's Report to the Members of Hamer International Limited

Report on the audit of the financial statements

Opinion

We have audited the financial statements of Hamer International Limited ('the Company') for the year ended 25 December 2022 set out on pages 8 to 14, which comprise the profit and loss account, balance sheet, statement of changes in equity and related notes, including the summary of significant accounting policies set out in note 1.

The financial reporting framework that has been applied in their preparation is UK Law and FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland.

In our opinion:

- the financial statements give a true and fair view of the state of the Company's affairs as at 25 December 2022 and of its result for the year then ended;
- the financial statements have been properly prepared in accordance with FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland*; and
- the financial statements 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 ethical requirements that are relevant to our audit of financial statements in the UK, including the Financial Reporting Council (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

The directors have prepared the financial statements on the going concern basis as they do not intend to liquidate the Company or to cease its operations, and as they have concluded that the Company's financial position means that this is realistic. They have also concluded that there are no material uncertainties that could have cast significant doubt over its ability to continue as a going concern for at least a year from the date of approval of the financial statements ("the going concern period").

In our evaluation of the directors' conclusions, we considered the inherent risks to the Company's business model and analysed how those risks might affect the Company's financial resources or ability to continue operations over the going concern period.

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Company's ability to continue as a going concern for a period of at least twelve months from the date when the financial statements are authorised for issue.



KPMG

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Report on the audit of the financial statements (continued)

Conclusions relating to going concern (continued)

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

However, as we cannot predict all future events or conditions and as subsequent events may result in outcomes that are inconsistent with judgements that were reasonable at the time they were made, the absence of reference to a material uncertainty in this auditor's report is not a guarantee that the Company will continue in operation.

Detecting Irregularities Including fraud

We identified the areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements and risks of material misstatement due to fraud, using our understanding of the entity's industry, regulatory environment and other external factors and inquiry with the directors. In addition, our risk assessment procedures included: inquiring with the directors as to the Company's policies and procedures regarding compliance with laws and regulations and prevention and detection of fraud; inquiring whether the directors have knowledge of any actual or suspected non-compliance with laws or regulations or alleged fraud; inspecting the Company's regulatory and legal correspondence; and reading Board minutes.

We discussed identified laws and regulations, fraud risk factors and the need to remain alert among the audit team.

The Company is subject to laws and regulations that directly affect the financial statements including companies and financial reporting legislation. We assessed the extent of compliance with these laws and regulations as part of our procedures on the related financial statement items, including assessing the financial statement disclosures and agreeing them to supporting documentation when necessary.

The company, is not subject to other laws and regulations where the consequences of non-compliance could have a material effect on amounts or disclosures in the financial statements.

Auditing standards limit the required audit procedures to identify non-compliance with these non-direct laws and regulations to inquiry of the directors and other management and inspection of regulatory and legal correspondence, if any. These limited procedures did not identify actual or suspected non-compliance.

We assessed events or conditions that could indicate an incentive or pressure to commit fraud or provide an opportunity to commit fraud. As required by auditing standards, we performed procedures to address the risk of management override of controls. On this audit we do not believe there is a fraud risk related to revenue recognition. We did not identify any additional fraud risks.

In response to risk of fraud, we also performed procedures including: identifying journal entries to test based on risk criteria and comparing the identified entries to supporting documentation; evaluating the business purpose of significant unusual transactions; assessing significant accounting estimates for bias; and assessing the disclosures in the financial statements.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations (irregularities) is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it.



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Report on the audit of the financial statements (continued)

Detecting Irregularities including fraud (continued)

In addition, as with any audit, there remains a higher risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

Other information

The directors are responsible for the other information presented in the Annual Report together with the financial statements. The other information comprises the information included in the strategic report and the directors' report. The financial statements and our auditor's report thereon do not comprise part of the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except as explicitly stated below, any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the financial statements or our audit knowledge. Based solely on that work we have not identified material misstatements in the other information.

Opinions on other matters prescribed by the Companies Act 2006

Based solely on our work on the other information undertaken during the course of the audit:

- we have not identified material misstatements in the directors' report or the strategic report;
- in our opinion, the information given in the directors' report and the strategic report is consistent with the financial statements;
- in our opinion, the directors' report and the strategic report have been prepared in accordance with the Companies Act 2006.

Matters on which we are required to report by exception

Under the Companies Act 2006 we are required 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.

We have nothing to report in these respects.

Respective responsibilities and restrictions on use

Responsibilities of directors for the financial statements

As explained more fully in the directors' responsibilities statement set out on page 1, the directors are responsible for: the preparation of the financial statements including being satisfied that they give a true and fair view; such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; 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 they either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.



KPMG

Audit
1 Stokes Place
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Respective responsibilities and restrictions on use (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, other irregularities or error, and to issue an opinion in an auditor's report. 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, other irregularities 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 fuller description of our responsibilities is provided on the FRC's website at www.frc.org.uk/auditorsresponsibilities.

The purpose of our audit work and to whom we owe our responsibilities

Our 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.

Maurice McCann (Senior Statutory Auditor)
for and on behalf of
KPMG Statutory Auditor
1 Stokes Place,
St Stephen's Green
Dublin 2,
Ireland

29 February 2024

Hamer International Limited

PROFIT AND LOSS ACCOUNT

for the 60 week period ended 25 December 2022

	Note	60 week period to 25 December 2022 £'000	57 week period to 31 October 2021 £'000
TURNOVER		-	-
Cost of sales		-	-
		<u>-</u>	<u>-</u>
GROSS RESULT		-	-
Administrative expenses		-	-
		<u>-</u>	<u>-</u>
RESULT BEFORE TAXATION	3	-	-
Tax on result		-	-
		<u>-</u>	<u>-</u>
RESULT FOR THE FINANCIAL PERIOD		<u>-</u>	<u>-</u>

All results derive from continuing operations.

The Company has no recognised gains or losses.

There is no other comprehensive income for the Company and therefore a separate statement of comprehensive income has not been presented.

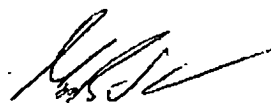
The accounting policies and notes on pages 11 to 14 form an integral part of these financial statements.

Hamer International Limited

BALANCE SHEET as at 25 December 2022

	Note	25 December 2022 £'000	31 October 2021 £'000
FIXED ASSETS			
Investment property	4	1,300	1,300
		<u>1,300</u>	<u>1,300</u>
CREDITORS: amounts falling due within one year	5	(876)	(876)
		<u>(876)</u>	<u>(876)</u>
NET CURRENT LIABILITIES		(876)	(876)
		<u>(876)</u>	<u>(876)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		424	424
		<u>424</u>	<u>424</u>
NET ASSETS		424	424
		<u>424</u>	<u>424</u>
CAPITAL AND RESERVES			
Called up share capital	6	1	1
Share premium account		500	500
Profit and loss		(77)	(77)
		<u>424</u>	<u>424</u>
TOTAL SHAREHOLDERS' FUNDS		424	424
		<u>424</u>	<u>424</u>

The financial statements on pages 8 to 14 were approved by the board of directors on 28 February 2024 and were signed on its behalf by:



M Knudsen
Director

Hamer International Limited

Registered No: 02500300

Hamer International Limited

STATEMENT OF CHANGES IN EQUITY for the 60 week period ended 25 December 2022

	Called up share capital £'000	Share premium account £'000	Profit and loss £'000	Total Shareholders' funds £'000
Balance as at 30 September 2020	1	500	(77)	424
Result for the financial period	-	-	-	-
Total comprehensive result for the period	-	-	-	-
Balance as at 31 October 2021	1	500	(77)	424
Result for the financial period	-	-	-	-
Total comprehensive result for the period	-	-	-	-
Balance as at 25 December 2022	1	500	(77)	424

The notes on pages 11 to 14 form an integral part of these financial statements.

Hamer International Limited

NOTES TO THE FINANCIAL STATEMENTS for the 60 week period ended 25 December 2022

I. PRINCIPAL ACCOUNTING POLICIES

General information

Hamer International Limited is a private company limited by shares which is incorporated, domiciled and registered in England in the United Kingdom. The address of its registered office is Seton House, Warwick Technology Park, Gallows Hill, Warwick, England, CV34 6DA and its registered number is 02500300.

The principal activity of the Company during the period was property holding.

Statement of compliance

These financial statements were prepared in accordance with Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* ("FRS 102"). The presentation currency of these financial statements is sterling. All amounts in the financial statements have been rounded to the nearest £1,000.

Measurement convention

The financial statements are prepared on the historical cost basis except that the following assets and liabilities are stated at their fair value: investment property is measured in accordance with the revaluation model.

Summary of significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated.

Basis of preparation

Per section 390 of the Companies Act 2006, the directors are required to draw up financial statement within seven days of the Company's accounting reference date. The Company's accounting reference date is 31 December (2021 : 31 October). Consistent with the normal monthly reporting process, the actual date to which the financial statements have been drawn up to is the nearest Saturday to the reference date being 25 December 2022 and the 60 week period then ended, as referred to throughout these financial statements. In the prior year the financial statements were drawn up to 31 October 2021 and the 57 week period then ended.

Going concern

The directors have prepared a going concern assessment for the period covering 12 months from the date of signing of these financial statements. The straightforward nature and activity of the Company has continued since the balance sheet date of 25 December 2022 and is expected to do so throughout the going concern period of review. The only liability of the Company continues to be the intercompany loan payable to its parent company, Pilgrim's UK Lamb Ltd. The Company does not trade however certain administrative costs are incurred by the Company's parent but are not recharged to the Company. On this basis the Company is reliant on support from its parent and received a letter of support. Pilgrim's UK Lamb Ltd has indicated that it will continue to make funds available to the Company and in particular will not seek repayment of the amounts owed by the Company. This will enable the Company to continue in operational existence for the foreseeable future by meeting its liabilities as they fall due for payment. The letter covers a period of at least 12 months from the date of signing these financial statements. The directors have assessed the ability of the parent to provide this support and in doing so reviewed the parent's own going concern assessment. Based on this the directors have concluded that it remains appropriate for the Company's financial statements to be prepared on a going concern basis.

Hamer International Limited

NOTES TO THE FINANCIAL STATEMENTS for the period ended 25 December 2022 (continued)

1. PRINCIPAL ACCOUNTING POLICIES (continued)

Exemptions for qualifying entities under FRS 102

The Company's parent undertaking, Pilgrims' UK Lamb Ltd includes the Company in its consolidated financial statements. The consolidated financial statements of Pilgrims' UK Lamb Ltd are prepared in accordance with FRS102 and are available to the public and may be obtained from Seton House, Warwick Technology Park, Gallows Hill, Warwick, CV34 6DA. In these financial statements, the Company is considered to be a qualifying entity (for the purposes of this FRS) and has applied the exemptions available under FRS 102 in respect of the following disclosures:

- Cash Flow Statement and related notes; and
- Key Management Personnel compensation.

As the consolidated financial statements of parent undertaking include the disclosures equivalent to those required by FRS 102, the Company has also taken the exemptions available in respect of the following disclosures:

- Certain disclosures required by FRS 102.26 *Share-based Payments*; and,
- Certain disclosures required by FRS 102.11 *Basic Financial Instruments* and FRS 102.12 *Other Financial Instrument Issues* in respect of financial instruments not falling within the fair value accounting rules of Paragraph 36(4) of Schedule 1.

Investment property

Properties rented to another group entity

Investment properties rented to another group entity are remeasured to fair value at the reporting date, with any gains or losses arising being recognised in the profit or loss in the period they arise.

Called up share capital and share premium

Ordinary shares are recognised as equity. The share premium account represents the consideration received on the issue of shares in the Company in excess of the nominal value of shares and is recognised as equity.

Retained earnings

The Company's profit and loss account represents cumulative profits and losses and distributions of the Company.

Basic financial instruments

Trade and other debtors / creditors

Trade and other debtors are recognised initially at transaction price plus attributable transaction costs. Trade and other creditors are recognised initially at transaction price less attributable transaction costs. Subsequent to initial recognition they are measured at amortised cost using the effective interest method, less any impairment losses in the case of trade debtors. If the arrangement constitutes a financing transaction, for example if payment is deferred beyond normal business terms, then it is measured at the present value of future payments discounted at a market rate of interest for a similar debt instrument.

Classification of financial instruments issued by the Company

In accordance with FRS 102.22, financial instruments issued by the Company are treated as equity only to the extent that they meet the following two conditions:

- they include no contractual obligations upon the Company to deliver cash or other financial assets or to exchange financial assets or financial liabilities with another party under conditions that are potentially unfavourable to the Company; and
- where the instrument will or may be settled in the Company's own equity instruments, it is either a non-derivative that includes no obligation to deliver a variable number of the Company's own equity instruments or is a derivative that will be settled by the Company's exchanging a fixed amount of cash or other financial assets for a fixed number of its own equity instruments.

To the extent that this definition is not met, the proceeds of issue are classified as a financial liability. Where the instrument so classified takes the legal form of the Company's own shares, the amounts presented in these financial statements for called up share capital and share premium account exclude amounts in relation to those shares.

Hamer International Limited

NOTES TO THE FINANCIAL STATEMENTS for the period ended 25 December 2022 (continued)

1. PRINCIPAL ACCOUNTING POLICIES (continued)

Critical accounting judgements and key source of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the application of the accounting policies and the reported amounts of assets and liabilities, revenue and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are continually evaluated and are based on historical experience and other factors, including expectations of future events that are reasonable under the circumstances. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are addressed below.

i) The value of the Investment Property

The Company assesses the open market value of the Investment Property every 3 years by obtaining a professional valuation. Any substantial increases or decreases in the open market value are factored into the Company's accounts. The Company ensures that the occupier of the Investment Property keeps the property in good and serviceable repair.

2. DIRECTORS' REMUNERATION

All of the directors are also directors of the immediate parent company and any remuneration in respect of their services to the group, including Hamer International Limited, is paid by and disclosed in the financial statements of Pilgrim's Pride Ltd.

3. RESULT BEFORE TAXATION

The auditors' remuneration is borne by the parent company. No recharge was made to the Company in the current or prior period.

4. INVESTMENT PROPERTY

	25 December 2022 £'000	31 October 2021 £'000
At the beginning of the period	1,300	1,300
At the end of the period	1,300	1,300

The freehold investment property was valued on 30 September 2020. This valuation was performed by Stuart Hogg Property Consultants, an external independent valuer with a recognised and relevant professional qualification in the location and class of the investment property being valued. The valuation was performed on the basis of open market value in accordance with the Royal Institute of Chartered Surveyors (RICS).

The critical assumptions made relating to the valuation are as set out below:

- The property is held on good and unencumbered title, free from onerous covenants, easements, restrictions or other encumbrances or outgoing; and
- The information provided by the Authorities is correct and complete and that a local search would not reveal any matters that would have an adverse effect upon the value of the property, nor liability to the company in respect of land contamination.

The historical cost of the investment property held at fair value is £1,713,000 (2021: £1,713,000).

Hamer International Limited

NOTES TO THE FINANCIAL STATEMENTS for the period ended 25 December 2022 (continued)

	25 December 2022 £'000	31 October 2021 £'000
5. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR		
Amounts owed to group undertakings	876	876

The amount shown above as owed to group undertakings is unsecured, interest free and repayable on demand.

	25 December 2022 £	31 October 2021 £
6. CALLED UP SHARE CAPITAL		
Allotted and fully paid 1,493 (2021: 1,493) ordinary shares of £1 each	1,493	1,493

The holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at meetings of the Company.

7. RELATED PARTY TRANSACTIONS

The Company is exempt from disclosing related party transactions with entities that are part of the Pilgrim's UK Lamb Ltd group.

8. ULTIMATE PARENT COMPANY AND PARENT COMPANY OF LARGER GROUP

The Company is a subsidiary undertaking of Pilgrim's UK Lamb Ltd a company incorporated and registered in England. The ultimate controlling party is JBS S.A., a company incorporated in Brazil.

The largest group in which the results of the Company are consolidated is that headed by JBS S.A., whose registered office address is Avenida Marginal Direita do Tietê, 500, Vila Jaguara, São Paulo, Brazil. The smallest group in which they are consolidated is that headed by Pilgrim's UK Lamb Ltd, whose registered office address is Seton House, Warwick Technology Park, Gallows Hill, Warwick, England, CV34 6DA. No other group financial statements include the results of the Company. The consolidated financial statements of these groups are available to the public and may be obtained from Companies House – Pilgrim's UK Lamb Ltd - <https://find-and-update.company-information.service.gov.uk/company/01010230> ; JBS S.A. - <https://sec.report/CIK/0001450123>

9. POST BALANCE SHEET EVENTS

There have been no significant events subsequent to the period end that would require adjustment or disclosure in these financial statements.