

Company registration number: 07964027

**THORNE FARM RACING LIMITED**  
**FILLETED ANNUAL REPORT AND FINANCIAL STATEMENTS**  
**FOR THE PERIOD FROM 1 APRIL 2016 TO 29 MARCH 2017**



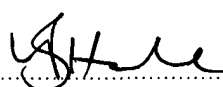
**THORNE FARM RACING LIMITED**  
**(REGISTRATION NUMBER: 07964027)**  
**BALANCE SHEET AS AT 29 MARCH 2017**

	Note	29 March 2017 £	31 March 2016 £
<b>Fixed assets</b>			
Tangible assets	4	44,577	62,162
<b>Current assets</b>			
Debtors	5	92,735	55,117
Cash at bank and in hand		-	16,783
		92,735	71,900
<b>Creditors: Amounts falling due within one year</b>	6	(635,408)	(434,554)
<b>Net current liabilities</b>		(542,673)	(362,654)
<b>Net liabilities</b>		(498,096)	(300,492)
<b>Capital and reserves</b>			
Called up share capital		1	1
Profit and loss reserve		(498,097)	(300,493)
<b>Total equity</b>		(498,096)	(300,492)

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. The option not to file the profit and loss account and directors' report has been taken.

The auditor's report on the annual report and financial statements was unqualified and signed by Ian Taberner BA FCA as Senior Statutory Auditor, for and on behalf of the Statutory Auditors, Turnbull & Co Accountants Limited.

Approved and authorised by the Board on 11 JUNE 2018 and signed on its behalf by:

  
 K P J Hawke  
 Director

**THORNE FARM RACING LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE PERIOD FROM 1 APRIL 2016 TO 29 MARCH 2017**

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**1 General information**

The company is a private company limited by share capital, incorporated in England.

The address of its registered office is:

Puxton Park  
Cowslip Lane  
Hewish  
Weston-Super-Mare  
North Somerset  
BS24 6AH

**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.

These financial statements are presented in Sterling (£).

**Going concern**

The financial statements have been prepared on a going concern basis.

The company meets its day to day working capital requirements through a loan from its parent company. The parent company has committed to financially support the company through this loan for the foreseeable future. On this basis the directors consider it appropriate to prepare the financial statements on a going concern basis. The financial statements do not include any adjustments that would result from the withdrawal of support from the parent undertaking.

**Turnover recognition**

Turnover represents amounts receivable for sale of horses and provision of horse training services, net of VAT. Turnover from the sale of horses is recognised when risk and reward has been transferred to the customer.

Income from horse training is recognised on a straight line basis over the training contract.

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**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.

**Depreciation of tangible assets**

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:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Motor vehicles	25% straight line
Plant and machinery	25% straight line

**Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

**Debtors**

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Other debtors and loans receivable are initially recognised at fair value net of transaction costs and are subsequently measure at amortised cost using the effective interest method less provision for impairment.

**Creditors**

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Trade creditors are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method. Other financial liabilities, including loans, are measured initially at fair value net of transaction costs, and are measure subsequently at amortised cost using the effective interest method.

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**Borrowings**

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

**Reserves**

Called up share capital represents the nominal value of shares that have been issued.

Profit and loss account includes all current and prior period profits and losses.

**Share capital**

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

**Defined contribution pension obligation**

The company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the company pays fixed contributions into a separate entity. Once the contributions have been paid the company has no further payments obligations.

The contributions are recognised as an expense in the profit and loss account when they fall due. Amounts not paid are shown in accruals as a liability in the balance sheet. The assets of the plan are held separately from the company in independently administered funds.

**3 Staff numbers**

The average number of persons employed by the company (including directors) during the period was 19 (2016 - 14).

**THORNE FARM RACING LIMITED**  
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**4 Tangible assets**

	<b>Plant and machinery £</b>	<b>Motor vehicles £</b>	<b>Total £</b>
<b>Cost or valuation</b>			
At 1 April 2016	61,588	22,000	83,588
Additions	33,817	-	33,817
Disposals	(37,604)	-	(37,604)
At 29 March 2017	<u>57,801</u>	<u>22,000</u>	<u>79,801</u>
<b>Depreciation</b>			
At 1 April 2016	8,593	12,833	21,426
Charge for the year	8,298	5,500	13,798
At 29 March 2017	<u>16,891</u>	<u>18,333</u>	<u>35,224</u>
<b>Carrying amount</b>			
At 29 March 2017	<u>40,910</u>	<u>3,667</u>	<u>44,577</u>
At 31 March 2016	<u>52,995</u>	<u>9,167</u>	<u>62,162</u>

**5 Debtors**

	<b>29 March 2017 £</b>	<b>31 March 2016 £</b>
Trade debtors	80,009	34,165
Other debtors	<u>12,726</u>	<u>20,952</u>
Total current trade and other debtors	<u>92,735</u>	<u>55,117</u>

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**6 Creditors**

**Creditors: amounts falling due within one year**

	<b>Note</b>	<b>29 March 2017 £</b>	<b>31 March 2016 £</b>
<b>Due within one year</b>			
Bank loans and overdrafts	7	10,628	-
Trade creditors		23,722	29,313
Amounts owed to group undertakings and undertakings in which the company has a participating interest	9	551,415	400,820
Taxation and social security		3,072	2,746
Other creditors		46,571	1,675
		<u>635,408</u>	<u>434,554</u>

**7 Loans and borrowings**

	<b>2017 £</b>	<b>2016 £</b>
<b>Current loans and borrowings</b>		
Bank overdrafts	<u>10,628</u>	<u>-</u>

**8 Financial commitments, guarantees and contingencies**

**Amounts not provided for in the balance sheet**

The total amount of guarantees not included in the balance sheet is £5,995,859 (2016 - £6,159,033). The company has provided an unlimited guarantee in favour of National Westminster Bank Plc covering the liabilities of all companies within the Mead Realisations Limited group. The bank have secured this debt with an unlimited debenture over all assets of the company.

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**NOTES TO THE FINANCIAL STATEMENTS**  
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**9 Related party transactions**

**Transactions with directors**

	<b>At 1 April 2016</b>	<b>Advances to directors</b>	<b>Re- payments by director</b>	<b>At 29 March 2017</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>2017</b>				
<b>K P J Hawke</b>				
Interest free loan	<u>8,838</u>	<u>6,461</u>	<u>(4,523)</u>	<u>10,776</u>
	<b>At 1 April 2015</b>	<b>Advances to directors</b>	<b>Re- payments by director</b>	<b>At 31 March 2016</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>2016</b>				
<b>D R Mead</b>				
Interest free loan	<u>34</u>	<u>131,528</u>	<u>(131,562)</u>	<u>-</u>
<b>K P J Hawke</b>				
Interest free loan	<u>1,596</u>	<u>7,242</u>	<u>-</u>	<u>8,838</u>

**Summary of transactions with parent**

The company has taken advantage of the exemption provided from disclosing transactions with its immediate parent as it is a wholly owned subsidiary.

The company maintains an interest free loan account with its ultimate parent company. At the balance sheet date the amount due to the ultimate parent company was £2,157 (2016 - £7,740). The loan is repayable on demand.

**Summary of transactions with entities with joint control or significant interest**

At the balance sheet date, the net balance payable by the company to entities under joint control amounted to £7,940 (2016 - £3,938). Balances are repayable on demand.

**10 Parent and ultimate parent undertaking**

The company's immediate parent is Junction 24 Limited, incorporated in England.

The ultimate parent is Mead Realisations Limited, incorporated in England.

The most senior parent entity producing publicly available financial statements is Mead Realisations Limited. These financial statements are available upon request from Companies House, Crown Way, Cardiff, CF14 3UZ.