

Strategic Report, Report of the Directors and
Financial Statements
for the Period 29 March 2015 to 2 April 2016
for
Heygate Grain Limited



Heygate Grain Limited (Registered number: 01522607)

Contents of the Financial Statements
for the period 29 March 2015 to 2 April 2016

	Page
Company Information	1
Strategic Report	2 to 3
Report of the Directors	4 to 5
Report of the Independent Auditors	6 to 7
Income Statement	8
Other Comprehensive Income	9
Balance Sheet	10
Statement of Changes in Equity	11
Notes to the Financial Statements	12 to 19
Reconciliation of Equity	20 to 21
Reconciliation of Profit	22

Heygate Grain Limited

Company Information
for the period 29 March 2015 to 2 April 2016

DIRECTORS:

A R Heygate
P M Heygate

SECRETARY:

S K Y Chia

REGISTERED OFFICE:

Bugbrooke Mills
Bugbrooke
Northamptonshire
NN7 3QD

REGISTERED NUMBER:

01522607 (England and Wales)

AUDITORS:

Clifford Roberts
Chartered Accountants &
Statutory Auditors
Pacioli House
9 Brookfield
Duncan Close
Northampton
Northamptonshire
NN3 6WL

BANKERS:

HSBC Bank plc
Home and Eastern Counties Corporate
Banking Centre
Level 6 Metropolitan House
CBX3 Avebury Boulevard
Milton Keynes
MK9 2GA

Heygate Grain Limited (Registered number: 01522607)

Strategic Report
for the period 29 March 2015 to 2 April 2016

The directors present their strategic report for the period 29 March 2015 to 2 April 2016.

PRINCIPAL ACTIVITY

The principal activity of the company continues to be the purchase of UK farmers' and merchants' grain for sale to group companies for processing at the Bugbrooke, Tring and Downham Market sites and for sale to third parties.

REVIEW OF BUSINESS

The company's turnover has decreased compared with the previous year due to the effects of changes in unit selling prices and volumes. There has been small savings on both distribution and administrative expenses but the decrease in gross profit has been greater and operating profits are down this year.

PRINCIPAL RISKS AND UNCERTAINTIES

Exposure to foreign currency, credit, liquidity and other price risks arises in the normal course of Heygate Grains Limited's business. These risks are limited by the company's financial management policies described below.

Foreign currency risk

The company has limited exposure to foreign currency risk. Substantially all of the company's sales and purchases are denominated in Sterling.

Credit risk

Heygate Grain Limited is a member of the Heygate and Sons Limited Group of companies and sells wheat predominantly to group companies, the company therefore has limited exposure to credit risk outside the group.

Liquidity risk

The directors have ultimate responsibility for liquidity risk management in maintaining adequate reserves, banking and borrowing facilities. These are managed on a group wide basis in order to provide economies of scale.

Other price risk

The company is exposed to the fluctuation in global grain prices and the ability to source milling wheat of consistently high quality. Weather and market conditions around the world have seen global grain prices fall in the year having an impact on the turnover as described above.

Strategic Report
for the period 29 March 2015 to 2 April 2016

ANALYSIS OF DEVELOPMENTS AND PERFORMANCE

The directors are satisfied with the performance of the company during the year and its position as at the 2nd April, 2016

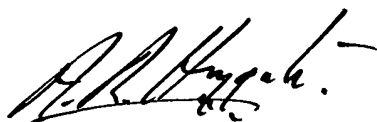
The key performance indicators (KPI's) used in monitoring the company's performance are:

1. Organic sales growth - year on year percentage change in sales revenue.
2. Gross return on sales - gross profit as a percentage of sales revenue.
3. Net return on sales - profit/(loss) on ordinary activities before taxation and before non-recurring items and income from other fixed asset investments, as a percentage of sales revenue.
4. Return on net assets - profit/(loss) on ordinary activities before taxation and before non-recurring items and income from other fixed asset investments, as a percentage of net assets.
5. Free cash flow - comprises the net cash flows from operating activities, less cash outflows due to capital expenditure.

KEY PERFORMANCE INDICATORS (KPI's)

	2016	2015
Organic sales growth/(decline)	(12.09%)	(14.15%)
Gross return on sales	0.97%	0.93%
Net return on sales	0.23%	0.26%
Return on net assets	4.40%	5.82%
Free cash flow	£1.002m	(£7.714m)

ON BEHALF OF THE BOARD:



A R Heygate - Director

15 December 2016

Heygate Grain Limited (Registered number: 01522607)

Report of the Directors
for the period 29 March 2015 to 2 April 2016

The directors present their report with the financial statements of the company for the period 29 March 2015 to 2 April 2016.

DIVIDENDS

There was a profit on ordinary activities after taxation for the year amounting to £127,241 (2015 - £160,139). The directors have not recommended a dividend in respect of the year ended 2nd April, 2016 and one was not paid in the period.

FUTURE DEVELOPMENTS

The directors have no plans for any significant changes in business operations in the foreseeable future. They anticipate that the trading performance will be maintained in the next financial year.

DIRECTORS

The directors shown below have held office during the whole of the period from 29 March 2015 to the date of this report.

A R Heygate
P M Heygate

DISCLOSURE IN THE STRATEGIC REPORT

Principal activity, financial risk management objectives and policies and the exposure to foreign currency, credit, liquidity and other price risk are set out in the strategic report (as defined by section 414 C (11) of the Companies Act 2006).

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Strategic Report, the Report of the Directors 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 then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

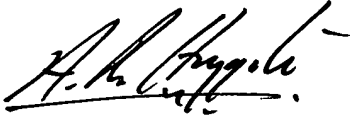
Heygate Grain Limited (Registered number: 01522607)

Report of the Directors
for the period 29 March 2015 to 2 April 2016

AUDITORS

The auditors, Clifford Roberts, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:

A handwritten signature in black ink, appearing to read 'A R Heygate', with a horizontal line drawn underneath it.

A R Heygate - Director

15 December 2016

Report of the Independent Auditors to the Members of
Heygate Grain Limited

We have audited the financial statements of Heygate Grain Limited for the period ended 2 April 2016 on pages eight to twenty two. 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), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

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 a Report of the Auditors 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 auditors

As explained more fully in the Statement of Directors' Responsibilities set out on page four, 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 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 Strategic Report and the Report of the Directors to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 2 April 2016 and of its profit for the period 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 Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

Report of the Independent Auditors to the Members of
Heygate Grain Limited

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.



Martin Field FCA (Senior Statutory Auditor)
for and on behalf of Clifford Roberts
Chartered Accountants &
Statutory Auditors
Pacioli House
9 Brookfield
Duncan Close
Northampton
Northamptonshire
NN3 6WL

15 December 2016

Heygate Grain Limited (Registered number: 01522607)

Income Statement
for the period 29 March 2015 to 2 April 2016

	Notes	Period 29.3.15 to 2.4.16		Period 30.3.14 to 28.3.15	
		£	£	£	£
TURNOVER			54,338,555		61,810,119
Cost of sales			53,810,994		61,233,675
GROSS PROFIT			527,561		576,444
Distribution costs		110,679		120,876	
Administrative expenses		289,889		295,055	
			400,568		415,931
OPERATING PROFIT	4		126,993		160,513
Interest receivable and similar income			-		1
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION			126,993		160,514
Tax on profit on ordinary activities	5		(248)		375
PROFIT FOR THE FINANCIAL PERIOD			127,241		160,139

The notes form part of these financial statements

Heygate Grain Limited (Registered number: 01522607)

Other Comprehensive Income
for the period 29 March 2015 to 2 April 2016

	Period 29.3.15 to 2.4.16 £	Period 30.3.14 to 28.3.15 £
Notes		
PROFIT FOR THE PERIOD	127,241	160,139
OTHER COMPREHENSIVE INCOME	-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>127,241</u>	<u>160,139</u>

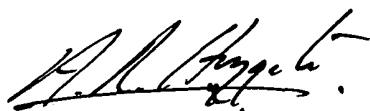
The notes form part of these financial statements

Heygate Grain Limited (Registered number: 01522607)

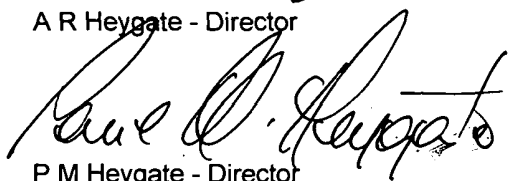
**Balance Sheet
2 April 2016**

	Notes	2016 £	2015 £
FIXED ASSETS			
Tangible assets	6	133,189	157,341
CURRENT ASSETS			
Debtors	7	7,041,007	8,597,273
Cash at bank		495,424	-
		<u>7,536,431</u>	<u>8,597,273</u>
CREDITORS			
Amounts falling due within one year	8	<u>4,775,706</u>	<u>5,987,693</u>
NET CURRENT ASSETS		<u>2,760,725</u>	<u>2,609,580</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2,893,914</u>	<u>2,766,921</u>
PROVISIONS FOR LIABILITIES	11	<u>6,342</u>	<u>6,590</u>
NET ASSETS		<u><u>2,887,572</u></u>	<u><u>2,760,331</u></u>
CAPITAL AND RESERVES			
Called up share capital	12	19,945	19,945
Share premium	13	76,005	76,005
Retained earnings	13	<u>2,791,622</u>	<u>2,664,381</u>
SHAREHOLDERS' FUNDS		<u><u>2,887,572</u></u>	<u><u>2,760,331</u></u>

The financial statements were approved by the Board of Directors on 15 December 2016 and were signed on its behalf by:



A R Heygate - Director



P M Heygate - Director

The notes form part of these financial statements

Heygate Grain Limited (Registered number: 01522607)

Statement of Changes in Equity
for the period 29 March 2015 to 2 April 2016

	Called up share capital £	Retained earnings £	Share premium £	Total equity £
Balance at 30 March 2014	19,945	2,504,242	76,005	2,600,192
Changes in equity				
Total comprehensive income	-	160,139	-	160,139
Balance at 28 March 2015	19,945	2,664,381	76,005	2,760,331
Changes in equity				
Total comprehensive income	-	127,241	-	127,241
Balance at 2 April 2016	19,945	2,791,622	76,005	2,887,572

The notes form part of these financial statements

Notes to the Financial Statements
for the period 29 March 2015 to 2 April 2016

1. PRINCIPAL PLACE OF BUSINESS

Heygates Grain Limited is a private company, limited by shares, incorporated and domiciled in England and has its registered office and principal place of business at Bugbrooke Mills, Bugbrooke, Northampton, NN7 3QH. The company's registered number 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 applicable United Kingdom accounting standards, including Financial Reporting Standard 102 - "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and with the Companies Act 2006. The financial statements have been prepared on the historical cost basis.

The financial statements are presented in Sterling (£) and cover the period to the Saturday that falls closest to the 31st March each year. This results in the comparatives being not entirely comparable.

Transition to FRS 102

This is the first year in which the financial statements have been prepared under FRS 102 issued by the Financial Reporting Council. The last financial statements for the year ended 28th March, 2015, were prepared under previous UK GAAP. The transition date is therefore 30th March, 2014.

Adopting FRS 102 has resulted in no changes in accounting policies.

Financial reporting standard 102 - reduced disclosure exemptions

The company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 7 Statement of Cash Flows;
- the requirements of Section 11 Financial Instruments paragraphs 11.39 to 11.48A;
- the requirements of Section 12 Other Financial Instruments paragraphs 12.26 to 12.29.

Details of the parent of the group in which full disclosure can be obtained can be found in the 'Ultimate controlling party' note.

Related party exemption

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Significant judgements and estimates

In the application of the company's accounting policies management is required to make judgements, estimates and assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered relevant. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis.

There are no key sources of estimation uncertainty that have a significant effect on the amounts recognised in the financial statements.

Notes to the Financial Statements - continued
for the period 29 March 2015 to 2 April 2016

2. ACCOUNTING POLICIES - continued

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Turnover is revenue earned from the sale of goods and is recognised on evidence of delivery to the customer.

The turnover and pretax profit is wholly attributable to the merchandising and handling of grain within the United Kingdom to a fellow group company.

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.

Short leasehold	- 3% on cost
Plant and machinery	- 10% on cost

Trade and other debtors

Trade and other debtors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest rate method, less impairment losses for bad and doubtful debts except where the effect of discounting would be immaterial. In such cases, the receivables are stated at cost less impairment losses for bad and doubtful debts.

Trade and other creditors

Trade and other creditors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest rate method unless the effect of discounting would be immaterial, in which case they are stated at cost.

Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the statement of comprehensive income because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The Company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax is recognised on timing differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable timing differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible timing differences can be utilised. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient profits will be available to allow all or part of the asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Current or deferred tax for the year is recognised in profit or loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax is also recognised in other comprehensive income or directly in equity respectively.

Notes to the Financial Statements - continued
for the period 29 March 2015 to 2 April 2016

2. ACCOUNTING POLICIES - continued

Financial instruments

Heygate Grain Limited enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other accounts receivable and payable, loans to and from related parties and invoice discounting facilities.

Debt instruments (other than those wholly repayable or receivable in one year), including loans and other accounts receivable and payable, are initially measured at the present value of future cash flows and subsequently at amortised cost using the effective interest rate method. Debt instruments that are payable or receivable within one year, typically trade debtors and creditors, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration, expected to be paid or received.

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

Derivatives, including interest rate swaps and futures, are not considered basic financial instruments. Derivatives are initially recognised at fair value on the date the derivative contract is entered into and are subsequently re-measured at their fair value. Changes in the fair value of derivatives are recognised in profit and loss in finance costs or income as appropriate.

Leasing commitments

Rentals under operating leases are charged on a straight line basis over the lease term, even if the payments are not made on such a basis. Benefits received and receivable as an incentive to sign an operating lease are similarly spread on a straight line basis over the lease term.

Pension and post employment benefits

In accordance with FRS 102 Section 28 - 'Employee benefits', the operating and financing costs of pension and post-retirement schemes are recognised separately in the profit and loss account. Service costs are systematically spread over the service lives of the employees and financing costs are recognised in the period in which they arise. The costs of past service benefit enhancements, settlements and curtailments are also recognised in the period in which they arise.

The difference between actual and expected returns on assets during the year, including changes in actuarial assumptions, are recognised in the statement of other comprehensive income.

The disclosure required by FRS 102 Section 28 - 'Employee benefits' are given in the pension commitments note.

3. STAFF COSTS

	Period 29.3.15 to 2.4.16 £	Period 30.3.14 to 28.3.15 £
Wages and salaries	84,504	91,170
Social security costs	8,250	8,250
	<u>92,754</u>	<u>99,420</u>

Heygate Grain Limited (Registered number: 01522607)

Notes to the Financial Statements - continued
for the period 29 March 2015 to 2 April 2016

3. STAFF COSTS - continued

The average monthly number of employees during the period was as follows:

	Period 29.3.15 to 2.4.16	Period 30.3.14 to 28.3.15
Handling and storage	<u>2</u>	<u>2</u>

4. OPERATING PROFIT

The operating profit is stated after charging:

	Period 29.3.15 to 2.4.16 £	Period 30.3.14 to 28.3.15 £
Depreciation - owned assets	24,152	24,153
Auditors' remuneration	15,400	15,400
Rent of buildings	<u>3,500</u>	<u>3,500</u>
Directors' remuneration	<u>-</u>	<u>-</u>

5. TAXATION

Analysis of the tax (credit)/charge

The tax (credit)/charge on the profit on ordinary activities for the period was as follows:

	Period 29.3.15 to 2.4.16 £	Period 30.3.14 to 28.3.15 £
Deferred tax	<u>(248)</u>	<u>375</u>
Tax on profit on ordinary activities	<u>(248)</u>	<u>375</u>

Notes to the Financial Statements - continued
for the period 29 March 2015 to 2 April 2016

5. TAXATION - continued

Reconciliation of total tax (credit)/charge included in profit and loss

The tax assessed for the period is lower than the standard rate of corporation tax in the UK. The difference is explained below:

	Period 29.3.15 to 2.4.16 £	Period 30.3.14 to 28.3.15 £
Profit on ordinary activities before tax	126,993	160,514
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 20% (2015 - 21%)	25,399	33,708
Effects of:		
Depreciation in excess of capital allowances	1,166	379
Group relief surrendered by fellow group companies	(26,565)	(34,087)
Deferred tax movement	(248)	375
Total tax (credit)/charge	(248)	375

6. TANGIBLE FIXED ASSETS

	Short leasehold £	Plant and machinery £	Totals £
COST			
At 29 March 2015 and 2 April 2016	226,488	721,492	947,980
DEPRECIATION			
At 29 March 2015	202,320	588,319	790,639
Charge for period	6,164	17,988	24,152
At 2 April 2016	208,484	606,307	814,791
NET BOOK VALUE			
At 2 April 2016	18,004	115,185	133,189
At 28 March 2015	24,168	133,173	157,341

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2016 £	2015 £
Trade debtors	370,016	569,431
Amounts owed by group undertakings	6,670,991	8,027,842
	7,041,007	8,597,273

Heygate Grain Limited (Registered number: 01522607)

**Notes to the Financial Statements - continued
for the period 29 March 2015 to 2 April 2016**

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2016 £	2015 £
Bank loans and overdrafts (see note 9)	-	506,658
Trade creditors	4,420,588	5,107,053
Amounts owed to group undertakings	318,617	338,068
Other creditors	21,101	20,514
Accruals and deferred income	15,400	15,400
	<u>4,775,706</u>	<u>5,987,693</u>

9. LOANS

An analysis of the maturity of loans is given below:

	2016 £	2015 £
Amounts falling due within one year or on demand:		
Bank overdrafts	<u>-</u>	<u>506,658</u>

10. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2016 £	2015 £
Within one year	<u>3,500</u>	<u>3,500</u>

11. PROVISIONS FOR LIABILITIES

	2016 £	2015 £
Deferred tax	<u>6,342</u>	<u>6,590</u>

	Deferred tax £
Balance at 29 March 2015	6,590
Credit to Income Statement during period	(248)
Balance at 2 April 2016	<u>6,342</u>

12. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2016 £	2015 £
19,945	Ordinary shares	£1	<u>19,945</u>	<u>19,945</u>

The ordinary shares are entitled to voting rights, a dividend and any surplus on winding up.

Called up share capital

This represents the nominal value of shares that have been issued.

Heygate Grain Limited (Registered number: 01522607)

Notes to the Financial Statements - continued
for the period 29 March 2015 to 2 April 2016

13. RESERVES

	Retained earnings £	Share premium £	Totals £
At 29 March 2015	2,664,381	76,005	2,740,386
Profit for the period	127,241	-	127,241
At 2 April 2016	2,791,622	76,005	2,867,627

Share premium

This reserve represents the surplus income above nominal value on the previous issue of share capital.

Retained earnings

This reserve includes all current and prior period retained profit and losses.

14. PENSION COMMITMENTS

The long serving employees of the company, with the exception of the family directors, are members of the Heygate Group Pension and Life Assurance Scheme which provides defined pension and lump sum benefits payable to members on their retirement from the Heygate Group, or to their dependants on death before or after retirement. The scheme is of the defined benefit type for current members, and this scheme was closed to new members on 1st October, 2002, and on the 30th September, 2010 the scheme ceased further accruals of pensionable service.

For all employees starting employment since 2nd October, 2002, and for existing scheme members in relation to pensionable service from 1st October, 2010, the company has a separate plan within the scheme which provides defined contribution benefits. The assets of the scheme are held in trustee administered funds separate from the company's assets.

The total pension cost for the company for the year was £nil (2015 - £nil).

The level of contributions to the scheme is assessed in accordance with the advice of an independent qualified actuary and is calculated so as to spread the charge to profit and loss over the average service periods of current employees in the scheme. The scheme is valued using the projected unit method.

The most recent actuarial valuation was carried out on 1st October, 2014.

As the defined benefit scheme has been closed to new entrants, the age profile of active members is increasing over time. Under the projected unit method, the current service cost will increase as active members of the scheme approach retirement. As a result of the cessation of further accruals of pensionable service the costs of funding the liability to pay future pensions to serving members will decrease.

The disclosures required under FRS 102 Section 28 - 'Employee Benefits' are contained within the financial statements of the sponsoring company of the scheme, Heygates Limited (a wholly owned subsidiary of Heygate and Sons Limited), and in the group financial statements of Heygate and Sons Limited and its subsidiary companies.

15. ULTIMATE PARENT COMPANY

The directors consider that the ultimate holding company is its parent company, Heygate and Sons Limited, which is a company registered in England.

The Heygate and Sons Limited consolidated financial statements are available at Companies House.

Notes to the Financial Statements - continued
for the period 29 March 2015 to 2 April 2016

16. CONTINGENT LIABILITIES

There is a contingent liability in respect of an unlimited multilateral guarantee, dated 31st July, 2008, covering the bank overdrafts of the company, its holding company and the following fellow subsidiaries:

Heygates Limited	F.A. Bird (Downham Mills) Limited
The Heygate Engineering Company Limited	Heygate Farms Swaffham Limited
Fine Lady Bakeries Limited	Millstream Investments Limited
County Pride Products Limited	Warburton Estates Company
Heygate Leasing Limited	Heygates Country Feeds Limited

The maximum amount payable was the net overdraft of the group at each period end.

17. RELATED PARTY DISCLOSURES

Key management personnel of the entity or its parent (in the aggregate)

	2016	2015
	£	£
Compensation	<u>92,754</u>	<u>99,420</u>

Other related parties

	2016	2015
	£	£
Purchases	728,776	651,850
Rent	3,500	3,500
Amount due to related party	<u>92,325</u>	<u>71,263</u>

18. AUDITOR LIABILITY LIMITATION AGREEMENT

On the 15th December, 2015, a resolution was passed by the Heygate and Sons Limited group of companies entering into an agreement limiting the amount of any liability owed to the group of companies by the auditor in respect of any negligence, default or breach of duty occurring in the course of the audit of the financial statements for the year ending 2nd April, 2016.

The maximum aggregate amount of the auditor's liability to the group of companies shall not exceed the sum of twenty-five times the fees payable for the financial year in question, or £5,000,000, which ever is the lesser amount.

19. ULTIMATE CONTROLLING PARTY

The directors consider that the ultimate controlling party is its parent company, Heygate and Sons Limited, which owns 100% of the voting issued share capital. Heygate and Sons Limited has a controlling nucleus of directors, Mr AR Heygate and Mr PM Heygate, who together own 10% of the voting issued ordinary share capital personally and 47.94% of the voting issued ordinary share capital as principal trustees of family trusts.

Mrs D Haines, sister of Mr PM Heygate and cousin of Mr AR Heygate, although not a director of Heygate and Sons Limited, is a principal trustee of a family trust which owns 15.45% of the remaining voting issued ordinary share capital.

Heygate Grain Limited (Registered number: 01522607)

Reconciliation of Equity
30 March 2014
(Date of Transition to FRS 102)

	Notes	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
FIXED ASSETS				
Tangible assets		133,189	-	133,189
CURRENT ASSETS				
Debtors		7,041,006	-	7,041,006
Cash in hand		495,424	-	495,424
		7,536,430	-	7,536,430
CREDITORS				
Amounts falling due within one year		(4,775,705)	-	(4,775,705)
NET CURRENT ASSETS		2,760,725	-	2,760,725
TOTAL ASSETS LESS CURRENT LIABILITIES		2,893,914	-	2,893,914
PROVISIONS FOR LIABILITIES		(5,366)	-	(5,366)
NET ASSETS		2,888,548	-	2,888,548
CAPITAL AND RESERVES				
Called up share capital		19,945	-	19,945
Share premium		76,005	-	76,005
Retained earnings		2,792,598	-	2,792,598
SHAREHOLDERS' FUNDS		2,888,548	-	2,888,548

The notes form part of these financial statements

Heygate Grain Limited (Registered number: 01522607)

Reconciliation of Equity - continued
28 March 2015

	Notes	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
FIXED ASSETS				
Tangible assets		157,341	-	157,341
CURRENT ASSETS				
Debtors		8,597,273	-	8,597,273
CREDITORS				
Amounts falling due within one year		(5,987,693)	-	(5,987,693)
NET CURRENT ASSETS		2,609,580	-	2,609,580
TOTAL ASSETS LESS CURRENT LIABILITIES		2,766,921	-	2,766,921
PROVISIONS FOR LIABILITIES		(6,590)	-	(6,590)
NET ASSETS		2,760,331	-	2,760,331
CAPITAL AND RESERVES				
Called up share capital		19,945	-	19,945
Share premium		76,005	-	76,005
Retained earnings		2,664,381	-	2,664,381
SHAREHOLDERS' FUNDS		2,760,331	-	2,760,331

The notes form part of these financial statements

Heygate Grain Limited (Registered number: 01522607)

Reconciliation of Profit
for the period 30 March 2014 to 28 March 2015

	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
TURNOVER	61,810,119	-	61,810,119
Cost of sales	(61,233,675)	-	(61,233,675)
GROSS PROFIT	576,444	-	576,444
Distribution costs	(120,876)	-	(120,876)
Administrative expenses	(295,055)	-	(295,055)
OPERATING PROFIT	160,513	-	160,513
Interest receivable and similar income	1	-	1
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	160,514	-	160,514
Tax on profit on ordinary activities	(375)	-	(375)
PROFIT FOR THE FINANCIAL PERIOD	160,139	-	160,139

The notes form part of these financial statements