

**Abbey Farm Contractors Ltd**  
**Unaudited Financial Statements**  
**for the Year Ended 30 June 2020**

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for the Year Ended 30 June 2020**

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**Abbey Farm Contractors Ltd**

**Company Information  
for the Year Ended 30 June 2020**

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**Directors:** N E Wade  
G E Wade

**Registered office:** Abbey Farm  
Sedgebrook  
Grantham  
Lincolnshire  
NG32 2ER

**Registered number:** 07678893 (England and Wales)

**Accountants:** Moore Thompson  
Bank House  
Broad Street  
Spalding  
Lincolnshire  
PE11 1TB

**Chartered Accountants' Report to the Board of Directors  
on the Unaudited Financial Statements of  
Abbey Farm Contractors Ltd**

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**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 Statement of financial position. Readers are cautioned that the Income statement 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 Abbey Farm Contractors Ltd for the year ended 30 June 2020 which comprise the Income statement, Statement of financial position 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 Abbey Farm Contractors Ltd, as a body, in accordance with the terms of our engagement letter dated 21 September 2018. Our work has been undertaken solely to prepare for your approval the financial statements of Abbey Farm Contractors Ltd and state those matters that we have agreed to state to the Board of Directors of Abbey Farm Contractors 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 Abbey Farm Contractors Ltd and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that Abbey Farm Contractors 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 Abbey Farm Contractors Ltd. You consider that Abbey Farm Contractors 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 Abbey Farm Contractors 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.

Moore Thompson  
Bank House  
Broad Street  
Spalding  
Lincolnshire  
PE11 1TB

21 December 2020

**Statement of Financial Position**  
**30 June 2020**

	Notes	2020 £	£	2019 £	£
<b>Fixed assets</b>					
Tangible assets	5		839,403		790,194
Investments	6		<u>279,408</u>		<u>265,316</u>
			1,118,811		1,055,510
<b>Current assets</b>					
Stocks		5,160		5,215	
Debtors	7	108,574		105,737	
Cash at bank and in hand		<u>44,259</u>		<u>7,212</u>	
		157,993		118,164	
<b>Creditors</b>					
Amounts falling due within one year	8	<u>715,171</u>		<u>654,605</u>	
<b>Net current liabilities</b>			<u>(557,178)</u>		<u>(536,441)</u>
<b>Total assets less current liabilities</b>			561,633		519,069
<b>Creditors</b>					
Amounts falling due after more than one year	9		(98,596)		(125,126)
<b>Provisions for liabilities</b>			<u>(62,370)</u>		<u>(58,985)</u>
<b>Net assets</b>			<u>400,667</u>		<u>334,958</u>
<b>Capital and reserves</b>					
Called up share capital	12		50,001		50,001
Retained earnings			<u>350,666</u>		<u>284,957</u>
<b>Shareholders' funds</b>			<u>400,667</u>		<u>334,958</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 June 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 June 2020 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- 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.

**Statement of Financial Position - continued**  
**30 June 2020**

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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 Income statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 21 December 2020 and were signed on its behalf by:

N E Wade - Director

G E Wade - Director

**Notes to the Financial Statements  
for the Year Ended 30 June 2020**

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**1. Statutory information**

Abbey Farm Contractors 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.

The presentation currency of the financial statements is the Pound Sterling (£).

**2. Statement of compliance**

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.

**3. Accounting policies**

**Basis of preparing the financial statements**

The financial statements have been prepared under the historical cost convention.

**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.

Plant and machinery	- 12% reducing balance / 10 year straight line
Fixtures and office equipment	- 20% reducing balance
Motor vehicles	- 20% reducing balance

**Stocks**

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

**Financial instruments**

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities.

Where the contractual obligations of financial instruments (including share capital) are equivalent to a similar debt instrument, those financial instruments are classed as financial liabilities. Financial liabilities are presented as such in the balance sheet. Finance costs and gains or losses relating to financial liabilities are included in the profit and loss account. Finance costs are calculated so as to produce a constant rate of return on the outstanding liability.

Where the contractual terms of share capital do not have any terms meeting the definition of a financial liability then this is classed as an equity instrument. Dividends and distributions relating to equity instruments are debited direct to equity.

**Notes to the Financial Statements - continued  
for the Year Ended 30 June 2020**

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**3. Accounting policies - continued**

**Taxation**

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, 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 statement of financial position date.

**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position 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.

**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.

**Impairment of fixed assets**

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

**Finance lease and hire purchase contracts**

Assets held under finance leases and hire purchase contracts are recognised in the statement of financial position as assets and liabilities at the lower of the fair value of the assets and the present value of the minimum lease payments, which is determined at the inception of the lease term. Any initial direct costs of the lease are added to the amount recognised as an asset.

Lease payments are apportioned between the finance charges and reduction of the outstanding lease liability using the effective interest method. Finance charges are allocated to each period so as to produce a constant rate of interest on the remaining balance of the liability.

**4. Employees and directors**

The average number of employees during the year was 6 (2019 - 5) .



Notes to the Financial Statements - continued  
for the Year Ended 30 June 2020

5. **Tangible fixed assets**

	Plant and machinery £	Motor vehicles £	Totals £
<b>Cost</b>			
At 1 July 2019	1,169,838	21,930	1,191,768
Additions	206,993	-	206,993
Disposals	(178,846)	-	(178,846)
At 30 June 2020	<u>1,197,985</u>	<u>21,930</u>	<u>1,219,915</u>
<b>Depreciation</b>			
At 1 July 2019	390,970	10,604	401,574
Charge for year	56,024	2,265	58,289
Eliminated on disposal	(79,351)	-	(79,351)
At 30 June 2020	<u>367,643</u>	<u>12,869</u>	<u>380,512</u>
<b>Net book value</b>			
At 30 June 2020	<u>830,342</u>	<u>9,061</u>	<u>839,403</u>
At 30 June 2019	<u>778,868</u>	<u>11,326</u>	<u>790,194</u>

6. **Fixed asset investments**

	Other loans £
At 1 July 2019	265,316
New in year	14,092
At 30 June 2020	<u>279,408</u>

7. **Debtors: amounts falling due within one year**

	2020 £	2019 £
Trade debtors	90,626	97,410
VAT	5,392	-
Prepayments and accrued income	12,556	8,327
	<u>108,574</u>	<u>105,737</u>

Notes to the Financial Statements - continued  
for the Year Ended 30 June 2020

8. Creditors: amounts falling due within one year

	2020 £	2019 £
Bank loans and overdrafts (see note 10)	50,000	-
Hire purchase contracts	77,671	16,439
Trade creditors	73,019	26,097
Amounts owed to participating interests	469,721	560,782
Social security and other taxes	1,540	1,506
VAT	-	12,649
Other creditors	38,475	32,477
Accruals and deferred income	3,565	3,180
Deferred government grants	1,180	1,475
	<u>715,171</u>	<u>654,605</u>

Included above and below are hire purchase agreements, which are secured against the assets to which they relate.

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

	2020 £	2019 £
Hire purchase contracts	<u>98,596</u>	<u>125,126</u>

10. Loans

An analysis of the maturity of loans is given below:

	2020 £	2019 £
Amounts falling due within one year or on demand:		
Bank loans	<u>50,000</u>	<u>-</u>

11. Secured debts

The following secured debts are included within creditors:

	2020 £	2019 £
Hire purchase contracts	<u>176,267</u>	<u>141,565</u>

12. Called up share capital

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2020 £	2019 £
15,001	Ordinary A shares	£1	15,001	15,001
25,000	Ordinary B shares	£1	25,000	25,000
10,000	Ordinary C shares	£1	<u>10,000</u>	<u>10,000</u>
			<u>50,001</u>	<u>50,001</u>

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.