

REGISTERED NUMBER: 06027544 (England and Wales)

A & L Morgan Ltd
Unaudited Financial Statements
for the Year Ended 31 March 2019

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for the Year Ended 31 March 2019**

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DIRECTORS:

LB Morgan
JB Morgan
Mrs DM Morgan

SECRETARY:

LB Morgan

REGISTERED OFFICE:

Landynod Farm
Winslow
Bromyard
Herefordshire
HR7 4LS

REGISTERED NUMBER:

06027544 (England and Wales)

ACCOUNTANTS:

The Hutchinson Partnership Limited
trading as The Hutchinson Partnership
Chartered Accountants
The Bull Pen
Amberley Court
Sutton St Nicholas
Hereford
Herefordshire
HR1 3BX

**Chartered Accountants' Report to the Board of Directors
on the Unaudited Financial Statements of
A & L Morgan Ltd**

The following reproduces the text of the report prepared for the directors in respect of the company's annual unaudited financial statements. In accordance with the Companies Act 2006, the company is only required to file a Balance Sheet. Readers are cautioned that the Statement of Income and Retained Earnings and certain other primary statements and the Report of the Directors are not required to be filed with the Registrar of Companies.

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of A & L Morgan Ltd for the year ended 31 March 2019 which comprise the Statement of Income and Retained Earnings, Balance Sheet and the related notes 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 within the ICAEW's regulations and guidance at <http://www.icaew.com/en/membership/regulations-standards-and-guidance>.

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

It is your duty to ensure that A & L Morgan Ltd has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of A & L Morgan Ltd. You consider that A & L Morgan Ltd 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 financial statements of A & L Morgan Ltd. 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 financial statements.

The Hutchinson Partnership Limited
trading as The Hutchinson Partnership
Chartered Accountants
The Bull Pen
Amberley Court
Sutton St Nicholas
Hereford
Herefordshire
HR1 3BX

19 December 2019

Balance Sheet
31 March 2019

		2019	2018
	Notes	£	£
FIXED ASSETS			
Tangible assets	4	432,743	425,408
Investments	5	<u>1,201,269</u>	<u>105</u>
		1,634,012	425,513
CURRENT ASSETS			
Stocks	6	974,456	870,085
Debtors	7	246,260	244,458
Cash at bank		<u>83,354</u>	<u>130,758</u>
		1,304,070	1,245,301
CREDITORS			
Amounts falling due within one year	8	<u>262,150</u>	<u>246,147</u>
NET CURRENT ASSETS		<u>1,041,920</u>	<u>999,154</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		2,675,932	1,424,667
CREDITORS			
Amounts falling due after more than one year	9	(1,050,796)	-
PROVISIONS FOR LIABILITIES	11	<u>(68,394)</u>	<u>(65,604)</u>
NET ASSETS		<u>1,556,742</u>	<u>1,359,063</u>
CAPITAL AND RESERVES			
Allotted, issued and fully paid up share capital		100	100
Retained earnings		<u>1,556,642</u>	<u>1,358,963</u>
SHAREHOLDERS' FUNDS		<u>1,556,742</u>	<u>1,359,063</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2019.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2019 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

Balance Sheet - continued
31 March 2019

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

In accordance with Section 444 of the Companies Act 2006, the Statement of Income and Retained Earnings has not been delivered.

The financial statements were approved for issue by the Board of Directors on 18 December 2019 and were signed on its behalf by:

LB Morgan - Director

**Notes to the Financial Statements
for the Year Ended 31 March 2019**

1. STATUTORY INFORMATION

A & L Morgan Ltd is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The directors have considered the financial requirements of the company and consider that it will be able to operate within its agreed finance facilities for the next 12 months. The directors therefore consider it appropriate to prepare accounts on the going concern basis.

Preparation of consolidated financial statements

The financial statements contain information about A & L Morgan Ltd as an individual company and do not contain consolidated financial information as the parent of a group. The company is exempt under Section 399(2A) of the Companies Act 2006 from the requirements to prepare consolidated financial statements.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Improvements to property	- 4% on cost
Plant and machinery	- 20% on reducing balance and 15% on reducing balance
Fixtures and fittings	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 33% on cost, 33% on reducing balance and 15% on reducing balance

Investments in subsidiaries

Investments in subsidiary undertakings are recognised at cost.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

The company has the following biological assets within stock which are valued as disclosed:

Livestock - valued at their estimated cost with reference to current market values

Crops in store - valued at their estimated cost with reference to current market values

Growing crop - valued at the cost of inputs and cultivations up to the period end

Notes to the Financial Statements - continued
for the Year Ended 31 March 2019

2. ACCOUNTING POLICIES - continued

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Statement of Income and Retained Earnings, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

3. EMPLOYEES

The average number of employees during the year was 2 (2018 - 3) .

4. TANGIBLE FIXED ASSETS

	Improvements to property £	Plant and machinery £	Fixtures and fittings £
COST			
At 1 April 2018	123,667	575,262	46,013
Additions	-	95,970	-
Disposals	-	(22,474)	-
At 31 March 2019	<u>123,667</u>	<u>648,758</u>	<u>46,013</u>
DEPRECIATION			
At 1 April 2018	19,518	278,741	32,363
Charge for year	4,711	65,328	2,048
Eliminated on disposal	-	(8,672)	-
At 31 March 2019	<u>24,229</u>	<u>335,397</u>	<u>34,411</u>
NET BOOK VALUE			
At 31 March 2019	<u>99,438</u>	<u>313,361</u>	<u>11,602</u>
At 31 March 2018	<u>104,149</u>	<u>296,521</u>	<u>13,650</u>

Notes to the Financial Statements - continued
for the Year Ended 31 March 2019

4. TANGIBLE FIXED ASSETS - continued

	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 April 2018	47,343	4,580	796,865
Additions	-	-	95,970
Disposals	-	-	(22,474)
At 31 March 2019	<u>47,343</u>	<u>4,580</u>	<u>870,361</u>
DEPRECIATION			
At 1 April 2018	37,046	3,789	371,457
Charge for year	2,574	172	74,833
Eliminated on disposal	-	-	(8,672)
At 31 March 2019	<u>39,620</u>	<u>3,961</u>	<u>437,618</u>
NET BOOK VALUE			
At 31 March 2019	<u>7,723</u>	<u>619</u>	<u>432,743</u>
At 31 March 2018	<u>10,297</u>	<u>791</u>	<u>425,408</u>

5. FIXED ASSET INVESTMENTS

	Shares in group undertakings £	Other investments £	Totals £
COST			
At 1 April 2018	-	105	105
Additions	<u>1,201,164</u>	-	<u>1,201,164</u>
At 31 March 2019	<u>1,201,164</u>	<u>105</u>	<u>1,201,269</u>
NET BOOK VALUE			
At 31 March 2019	<u>1,201,164</u>	<u>105</u>	<u>1,201,269</u>
At 31 March 2018	<u>-</u>	<u>105</u>	<u>105</u>

During the year the company purchased the entire share capital of Orchid (Malvern) Limited for £1,201,164.

6. STOCKS

	2019 £	2018 £
Stores valuation	48,804	42,085
Raw materials valuation	1,552	3,000
Livestock valuation	<u>924,100</u>	<u>825,000</u>
	<u>974,456</u>	<u>870,085</u>

Notes to the Financial Statements - continued
for the Year Ended 31 March 20197. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2019	2018
	£	£
Trade debtors	214,919	75,595
L & D Morgan	-	77,018
VAT	17,359	24,022
Prepayments and accrued income	13,982	67,823
	<u>246,260</u>	<u>244,458</u>

8. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2019	2018
	£	£
Bank loans and overdrafts	32,641	-
Trade creditors	78,220	159,247
Amounts owed to group undertakings	26,042	-
Corporation tax payable	55,240	61,177
Other creditors	31,697	1,444
Directors' current accounts	34,810	20,879
Accruals and deferred income	3,500	3,400
	<u>262,150</u>	<u>246,147</u>

Balances due to directors are repayable on demand and are interest free.

9. **CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	2019	2018
	£	£
Bank loans 1-2 years	33,173	-
Bank loans 2-5 years	102,864	-
Bank loans > 5 years	914,759	-
	<u>1,050,796</u>	<u>-</u>

Amounts falling due in more than five years:

Repayable by instalments		
Bank loans > 5 years	<u>914,759</u>	<u>-</u>

10. **SECURED DEBTS**

The following secured debts are included within creditors:

	2019	2018
	£	£
Bank loans	<u>1,083,437</u>	<u>-</u>

The bank loan is secured by a fixed and floating charge over freehold property held in Orchid (Malvern) Limited, a wholly owned subsidiary of A & L Morgan Ltd.

Notes to the Financial Statements - continued
for the Year Ended 31 March 2019

11. PROVISIONS FOR LIABILITIES

	2019 £	2018 £
Deferred tax		
Accelerated Capital Allowances	<u>68,394</u>	<u>65,604</u>
		Deferred tax
		£
Balance at 1 April 2018		65,604
Provided during year		<u>2,790</u>
Balance at 31 March 2019		<u>68,394</u>

12. FINANCIAL COMMITMENTS

Total financial commitments which are not included in the balance sheet amount to £66,660 (2018 - £13,817).
The financial commitments are due over the next 30 months and relate to land and property rent.

13. RELATED PARTY DISCLOSURES

During the year £125,000 (2018 £100,000) was advanced to a partnership of which two of the directors are partners. This amount was repaid to the company shortly after the year end. No interest was charged on this balance.

During the year the company purchased feed amounting to £72,020 (2018 £nil) from a company in which it owns 100% of the issued share capital.

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.