

Robert Forrest Limited
Financial Statements
for the Year Ended 28th May 2021

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for the year ended 28th May 2021

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Robert Forrest Limited
Company Information
for the year ended 28th May 2021

Directors: R Forrest MSc, FRAgS, FAAV
Mrs. J L Forrest
R J Forrest

Secretary: Mrs. J L Forrest

Registered office: Preston
Duns
Berwickshire
TD11 3TQ

Registered number: SC065011 (Scotland)

Accountants: Rennie Welch LLP
Academy House
Shedden Park Road
Kelso
Roxburghshire
TD5 7AL

Robert Forrest Limited (Registered number: SC065011)

Balance Sheet
28th May 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Tangible assets	4		941,232		972,946
Investments	5		<u>1,571</u>		<u>6,571</u>
			942,803		979,517
Current assets					
Stocks		599,198		595,120	
Debtors	6	110,126		79,655	
Cash at bank		<u>42,235</u>		<u>94,385</u>	
		751,559		769,160	
Creditors					
Amounts falling due within one year	7	<u>476,279</u>		<u>497,608</u>	
Net current assets			<u>275,280</u>		<u>271,552</u>
Total assets less current liabilities			1,218,083		1,251,069
Creditors					
Amounts falling due after more than one year	8		(399,630)		(460,573)
Provisions for liabilities			<u>(96,967)</u>		<u>(88,537)</u>
Net assets			<u>721,486</u>		<u>701,959</u>
Capital and reserves					
Called up share capital			15,000		15,000
Capital redemption reserve			52,059		52,059
Retained earnings			<u>654,427</u>		<u>634,900</u>
Shareholders' funds			<u>721,486</u>		<u>701,959</u>

The notes on pages 4 to 7 form part of these financial statements

Balance Sheet - continued
28th May 2021

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 28th May 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 28th May 2021 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
- (b) 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.

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 by the Board of Directors and authorised for issue on 25th February 2022 and were signed on its behalf by:

R Forrest MSc, FRAgS, FAAV - Director

Notes to the Financial Statements
for the year ended 28th May 2021

1. Statutory information

Robert Forrest Limited is a private company, limited by shares, registered in Scotland. 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.

Turnover

Turnover represents the total invoice value, excluding value added tax, of sales invoices during the year. Turnover arising from the sale of goods is recognised when the significant risks and rewards of ownership have passed to the buyer.

Tangible fixed assets

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

Tenants improvements	- Straight line over the life of the lease
Tractors and implements	- 25% on cost, 20% on reducing balance and Straight line over 6 years
Motor vehicles	- 25% on reducing balance

Tangible fixed assets are stated at cost less accumulated depreciation and accumulated impairment losses.

Stocks

Stock is valued at the lower of cost and net realisable value except for mature breeding stock, which is on the herd basis. Cost includes all direct expenditure and appropriate proportion of fixed and variable overheads. Net realisable value is based on estimated selling prices less further costs expected to be incurred in bringing the stock to completion and disposal.

Financial instruments

The following assets and liabilities are classified as financial instruments - trade debtors, trade creditors, accruals, hire purchase contracts, bank loans and directors' loans.

Bank loans and hire purchase contracts are initially measured at the present value of future payments, discounted at a market rate of interest, and subsequently at amortised cost using the effective interest method.

Directors' loans (being repayable on demand), trade debtors, trade creditors and accruals are measured at the undiscounted amount of the cash or other consideration expected to be paid or received.

Financial assets that are measured at amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss in the Statement of Income and Retained Earnings.

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.

Notes to the Financial Statements - continued
for the year ended 28th May 2021

2. Accounting policies - continued

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.

Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange prevailing at the accounting date. Transactions in foreign currencies are recorded at the date of the transactions. All differences are taken to the Statement of Income and Retained Earnings.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Provisions

Provisions are set up only where it is probable that a present obligation exists as a result of an event prior to the balance sheet date and that a payment will be required in settlement that can be estimated reliably. Where material, provisions are calculated on a discounted basis.

Employee benefits

Short term employee benefits, including holiday pay, are recognised as an expense in the Statement of Income and Retained Earnings in the period in which they are incurred.

Going concern

The directors have considered the company's financial position for a period of 12 months from the date of signing these financial statements and have reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing these financial statements.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce constant periodic rates of charge on the net obligations outstanding in each period.

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

Investments

Fixed asset investments are stated at cost less provision for permanent diminution in value.

3. Employees and directors

The average number of employees during the year was 7 (2020 - 7) .

**Notes to the Financial Statements - continued
for the year ended 28th May 2021**

4. Tangible fixed assets

	Tenants improvements £	Tractors and implements £	Motor vehicles £	Totals £
Cost				
At 29th May 2020	800,928	1,178,932	39,649	2,019,509
Additions	-	66,578	-	66,578
Disposals	-	(4,500)	(13,995)	(18,495)
At 28th May 2021	<u>800,928</u>	<u>1,241,010</u>	<u>25,654</u>	<u>2,067,592</u>
Depreciation				
At 29th May 2020	322,269	703,401	20,893	1,046,563
Charge for year	11,235	77,831	2,018	91,084
Eliminated on disposal	-	(2,250)	(9,037)	(11,287)
At 28th May 2021	<u>333,504</u>	<u>778,982</u>	<u>13,874</u>	<u>1,126,360</u>
Net book value				
At 28th May 2021	<u>467,424</u>	<u>462,028</u>	<u>11,780</u>	<u>941,232</u>
At 28th May 2020	<u>478,659</u>	<u>475,531</u>	<u>18,756</u>	<u>972,946</u>

5. Fixed asset investments

	Interest in other participating interests £	Other investments £	Totals £
Cost			
At 29th May 2020	6,270	301	6,571
Disposals	(5,000)	-	(5,000)
At 28th May 2021	<u>1,270</u>	<u>301</u>	<u>1,571</u>
Net book value			
At 28th May 2021	<u>1,270</u>	<u>301</u>	<u>1,571</u>
At 28th May 2020	<u>6,270</u>	<u>301</u>	<u>6,571</u>

6. Debtors: amounts falling due within one year

	2021 £	2020 £
Trade debtors	90,507	58,026
Other debtors	<u>19,619</u>	<u>21,629</u>
	<u>110,126</u>	<u>79,655</u>

Notes to the Financial Statements - continued
for the year ended 28th May 2021

7. Creditors: amounts falling due within one year

	2021	2020
	£	£
Bank loans and overdrafts	183,173	194,422
Hire purchase contracts	49,163	60,243
Income in advance	-	191
Trade creditors	124,787	111,448
Taxation and social security	-	46
Other creditors	119,156	131,258
	<u>476,279</u>	<u>497,608</u>

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

	2021	2020
	£	£
Bank loans	350,421	352,495
Hire purchase contracts	49,209	108,078
	<u>399,630</u>	<u>460,573</u>

9. Secured debts

The following secured debts are included within creditors:

	2021	2020
	£	£
Bank overdrafts	146,712	165,534
Bank loans	386,882	381,383
Hire purchase contracts	98,372	168,321
	<u>631,966</u>	<u>715,238</u>

The bank overdraft and bank loan are secured by a bond and floating charge. The bank also holds a personal guarantee from the directors for £470,000.

The HP liabilities are secured against the assets to which they relate.

The Agricultural Mortgage Corporation PLC holds security over the farm property.

10. Non-cancellable operating leases

The company had non-cancellable operating leases of £70,550 at 28th May 2021 (2020 - £66,050).

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