

Bolton Lodge Farms Limited
Unaudited Financial Statements
29 February 2020



Bolton Lodge Farms Limited

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**Chartered Accountants' Report to the Board of Directors on the Preparation of the
Unaudited Statutory Accounts of
Bolton Lodge Farms Limited
for the Year Ended 29 February 2020**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Bolton Lodge Farms Limited for the year ended 29 February 2020 as set out on pages 2 to 10 from the company's accounting records and from information and explanations you have given us.

As a 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 at <http://www.icaew.com/membershandbook>.

This report is made solely to the Board of Directors of Bolton Lodge Farms Limited, as a body, in accordance with the terms of our engagement letter dated 13 September 2018. Our work has been undertaken solely to prepare for your approval the accounts of Bolton Lodge Farms Limited and state those matters that we have agreed to state to the Board of Directors of Bolton Lodge Farms Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Bolton Lodge Farms Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Bolton Lodge Farms Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of Bolton Lodge Farms Limited. You consider that Bolton Lodge Farms Limited 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 accounts of Bolton Lodge Farms Limited. 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 accounts.

Dodd & Co Limited

Chartered Accountants

Clint Mill

Cornmarket

PENRITH

CA11 7HW

26 June 2020

Bolton Lodge Farms Limited
(Registration number: 03873240)
Balance Sheet as at 29 February 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	<u>4</u>	221,208	252,429
Other financial assets	<u>5</u>	28,000	28,000
		<u>249,208</u>	<u>280,429</u>
Current assets			
Stocks		13,530	239,405
Debtors	<u>6</u>	873,704	1,085,755
Cash at bank and in hand		577,816	244,413
		1,465,050	1,569,573
Creditors: Amounts falling due within one year	<u>7</u>	(36,940)	(271,184)
Net current assets		<u>1,428,110</u>	<u>1,298,389</u>
Total assets less current liabilities		1,677,318	1,578,818
Creditors: Amounts falling due after more than one year	<u>7</u>	(4,675)	(5,500)
Provisions for liabilities		<u>(32,049)</u>	<u>(37,661)</u>
Net assets		<u>1,640,594</u>	<u>1,535,657</u>
Capital and reserves			
Allotted, called up and fully paid share capital		230	230
Profit and loss account		1,640,364	1,535,427
Total equity		<u>1,640,594</u>	<u>1,535,657</u>

The notes on pages 4 to 10 form an integral part of these financial statements.
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Bolton Lodge Farms Limited

(Registration number: 03873240)

Balance Sheet as at 29 February 2020 (continued)

For the financial year ending 29 February 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 in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 26 June 2020 and signed on its behalf by:

.....

F D Baxter

Company secretary and director

.....

N M Baxter

Director

The notes on pages 4 to 10 form an integral part of these financial statements.

Bolton Lodge Farms Limited

Notes to the Unaudited Financial Statements for the Year Ended 29 February 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:

Bolton Lodge

Bolton

APPLEBY-IN-WESTMORLAND

CA16 6AZ

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 sales/value added tax, returns, rebates and discounts.

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.

Government grants

Government grants such as the basic payment scheme are included in the profit and loss account when all the necessary conditions for receipt have been met.

Other grants

Other grants in respect of capital expenditure are credited to a deferred income account and are released to profit over the expected useful lives of the relevant assets on a basis consistent with the depreciation policy.

Bolton Lodge Farms Limited

Notes to the Unaudited Financial Statements for the Year Ended 29 February 2020 (continued)

Foreign currency transactions and balances

Transactions in foreign currencies are initially recorded at the functional currency rate prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated into the respective functional currency of the entity at the rates prevailing on the reporting period date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing on the initial transaction dates. Non-monetary items measured in terms of historical cost in a foreign currency are not retranslated.

Tax

The tax expense for the period comprises current and deferred 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 income 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.

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

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

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
Improvements to property	2% on reducing balance basis
Plant and machinery	15% on reducing balance basis
Motor vehicles	25% on reducing balance basis
Office equipment	33% on cost basis

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.

Bolton Lodge Farms Limited

Notes to the Unaudited Financial Statements for the Year Ended 29 February 2020 (continued)

Trade debtors

Trade debtors are amounts due from customers for the sale of goods 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.

Stocks

Trading stock is valued at the lower of cost and net realisable value, after due regard for obsolete and slow moving stocks. The cost of livestock represents the purchase cost plus any additional costs of rearing the animal. Net realisable value is based on selling price less anticipated selling costs. Crop stock is valued at fair value less any anticipated costs to sell.

Herd stock is included in the balance sheet at the original cost of the herd adjusted annually for additions to, or disposals from the herd.

Additions to the herd are included at cost except where there is a reinstatement of disposals to the herd from the prior year. In this case they are reinstated at the prior year disposal value.

Disposals to the herd are disposed of at an average cost except where there have been additions to the herd in the prior year. In this case they are disposed of on a last in first out basis.

Trade 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 where due after more than one year.

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.

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.

Bolton Lodge Farms Limited

Notes to the Unaudited Financial Statements for the Year Ended 29 February 2020 (continued)

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.

Financial instruments

Classification

Equity shares and debt securities

Recognition and measurement

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.

Impairment

For instruments measured at cost less impairment the impairment is the difference between the assets' carrying amount and the best estimate the entity would receive for the asset if it were sold at the reporting date.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 3 (2019 - 4).

Bolton Lodge Farms Limited

Notes to the Unaudited Financial Statements for the Year Ended 29 February 2020 (continued)

4 Tangible assets

	Improvements to property £	Plant and machinery £	Motor vehicles £	Office equipment £	Total £
Cost or valuation					
At 1 March 2019	63,804	634,770	17,664	5,616	721,854
Additions	-	4,249	-	-	4,249
Disposals	-	(9,731)	-	-	(9,731)
At 29 February 2020	63,804	629,288	17,664	5,616	716,372
Depreciation					
At 1 March 2019	15,834	432,199	16,043	5,349	469,425
Charge for the year	959	30,204	405	215	31,783
Eliminated on disposal	-	(6,044)	-	-	(6,044)
At 29 February 2020	16,793	456,359	16,448	5,564	495,164
Carrying amount					
At 29 February 2020	47,011	172,929	1,216	52	221,208
At 28 February 2019	47,970	202,571	1,621	267	252,429

5 Other financial assets (current and non-current)

	2020 £	2019 £
Non-current financial assets		
Financial assets at cost less impairment	28,000	28,000

Bolton Lodge Farms Limited

Notes to the Unaudited Financial Statements for the Year Ended 29 February 2020 (continued)

	Financial assets at cost less impairment £	Total £
Non-current financial assets		
Cost or valuation		
At 1 March 2019	28,000	28,000
At 29 February 2020	28,000	28,000
Impairment		
Carrying amount		
At 29 February 2020	28,000	28,000
At 28 February 2019	28,000	28,000

6 Debtors

	2020 £	2019 £
Trade debtors	4,775	69,855
Other debtors	868,929	1,015,900
	873,704	1,085,755

7 Creditors

	Note	2020 £	2019 £
Due within one year			
Loans and borrowings	8	-	151,921
Trade creditors		31,881	52,629
Taxation and social security		-	1,418
Corporation tax liability		352	35,657
Other creditors		4,707	29,559
		36,940	271,184
Due after one year			
Other creditors		4,675	5,500

Bolton Lodge Farms Limited

Notes to the Unaudited Financial Statements for the Year Ended 29 February 2020 (continued)

8 Loans and borrowings

	2020 £	2019 £
Current loans and borrowings		
Other borrowings	-	151,921

9 Financial commitments, guarantees and contingencies

Amounts not provided for in the balance sheet

The total amount of financial commitments not included in the balance sheet is £25,200 (2019 - £25,200).

10 Related party transactions

Transactions with directors

	At 1 March 2019 £	Advances £	Repayments £	Other payments £	Dividends credited £	Interest £	At 29 February 2020 £
2020							
F D Baxter							
Loan	-	85,728	-	-	-	1,899	87,627
N M Baxter							
Loan	-	85,728	-	-	-	1,900	87,628

Directors' advances are repayable on demand.

Interest has been charged at a rate of 2.5% on advances to directors.

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.