A & J Estates Limited Filleted Unaudited Abridged Financial Statements 30 June 2019

ROBERT WARD

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Abridged Statement of Financial Position

30 June 2019

Note £ £ £ Fixed assets	
Fivad accate	EGO
Tangible assets 5 1,759,819 1,703,5	,562
Debtors 26,992 9,4 Investments 6 105 Cash at bank and in hand 4	,459 ,417 105 <u>4</u> ,985
Creditors: amounts falling due within one year 373,921 405,9	990
Net current liabilities 302,351 351,0	005
Total assets less current liabilities 1,457,468 1,352,5	557
Creditors: amounts falling due after more than	
one year 7 60,079 23,6	651
Net assets 1,397,389 1,328,9	906
Capital and reserves Called up share capital Profit and loss account 1,397,388 1,328,9	1 905
Shareholders funds 1,397,389 1,328,9	906

These abridged financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the abridged statement of income and retained earnings has not been delivered.

For the year ending 30 June 2019 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its abridged financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of abridged financial statements.

All of the members have consented to the preparation of the abridged statement of income and retained earnings and the abridged statement of financial position for the year ending 30 June 2019 in accordance with Section 444(2A) of the Companies Act 2006.

The abridged statement of financial position continues on the following page.

The notes on pages 3 to 6 form part of these abridged financial statements.

Abridged Statement of Financial Position (continued)

30 June 2019

Mr A W C Gradidge

Director

Company registration number: 03690263

Notes to the Abridged Financial Statements

Year ended 30 June 2019

1. General information

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is Hawstead Farm, Ladwell, Hursley, Winchester, Hampshire, SO21 2LE.

2. Statement of compliance

These abridged financial statements have been prepared in compliance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis.

Biological assets

Biological assets are measured under the cost model at each reporting date less costs to sell. Agricultural produce harvested from these biological assets is measured at the point of harvest less costs to sell.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Revenue recognition

Turnover is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, net of discounts and Value Added Tax.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership have transferred to the buyer (usually on despatch of the goods); the amount of revenue can be measured reliably; it is probable that the associated economic benefits will flow to the entity; and the costs incurred or to be incurred in respect of the transactions can be measured reliably.

Taxation

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Operating leases

Lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

Notes to the Abridged Financial Statements (continued)

Year ended 30 June 2019

3. Accounting policies (continued)

Operating leases (continued)

Lease income is recognised in profit or loss on a straight line basis over the lease term. The aggregate cost of lease incentives are recognised as a reduction to income over the lease term on a straight-line basis. Costs, including depreciation, incurred in earning the lease income are recognised as an expense. Any initial direct costs incurred in negotiating and arranging the operating lease are added to the carrying amount of the lease and recognised as an expense over the lease term on the same basis as the lease income.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses.

Depreciation

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

Plant & Machinery

10% straight line

The accounting policy over freehold land and buildings is not in accordance with the provisions of the Companies Act 2006, that fixed assets with a finite life be depreciated. This is because any charge would be immaterial due to the high residual values of these assets. A depreciation provision is not required on the beef herd as the difference between cost and estimated residual value is insignificant.

Assets are reviewed annually for any impairment and provisions are made where necessary.

The carrying values of tangible fixed assets are reviewed for impairment in periods if events or changes in circumstances indicate the carrying value may not be recoverable.

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

Finance leases and hire purchase contracts

Assets held under finance leases are recognised in the statement of financial position as assets and liabilities at the lower of the fair value of the assets and the present value of the minimum lease payments, which is determined at the inception of the lease term. Any initial direct costs of the lease are added to the amount recognised as an asset.

Notes to the Abridged Financial Statements (continued)

Year ended 30 June 2019

3. Accounting policies (continued)

Financial instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument. Basic financial instruments are initially recognised at the transaction price, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument. Debt instruments are subsequently measured at amortised cost. Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised in profit or loss immediately.

4. Employee numbers

The average number of persons employed by the company during the year amounted to 4 (2018: 4).

5. Tangible assets

			£
	Cost At 1 July 2018 Additions		1,750,537 76,441
	Disposals		(19,827)
	At 30 June 2019		1,807,151
	Depreciation At 1 July 2018 Charge for the year Disposals		46,975 3,207 (2,850)
	At 30 June 2019	·	47,332
	Carrying amount At 30 June 2019		1,759,819
	At 30 June 2018		1,703,562
6.	Investments		
		2019 £	2018 £
	Other investments	105	105

Notes to the Abridged Financial Statements (continued)

Year ended 30 June 2019

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

A first legal charge is held by Lloyds Bank over the freehold property at Land known as Hook Meadow, Hawstead Farm, Ladwell, Winchester, Hampshire, with an acreage of 11. Mr A W C Gradidge has given a personal guarantee for £150,000 in respect of Lloyds Bank plc. The aggregate amount of the bank loan outstanding at 30 June 2019 is £23,154 (2018 £28,726).

The loan from Lloyds Bank has a term of 10 years, and is repayable by monthly instalments. The interest chargeable on the bank loan is 2.75% per annum above the Lloyds Bank Base rate.

8. Other financial commitments

Total financial commitments, guarantees and contingencies which are not included in the balance sheet amount to £Nil (2018 £6,928).

9. Directors' advances, credits and guarantees

The directors did not receive any advances, credits and guarantees from the company during the year ended 30 June 2019.

10. Related party transactions

During the year the company received rent of £Nil (2018 £8,000) from Mr A W C Gradidge. All transactions were on an arms length basis.

11. Ultimate controlling party

The company is under the control of DG 206 Limited, the immediate and ultimate holding company.