

A & G Hardwick Limited
Annual Report and Unaudited Financial Statements
Year Ended 31 March 2020

Registration number: 06156899

A & G Hardwick Limited

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A & G Hardwick Limited

Company Information

Directors	Mr A R L Hardwick Mrs G I Hardwick
Registered office	Blackbrook Gate 1 Blackbrook Business Park Taunton Somerset TA1 2PX
Accountants	Francis Clark LLP Blackbrook Gate 1 Blackbrook Business Park Taunton Somerset TA1 2PX

A & G Hardwick Limited

Balance Sheet

31 March 2020

	Note	2020 £	(As restated) 2019 £
Fixed assets			
Intangible assets	<u>4</u>	-	4,812
Tangible assets	<u>5</u>	1,457,713	1,327,682
		<u>1,457,713</u>	<u>1,332,494</u>
Current assets			
Stocks	<u>6</u>	190,397	122,430
Debtors	<u>7</u>	244,066	219,837
Cash at bank and in hand		190,227	120,013
		624,690	462,280
Creditors: Amounts falling due within one year	<u>8</u>	(1,057,522)	(940,013)
Net current liabilities		(432,832)	(477,733)
Total assets less current liabilities		1,024,881	854,761
Creditors: Amounts falling due after more than one year	<u>8</u>	(365,671)	(326,860)
Provisions for liabilities		(138,347)	(111,223)
Net assets		<u>520,863</u>	<u>416,678</u>
Capital and reserves			
Called up share capital		100	100
Profit and loss account		520,763	416,578
Total equity		<u>520,863</u>	<u>416,678</u>

A & G Hardwick Limited

Balance Sheet

31 March 2020

For the financial year ending 31 March 2020 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 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 and delivered in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 31 March 2021 and signed on its behalf by:

.....
Mr A R L Hardwick
Director

.....
Mrs G I Hardwick
Director

Company Registration Number: 06156899

A & G Hardwick Limited

Notes to the Financial Statements

Year Ended 31 March 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:

Blackbrook Gate 1
Blackbrook Business Park
Taunton
Somerset
TA1 2PX
uk

These financial statements were authorised for issue by the Board on 31 March 2021.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

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 years presented, unless otherwise stated.

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 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.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of value added tax, returns, rebates and discounts and after eliminating sales within the company.

The company recognises revenue when:

The amount of revenue can be reliably measured;
it is probable that future economic benefits will flow to the entity;
and specific criteria have been met for each of the company's activities.

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 corporation 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.

A & G Hardwick Limited

Notes to the Financial Statements

Year Ended 31 March 2020

Deferred tax is recognised on all timing differences at the balance sheet date unless indicated below. Timing differences are differences between taxable profits and the results as stated in the profit and loss account and other comprehensive income. Deferred 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 balance sheet at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation. Included within tangible fixed assets in the accounts are biological assets.

Biological assets are recognised only when three recognition criteria have been fulfilled:

- the entity has control over the asset as a result of past events
- it is probable that future economic benefits associated with the asset will flow to the entity; and
- the fair value or cost of the asset can be measured reliably.

The company measures biological assets at cost less accumulated depreciation and accumulated impairment losses.

In respect of agricultural produce harvested from a biological asset, this is measured at the point of harvest at either,

- lower of cost and estimated selling price less costs to complete and sell; or
- fair value less costs to sell with any gain or loss arising on initial recognition of agricultural produce at fair value less costs to sell being included in profit and loss.

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
Buildings	Nil/50 years straight line
Plant and machinery	15% reducing balance
Motor vehicles	25% reducing balance
Dairy herd	20% straight line

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Entitlements	5 years straight line

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Notes to the Financial Statements

Year Ended 31 March 2020

Investments

Investments in equity shares which are publicly traded or where the fair value can be measured reliably are initially measured at fair value, with changes in fair value recognised in profit or loss. Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment. Interest income on debt securities, where applicable, is recognised in income using the effective interest method. Dividends on equity securities are recognised in income when receivable.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

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.

Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

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Notes to the Financial Statements

Year Ended 31 March 2020

Financial instruments

Classification

The company holds the following financial instruments:

- Short term trade and other debtors and creditors;
- Bank loans; and
- Cash and bank balances.

All financial instruments are classified as basic.

Recognition and measurement

The company has chosen to apply the recognition and measurement principles in FRS102.

Financial instruments are recognised when the company becomes party to the contractual provisions of the instrument and derecognised when in the case of assets, the contractual rights to cash flows from the assets expire or substantially all the risks and rewards of ownership are transferred to another party, or in the case of liabilities, when the company's obligations are discharged, expire or are cancelled.

Except for bank loans, such instruments are initially measured at transaction price, including transaction costs, and are subsequently carried at the undiscounted amount of the cash or other consideration expected to be paid or received, after taking account of impairment adjustments.

Bank loans are initially measured at transaction price, including transaction costs, and are subsequently carried at amortised cost using the effective interest method.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 5 (2019 - 6).

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Notes to the Financial Statements

Year Ended 31 March 2020

4 Intangible assets

	BPS Entitlements £	Total £
Cost or valuation		
At 1 April 2019	24,052	24,052
At 31 March 2020	24,052	24,052
Amortisation		
At 1 April 2019	19,240	19,240
Amortisation charge	4,812	4,812
At 31 March 2020	24,052	24,052
Carrying amount		
At 31 March 2020	-	-
At 31 March 2019	4,812	4,812

The aggregate amount of research and development expenditure recognised as an expense during the period is £Nil (2019 - £Nil).

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Notes to the Financial Statements

Year Ended 31 March 2020

5 Tangible assets

	Land and buildings £	Plant and machinery £	Motor vehicles £	Dairy herd £	Total £
Cost or valuation					
At 1 April 2019	506,185	928,763	259,850	262,700	1,957,498
Additions	-	173,289	132,100	130,500	435,889
Disposals	-	(81,720)	(46,200)	(151,309)	(279,229)
At 31 March 2020	506,185	1,020,332	345,750	241,891	2,114,158
Depreciation					
At 1 April 2019	2,114	473,671	129,571	24,460	629,816
Charge for the year	1,056	69,964	29,920	9,218	110,158
Eliminated on disposal	-	(29,580)	(35,605)	(18,344)	(83,529)
At 31 March 2020	3,170	514,055	123,886	15,334	656,445
Carrying amount					
At 31 March 2020	503,015	506,277	221,864	226,557	1,457,713
At 31 March 2019	504,071	455,092	130,279	238,240	1,327,682

Included within the net book value of land and buildings above is £503,015 (2019 - £504,071) in respect of freehold land and buildings.

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Notes to the Financial Statements

Year Ended 31 March 2020

6 Stocks

	2020 £	2019 £
Other inventories	190,397	122,430

7 Debtors

	2020 £	2019 £
Trade debtors	155,999	146,866
Other debtors	61,241	48,324
Prepayments	26,826	24,647
	244,066	219,837

8 Creditors

Creditors: amounts falling due within one year

	Note	2020 £	(As restated) 2019 £
Due within one year			
Loans and borrowings	9	665,619	551,901
Trade creditors		195,849	164,551
Corporation tax		5,437	22,160
Social security and other taxes		1,949	2,842
Other creditors		178,242	184,050
Accrued expenses		10,426	9,699
Deferred income		-	4,810
		1,057,522	940,013

Creditors: amounts falling due after more than one year

	Note	2020 £	2019 £
Due after one year			
Loans and borrowings	9	365,671	326,860

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Notes to the Financial Statements

Year Ended 31 March 2020

9 Loans and borrowings

	2020 £	2019 £
Current loans and borrowings		
Bank borrowings	21,767	21,081
Bank overdrafts	496,276	426,867
Finance lease liabilities	147,576	103,953
	<u>665,619</u>	<u>551,901</u>
	2020 £	2019 £
Loans and borrowings due after one year		
Bank borrowings	164,373	186,806
Finance lease liabilities	201,298	140,054
	<u>365,671</u>	<u>326,860</u>

Included in the loans and borrowings are the following amounts due after more than five years:

Borrowings due after five years

£85,945 (2019 - £110,544)

10 Share capital

Allotted, called up and fully paid shares

	No.	2020 £	No.	2019 £
Ordinary shares of £1 each	100	100	100	100

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Notes to the Financial Statements

Year Ended 31 March 2020

11 Non adjusting events after the financial period

A Coronavirus bounce back loan of £50,000 was secured from the company's bankers after the year end. The directors are satisfied, having given due consideration to Financial Reporting Council guidance, that the global pandemic Covid-19 is not an adjusting post-balance sheet for the 31 March 2020 financial statements.

12 Prior year adjustment

The financial statements have been restated to move pension contributions of £120,000 (£60,000 2019 & £60,000 2018) from the Director's loan accounts to the profit and loss account. This has reduced retained earnings by £120,000.

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.