

Registration number 6691927

# Keelham Farm Shop Limited

Directors' Report and Financial Statements

for the Year Ended 31 January 2013

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**Keelham Farm Shop Limited**  
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**Keelham Farm Shop Limited**  
**Company Information**

<b>Directors</b>	V J Robertshaw J A Robertshaw
<b>Company secretary</b>	V J Robertshaw
<b>Registered office</b>	Keelham Hall Farm Thornton Bradford West Yorkshire BD13 3SS
<b>Solicitors</b>	Baxter Caulfield 13 Station Street Huddersfield West Yorkshire HD1 1LY
<b>Bankers</b>	NatWest plc 7 Hustlergate Bradford West Yorkshire BD1 1PP
<b>Auditors</b>	Watson Buckle LLP Statutory Auditor & Chartered Accountants York House Cottingley Business Park Bradford West Yorkshire BD16 1PE

**Keelham Farm Shop Limited**  
**Directors' Report for the Year Ended 31 January 2013**

The directors present their report and the financial statements for the year ended 31 January 2013

**Directors of the company**

The directors who held office during the year were as follows

V J Robertshaw

J A Robertshaw

**Principal activity**

The principal activity of the company is the operation of a retail store selling predominantly food and beverages

**Business review**

***Fair review of the business***

The company changed its name on 28 June 2012 from Keelham Hall Farm Shop Limited as part of its re-branding project

The company continued to experience strong growth with an increase in like for like sales of 14.5%. There was a small decrease of 1.4% in operating margin predominantly due to increased depreciation charges following the refresh of the retail store

The company has successfully differentiated itself from competitors in the local grocery market providing fresh locally sourced produce at affordable prices and has been recognised both nationally and regionally for this. The company continues to invest in securing the future of the business and improving the shopping experience for its loyal and increasing customers

***Principal risks and uncertainties***

The grocery market is a challenging sector for operators who do not differentiate their proposition and just compete on price. Keelham Farm Shop does not operate with this business model and the directors believe that Keelham with its fresh local proposition and unique shopping experience will continue to attract new customers and retain its existing ones

The company has borrowings from the bank and is exposed to interest rate risk which it manages through a mixture of variable and fixed interest rate arrangements

**Future developments**

The company has successfully obtained planning permission for a new site at Skipton and will open a second farm shop. The proposed farm shop will include a butchers, bakery, delicatessen and areas for cookery demonstrations, alongside a free outdoor animal croft, cafe and warehouse facilities. The design of the new farm shop includes many eco-friendly elements including a 'living' wall running through the centre of the building, photovoltaic solar panels, sun pipes, wind catchers and a sedum roof. The farm shop and activity barn will be open for business in 2014

**Disclosure of information to the auditors**

Each director has taken steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information. The directors confirm that there is no relevant information that they know of and which they know the auditors are unaware of

**Keelham Farm Shop Limited**  
**Directors' Report for the Year Ended 31 January 2013**

*..... continued*

**Reappointment of auditors**

The auditors Watson Buckle LLP are deemed to be reappointed under section 487(2) of the Companies Act 2006

Approved by the Board on 16 October 2013 and signed on its behalf by

A handwritten signature in black ink, appearing to read 'J A Robertshaw', is written over a horizontal line.

J A Robertshaw  
Director

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## **Keelham Farm Shop Limited**

### **Statement of Directors' Responsibilities**

The directors are responsible for preparing the Directors' 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, and
- 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 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 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.

## **Independent Auditor's Report to the Members of Keelham Farm Shop Limited**

We have audited the financial statements of Keelham Farm Shop Limited for the year ended 31 January 2013, set out on pages 7 to 21. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This 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.

### **Respective responsibilities of directors and auditor**

As explained more fully in the Statement of Directors' Responsibilities (set out on page 4), the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

### **Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Directors' Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

### **Opinion on the financial statements**

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 January 2013 and of its profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### **Opinion on other matter prescribed by the Companies Act 2006**

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

**Independent Auditor's Report to the Members of  
Keelham Farm Shop Limited**

*..... continued*

**Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us 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



Christopher Padgett FCA (Senior Statutory Auditor)  
For and on behalf of Watson Buckle LLP  
Statutory Auditor & Chartered Accountants  
Bradford

16 October 2013



**Keelham Farm Shop Limited**  
**Profit and Loss Account for the Year Ended 31 January 2013**

	Note	2013 £	2012 £
Turnover		9,386,543	8,200,629
Cost of sales		<u>(7,897,469)</u>	<u>(6,952,278)</u>
Gross profit		1,489,074	1,248,351
Administrative expenses		<u>(1,107,057)</u>	<u>(798,994)</u>
Operating profit	2	382,017	449,357
Other interest receivable and similar income		-	233
Interest payable and similar charges	5	<u>(23,862)</u>	<u>(24,897)</u>
Profit on ordinary activities before taxation		358,155	424,693
Tax on profit on ordinary activities	6	<u>(84,800)</u>	<u>(97,670)</u>
Profit for the financial year	16	<u>273,355</u>	<u>327,023</u>

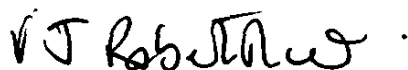
Turnover and operating profit derive wholly from continuing operations

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

**Keelham Farm Shop Limited**  
**Balance Sheet at 31 January 2013**

		2013		2012	
	Note	£	£	£	£
<b>Fixed assets</b>					
Intangible fixed assets	7		233,333		273,333
Tangible fixed assets	8		<u>2,212,675</u>		<u>1,673,459</u>
			2,446,008		1,946,792
<b>Current assets</b>					
Stocks	9	293,007		235,382	
Debtors	10	108,207		76,238	
Asset held for sale	11	294,811		-	
Cash at bank and in hand		<u>32,385</u>		<u>94,380</u>	
		728,410		406,000	
Creditors Amounts falling due within one year	12	<u>(1,703,386)</u>		<u>(1,117,393)</u>	
Net current liabilities			<u>(974,976)</u>		<u>(711,393)</u>
Total assets less current liabilities			1,471,032		1,235,399
Creditors Amounts falling due after more than one year	13		(768,640)		(808,162)
Provisions for liabilities	14		<u>(34,000)</u>		<u>(32,200)</u>
Net assets			<u>668,392</u>		<u>395,037</u>
<b>Capital and reserves</b>					
Called up share capital	15	600		600	
Profit and loss account	16	<u>667,792</u>		<u>394,437</u>	
Shareholders' funds	17		<u>668,392</u>		<u>395,037</u>

Approved by the Board on 16 October 2013 and signed on its behalf by



V J Robertshaw  
Director

**Keelham Farm Shop Limited**  
**Cash Flow Statement for the Year Ended 31 January 2013**

**Reconciliation of operating profit to net cash flow from operating activities**

	2013	2012
	£	£
Operating profit	382,017	449,357
Depreciation, amortisation and impairment charges	260,849	152,918
Profit on disposal of fixed assets	(11,500)	-
Increase in stocks	(57,625)	(52,057)
Increase in debtors	(31,969)	(4,499)
Increase in creditors	489,271	486,317
Net cash inflow from operating activities	<u>1,031,043</u>	<u>1,032,036</u>

**Cash flow statement**

	2013	2012
	£	£
Net cash inflow from operating activities	1,031,043	1,032,036
<b>Returns on investments and servicing of finance</b>		
Interest received	-	233
HP and finance lease interest	(11,206)	(6,705)
Interest paid	<u>(12,656)</u>	<u>(18,192)</u>
	(23,862)	(24,664)
Taxation paid	(94,524)	(4,444)
<b>Capital expenditure and financial investment</b>		
Purchase of tangible fixed assets	(557,856)	(1,480,035)
Purchase of tangible current asset	(294,811)	-
Sale of tangible fixed assets	<u>43,320</u>	<u>-</u>
	<u>(809,347)</u>	<u>(1,480,035)</u>
Net cash inflow/(outflow) before management of liquid resources and financing	103,310	(477,107)
<b>Financing</b>		
Value of new loans obtained during the period	-	635,000
Repayment of loans and borrowings	(62,583)	(121,604)
Repayment of capital element of finance leases and HP contracts	<u>(102,722)</u>	<u>(58,927)</u>
	<u>(165,305)</u>	<u>454,469</u>
Decrease in cash	<u>(61,995)</u>	<u>(22,638)</u>

**Keelham Farm Shop Limited**  
**Cash Flow Statement for the Year Ended 31 January 2013**

..... *continued*

**Reconciliation of net cash flow to movement in net debt**

	Note	2013 £	2012 £
Decrease in cash		(61,995)	(22,638)
Cash inflow from increase in loans		-	(635,000)
Cash outflow from repayment of loans		62,583	121,604
Cash outflow from repayment of capital element of finance leases and hire purchase contracts		<u>102,722</u>	<u>58,927</u>
Change in net debt resulting from cash flows	20	103,310	(477,107)
 New finance leases		 <u>(234,029)</u>	 <u>(54,547)</u>
Movement in net debt	20	(130,719)	(531,654)
Net (debt)/funds at 1 February	20	<u>(520,607)</u>	<u>11,047</u>
Net debt at 31 January	20	<u><u>(651,326)</u></u>	<u><u>(520,607)</u></u>

**Keelham Farm Shop Limited**  
**Notes to the Financial Statements for the Year Ended 31 January 2013**

**1 Accounting policies**

**Basis of preparation**

The financial statements have been prepared under the historical cost convention

**Going concern**

The financial statements have been prepared on a going concern basis

**Turnover**

Turnover represents amounts chargeable, net of value added tax, in respect of the sale of goods and services to customers

**Goodwill**

Goodwill is the difference between the fair value of consideration paid for an acquired entity and the aggregate of the fair value of that entity's identifiable assets and liabilities

Positive goodwill is capitalised, classified as an asset on the balance sheet and amortised on a straight line basis over its useful economic life. It is reviewed for impairment at the end of the first full financial year following the acquisition and in other periods if events or changes in circumstances indicate that the carrying value may not be recoverable

**Amortisation**

Amortisation is provided on intangible fixed assets so as to write off the cost, less any estimated residual value, over its expected useful economic life as follows

<b>Asset class</b>	<b>Amortisation method and rate</b>
Goodwill	10% straight line basis

**Depreciation**

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows

<b>Asset class</b>	<b>Depreciation method and rate</b>
Freehold buildings	2% straight line basis
Fixtures and fittings	25% straight line basis
Motor vehicles	25% straight line basis
Office equipment	25% and 33% straight line basis

No depreciation is charged on assets under development

**Current asset investments**

Current asset investments are included at the lower of cost and net realisable value

**Stock**

Stock is valued at the lower of cost and net realisable value, after due regard for slow moving or obsolete stocks. Net realisable value is based on selling price

## Keelham Farm Shop Limited

### Notes to the Financial Statements for the Year Ended 31 January 2013

..... *continued*

#### Deferred tax

Deferred tax is recognised, without discounting, in respect of all timing differences between the treatment of certain items for taxation and accounting purposes, which have arisen but not reversed at the balance sheet date, except as required by FRS19

Deferred tax is measured at the rates that are expected to apply in the periods when the timing differences are expected to reverse, based on the tax rates and law enacted at the balance sheet date

#### Hire purchase and leasing

Rentals payable under operating leases are charged in the profit and loss account on a straight line basis over the lease term

Assets held under finance leases, which are leases where substantially all the risks and rewards of ownership of the asset have passed to the company, are capitalised in the balance sheet as tangible fixed assets and are depreciated over the shorter of the lease term and their useful lives. The capital elements of future obligations under the leases are included as liabilities in the balance sheet. The interest element of the rental obligation is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding. Assets held under hire purchase agreements are capitalised as tangible fixed assets and are depreciated over the shorter of the lease term and their useful lives. The capital element of future finance payments is included within creditors. Finance charges are allocated to accounting periods over the length of the contract and represent a constant proportion of the balance of capital repayments outstanding.

#### Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities. Where shares are issued, any component that creates a financial liability of the company is presented as a liability in the balance sheet. The corresponding dividends relating to the liability component are charged as interest expense in the profit and loss account.

#### Pensions

The company operates a defined contribution pension scheme. Contributions are charged in the profit and loss account as they become payable in accordance with the rules of the scheme.

## 2 Operating profit

Operating profit is stated after charging

	2013 £	2012 £
Operating leases - other assets	6,100	(43,915)
Auditor's remuneration - The audit of the company's annual accounts	8,850	8,600
Profit on sale of tangible fixed assets	(11,500)	-
Depreciation of owned assets	166,551	64,399
Depreciation of assets held under finance lease and hire purchase contracts	54,298	48,519
Amortisation	40,000	40,000

## Keelham Farm Shop Limited

### Notes to the Financial Statements for the Year Ended 31 January 2013

..... *continued*

#### 3 Particulars of employees

The average number of persons employed by the company (including directors) during the year, analysed by category was as follows

	2013 No.	2012 No.
Administration and support	13	13
Sales	111	100
	<u>124</u>	<u>113</u>

The aggregate payroll costs were as follows

	2013 £	2012 £
Wages and salaries	1,512,807	1,254,774
Social security costs	101,298	83,225
Staff pensions	12,033	-
	<u>1,626,138</u>	<u>1,337,999</u>

#### 4 Directors' remuneration

The directors' remuneration for the year was as follows

	2013 £	2012 £
Remuneration (including benefits in kind)	<u>39,684</u>	<u>36,402</u>

During the year the number of directors who were receiving benefits and share incentives was as follows

	2013 No.	2012 No.
Accruing benefits under money purchase pension scheme	<u>2</u>	<u>2</u>

# **Keelham Farm Shop Limited**

## **Notes to the Financial Statements for the Year Ended 31 January 2013**

..... *continued*

### **5 Interest payable and similar charges**

	2013 £	2012 £
Interest on bank borrowings	10,091	-
Other interest payable	2,565	18,192
Finance charges	11,206	6,705
	<u>23,862</u>	<u>24,897</u>

### **6 Taxation**

#### **Tax on profit on ordinary activities**

	2013 £	2012 £
<b>Current tax</b>		
Corporation tax charge	83,000	95,000
Adjustments in respect of previous years	-	370
UK Corporation tax	<u>83,000</u>	<u>95,370</u>
<b>Deferred tax</b>		
Origination and reversal of timing differences	1,500	3,700
Deferred tax adjustment relating to previous years	100	-
Effect of changes in tax rates	200	(1,400)
Total deferred tax	<u>1,800</u>	<u>2,300</u>
Total tax on profit on ordinary activities	<u>84,800</u>	<u>97,670</u>



# Keelham Farm Shop Limited

## Notes to the Financial Statements for the Year Ended 31 January 2013

..... *continued*

### Factors affecting current tax charge for the year

Tax on profit on ordinary activities for the year is lower than (2012 - lower than) the standard rate of corporation tax in the UK of 24% (2012 - 26%)

The differences are reconciled below

	2013 £	2012 £
Profit on ordinary activities before taxation	<u>358,155</u>	<u>424,693</u>
Corporation tax at standard rate	85,957	110,420
Accelerated capital allowances	(5,369)	(16,200)
Rounding	(408)	480
Changes in tax rates	1,286	1,400
Expenses not deductible for tax purposes	3,921	5,100
Amortisation of goodwill	9,600	10,400
Under/(over) provision in prior year	-	370
Marginal relief	<u>(11,987)</u>	<u>(16,600)</u>
Total current tax	<u>83,000</u>	<u>95,370</u>

### 7 Intangible fixed assets

	Goodwill £	Total £
<b>Cost</b>		
At 1 February 2012	<u>400,000</u>	<u>400,000</u>
At 31 January 2013	<u>400,000</u>	<u>400,000</u>
<b>Amortisation</b>		
At 1 February 2012	126,667	126,667
Charge for the year	<u>40,000</u>	<u>40,000</u>
At 31 January 2013	<u>166,667</u>	<u>166,667</u>
<b>Net book value</b>		
At 31 January 2013	<u>233,333</u>	<u>233,333</u>
At 31 January 2012	<u>273,333</u>	<u>273,333</u>

# **Keelham Farm Shop Limited**

## **Notes to the Financial Statements for the Year Ended 31 January 2013**

..... continued

### **8 Tangible fixed assets**

	Freehold land and buildings £	Fixtures and fittings £	Motor vehicles £	Office equipment £	Assets under development £	Total £
<b>Cost or valuation</b>						
At 1 February 2012	1,369,557	139,050	80,810	290,504	-	1,879,921
Additions	21,271	464,942	22,882	179,918	102,872	791,885
Disposals	-	-	(21,698)	(36,500)	-	(58,198)
At 31 January 2013	<u>1,390,828</u>	<u>603,992</u>	<u>81,994</u>	<u>433,922</u>	<u>102,872</u>	<u>2,613,608</u>
<b>Depreciation</b>						
At 1 February 2012	4,333	38,865	33,768	129,496	-	206,462
Charge for the year	26,000	90,600	20,827	83,422	-	220,849
Eliminated on disposals	-	-	(11,753)	(14,625)	-	(26,378)
At 31 January 2013	<u>30,333</u>	<u>129,465</u>	<u>42,842</u>	<u>198,293</u>	<u>-</u>	<u>400,933</u>
<b>Net book value</b>						
At 31 January 2013	<u>1,360,495</u>	<u>474,527</u>	<u>39,152</u>	<u>235,629</u>	<u>102,872</u>	<u>2,212,675</u>
At 31 January 2012	<u>1,365,224</u>	<u>100,185</u>	<u>47,042</u>	<u>161,008</u>	<u>-</u>	<u>1,673,459</u>

#### **Finance lease assets**

Included within the net book value of tangible fixed assets is £286,728 (2012 - £119,119) in respect of assets held under finance lease agreements. Depreciation for the year on these assets was £54,298 (2012 - £48,519).

#### **Freehold land and building**

The gross book value of freehold land and building includes £950,000 (2012 - £950,000) of none depreciable assets.

### **9 Stocks**

	2013 £	2012 £
Stocks	<u>293,007</u>	<u>235,382</u>

# **Keelham Farm Shop Limited**

## **Notes to the Financial Statements for the Year Ended 31 January 2013**

..... *continued*

### **10 Debtors**

	2013 £	2012 £
Trade debtors	30,254	26,571
Other debtors	42,160	40,720
Prepayments and accrued income	35,793	8,947
	<u>108,207</u>	<u>76,238</u>

### **11 Current asset investments**

	2013 £	2012 £
Asset held for sale	<u>294,811</u>	<u>-</u>

### **12 Creditors: Amounts falling due within one year**

	2013 £	2012 £
Trade creditors	1,198,832	655,807
Bank loans and overdrafts	12,688	12,240
Other loans	43,333	43,333
Obligations under finance lease and hire purchase contracts	98,604	55,548
Corporation tax	83,476	95,000
Other taxes and social security	22,385	20,833
Other creditors	7,479	3,209
Directors' current accounts	88,504	59,589
Accruals and deferred income	148,085	171,834
	<u>1,703,386</u>	<u>1,117,393</u>

### **13 Creditors: Amounts falling due after more than one year**

	2013 £	2012 £
Bank loans and overdrafts	351,458	371,157
Other loans	43,334	86,666
Obligations under finance lease and hire purchase contracts	134,294	46,043
Directors' current accounts	239,554	304,296
	<u>768,640</u>	<u>808,162</u>

# **Keelham Farm Shop Limited**

## **Notes to the Financial Statements for the Year Ended 31 January 2013**

..... *continued*

Included in the creditors are the following amounts due after more than five years

	2013 £	2012 £
After more than five years by instalments	<u>291,811</u>	<u>316,543</u>

**Obligations under finance leases and HP contracts**

**Amounts repayable:**

	2013 £	2012 £
In one year or less on demand	98,604	55,548
Between one and two years	88,414	35,319
Between two and five years	<u>45,880</u>	<u>10,724</u>
	<u>232,898</u>	<u>101,591</u>

### **Security of borrowings**

Bank loans and overdrafts are secured with a floating charge over all of the company's assets and a fixed charge over freehold land and buildings. Additionally, a personal guarantee of £100,000 has been provided by the directors, V J Robertshaw and J A Robertshaw, in respect of these borrowings.

Obligations under finance leases and hire purchase contracts are secured on related assets.

The interest rate applicable to borrowings repayable after more than five years by instalments is NatWest's base rate plus 2.75%.

## **14 Provisions**

	Deferred tax £	Total £
At 1 February 2012	32,200	32,200
Charged to the profit and loss account	<u>1,800</u>	<u>1,800</u>
At 31 January 2013	<u>34,000</u>	<u>34,000</u>

**Analysis of deferred tax**

	2013 £	2012 £
Difference between accumulated depreciation and amortisation and capital allowances	<u>34,000</u>	<u>32,200</u>

# **Keelham Farm Shop Limited**

## **Notes to the Financial Statements for the Year Ended 31 January 2013**

..... *continued*

### **15 Share capital**

#### **Allotted, called up and fully paid shares**

	<b>2013</b>		<b>2012</b>	
	<b>No.</b>	<b>£</b>	<b>No.</b>	<b>£</b>
Ordinary shares of £1 each	<u>600</u>	<u>600</u>	<u>600</u>	<u>600</u>

### **16 Reserves**

	<b>Profit and loss account £</b>	<b>Total £</b>
At 1 February 2012	394,437	394,437
Profit for the year	<u>273,355</u>	<u>273,355</u>
At 31 January 2013	<u>667,792</u>	<u>667,792</u>

### **17 Reconciliation of movement in shareholders' funds**

	<b>2013 £</b>	<b>2012 £</b>
Profit attributable to the members of the company	<u>273,355</u>	<u>327,023</u>
Net addition to shareholders' funds	273,355	327,023
Shareholders' funds at 1 February	<u>395,037</u>	<u>68,014</u>
Shareholders' funds at 31 January	<u>668,392</u>	<u>395,037</u>

### **18 Pension schemes**

#### **Defined contribution pension scheme**

The company operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the company to the scheme and amounted to £12,033 (2012 - £nil).

Contributions totalling £4,440 (2012 - £nil) were payable to the schemes at the end of the year and are included in creditors.

# Keelham Farm Shop Limited

## Notes to the Financial Statements for the Year Ended 31 January 2013

..... continued

### 19 Commitments

#### Operating lease commitments

As at 31 January 2013 the company had annual commitments under non-cancellable operating leases as follows

Operating leases which expire

	2013 £	2012 £
Land and buildings		
Within two and five years	<u>5,500</u>	<u>-</u>

### 20 Analysis of net debt

	At 1 February 2012 £	Cash flow £	Other non-cash changes £	At 31 January 2013 £
Cash at bank and in hand	94,380	(61,995)	-	32,385
Debt due within one year	(55,573)	(448)	-	(56,021)
Debt due after more than one year	(457,823)	63,031	-	(394,792)
Finance leases and hire purchase contracts	(101,591)	102,722	(234,029)	(232,898)
Net debt	<u>(520,607)</u>	<u>103,310</u>	<u>(234,029)</u>	<u>(651,326)</u>

### 21 Related party transactions

#### Other related party transactions

During the year the company made the following related party transactions

##### The Farm Shop

(The two directors are partners of this separate business)

During the year the company purchased goods for resale from The Farm Shop to the value of £1,062,501 (2012 - £892,604). Additionally, land with a value of £nil (2012 - £650,000) was purchased from The Farm Shop. At the balance sheet date the amount due to The Farm Shop was £198,898 (2012 - £87,130).

##### B R Wareing

(The husband of V Robertshaw)

During the year the company purchased goods and services from B R Wareing to the value of £33,275 (2012 - £23,450). At the balance sheet date the amount due to B R Wareing was £6,776 (2012 - £2,128).

##### J Robertshaw

(J Robertshaw is a director and shareholder in the company)

During the year dividends of £nil (2011 - £75,000) were paid to, and land with a value of £nil (2012 - £600,000) was purchased from, J Robertshaw. J Robertshaw, along with V Robertshaw, has provided a joint personal guarantee of £100,000 in respect of bank borrowings. £191,635 of the amount due to J Robertshaw at the year end is repayable after 1 year. At the balance sheet date the amount due to J Robertshaw was £250,887 (2012 - £231,544).

## **Keelham Farm Shop Limited**

### **Notes to the Financial Statements for the Year Ended 31 January 2013**

*..... continued*

#### **V Robertshaw**

(V Robertshaw is a director and shareholder in the company)

During the year dividends of £nil (2011 - £75,000) were paid to V Robertshaw. V Robertshaw, along with J Robertshaw, has provided a joint personal guarantee of £100,000 in respect of bank borrowings. £47,919 of the amount due to V Robertshaw at the year end is repayable after one year. At the balance sheet date the amount due to V Robertshaw was £77,171 (2012 - £132,341).

#### **Keelham Hall Farm Shop Small Self Administered Scheme**

(Directors' pension scheme)

During the year the company paid interest of £2,565 (2012 - £nil) to Keelham Hall Farm Shop Small Self Administered Scheme in respect of loan monies owed. The company also paid £5,500 rent to Keelham Hall Farm Shop Small Self Administered Scheme. At the balance sheet date the amount due to Keelham Hall Farm Shop Small Self Administered Scheme was £90,517 (2012 - £130,000).

## **22 Control**

The company is controlled by the directors who own 100% of the called up share capital.