

R G FARMS LIMITED
ABBREVIATED UNAUDITED ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2015

**CONTENTS OF THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2015**

	Page
Company Information	1
Abbreviated Balance Sheet	2 to 3
Notes to the Abbreviated Accounts	4 to 7
Chartered Accountants' Report	8

R G FARMS LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 30 JUNE 2015**

DIRECTORS:

M R Grant
P J Grant
Mrs N J Grant

SECRETARY:

M R Grant

REGISTERED OFFICE:

Laburnum House
Main Road
Langrick
Boston
Lincolnshire
PE22 7AN

REGISTERED NUMBER:

01901421 (England and Wales)

ACCOUNTANTS:

Duncan & Toplis Limited
5 Resolution Close
Endeavour Park
Boston
Lincolnshire
PE21 7TT

ABBREVIATED BALANCE SHEET
30 JUNE 2015

	Notes	2015 £	£	2014 £	£
FIXED ASSETS					
Tangible assets	2		7,408,864		6,572,809
Investments	3		<u>1,157</u>		<u>1,157</u>
			7,410,021		6,573,966
CURRENT ASSETS					
Valuation		444,084		419,468	
Debtors	4	4,387,467		4,687,649	
Cash at bank and in hand		<u>67,629</u>		<u>21</u>	
		4,899,180		5,107,138	
CREDITORS					
Amounts falling due within one year	5	<u>543,629</u>		<u>727,706</u>	
NET CURRENT ASSETS			<u>4,355,551</u>		<u>4,379,432</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			11,765,572		10,953,398
CREDITORS					
Amounts falling due after more than one year	5		(3,808,173)		(3,125,948)
PROVISIONS FOR LIABILITIES			<u>(50,737)</u>		<u>(40,784)</u>
NET ASSETS			<u>7,906,662</u>		<u>7,786,666</u>
CAPITAL AND RESERVES					
Called up share capital	6		40		40
Share premium			836,780		836,780
Revaluation reserve			5,222,960		5,222,960
Capital redemption reserve			338		-
Profit and loss account			<u>1,846,544</u>		<u>1,726,886</u>
SHAREHOLDERS' FUNDS			<u>7,906,662</u>		<u>7,786,666</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 June 2015.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 June 2015 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 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.
- (b)

R G FARMS LIMITED (REGISTERED NUMBER: 01901421)

ABBREVIATED BALANCE SHEET - continued
30 JUNE 2015

The abbreviated accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the Board of Directors on 30 March 2016 and were signed on its behalf by:

P J Grant - Director

The notes form part of these abbreviated accounts

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2015**

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Turnover

Turnover represents net invoiced sales of farm crops and area aid excluding value added tax. Sales of produce are recognised upon despatch.

Tangible fixed assets

Depreciation is provided at the following rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the term of the lease, whichever is the shorter.

Land and buildings	- 2 - 10% on cost or valuation and land not provided
Plant and machinery	- 10% to 33% on cost or valuation
	- 15% to 25% reducing balance

The part of the annual depreciation charge on revalued assets which relates to the surplus is transferred from the revaluation reserve to the profit and loss account.

Stock

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

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 the profit and loss account in the period to which they relate.

Investments

Investments are stated at cost less provision for any permanent diminution in value.

**NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 30 JUNE 2015**

1. ACCOUNTING POLICIES - continued

Single farm payment

The single farm payment is recognised in the financial statements in accordance with current H M Revenue & Customs guidance.

Financial instruments

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. A 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 obligations of the 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.

2. TANGIBLE FIXED ASSETS

	Total £
COST OR VALUATION	
At 1 July 2014	7,059,591
Additions	945,774
Disposals	(70,900)
At 30 June 2015	<u>7,934,465</u>
DEPRECIATION	
At 1 July 2014	486,782
Charge for year	66,883
Eliminated on disposal	(28,064)
At 30 June 2015	<u>525,601</u>
NET BOOK VALUE	
At 30 June 2015	<u>7,408,864</u>
At 30 June 2014	<u>6,572,809</u>

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 30 JUNE 2015

3. FIXED ASSET INVESTMENTS

	Investments other than loans £
COST	
At 1 July 2014	
and 30 June 2015	<u>1,157</u>
NET BOOK VALUE	
At 30 June 2015	<u>1,157</u>
At 30 June 2014	<u>1,157</u>

The company's investments at the Balance Sheet date in the share capital of companies include the following:

Joint venture

Witham Farm Services Limited

Nature of business: Agricultural Contractors

	%
Class of shares:	holding
Ordinary	50.00

4. DEBTORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

The aggregate total of debtors falling due after more than one year is £ 3,934,797 (2014 - £ 3,934,797)

5. CREDITORS

Creditors include an amount of £ 2,598,559 (2014 - £ 1,902,837) for which security has been given.

They also include the following debts falling due in more than five years:

	2015 £	2014 £
Repayable otherwise than by instalments	900,000	338
Repayable by instalments	<u>2,059,107</u>	<u>1,536,996</u>
	<u>2,959,107</u>	<u>1,537,334</u>

**NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 30 JUNE 2015**

5. CREDITORS - continued

Details of share shown as liabilities are as follows:

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2015 £	2014 £
900,000	Participating preference shares	£1.00	900,000	-
675	Redeemable preference shares	£0.50	-	338
			<u>900,000</u>	<u>338</u>

The company and each holder of redeemable preference shares have the right to redeem preference shares upon giving 12 months notice to the company. The amount redeemable by the company or any or all of the holders of redeemable preference shares in any financial year shall be limited to an aggregate of £300,000 or such larger amount as may be agreed by the company. The redeemable preference shares entitle the holder to a fixed cumulative dividend of 3.5% above the Bank of England base rate, although carry no voting rights nor rights to surplus capital in the event of winding up the company.

During the year the company redeemed at par and cancelled the 675 participating preference shares.

6. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2015 £	2014 £
1,250	Ordinary A	1p	13	13
2,500	Ordinary B	1p	25	25
2	Ordinary C	£1	2	2
			<u>40</u>	<u>40</u>

7. ULTIMATE PARENT COMPANY

Grant Farming Limited is regarded by the directors as being the company's ultimate parent company.

**CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS
ON THE UNAUDITED FINANCIAL STATEMENTS OF
R G FARMS LIMITED**

The following reproduces the text of the report prepared for the directors in respect of the company's annual unaudited financial statements, from which the unaudited abbreviated accounts (set out on pages two to seven) have been prepared.

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of R G Farms Limited for the year ended 30 June 2015 which comprise the Profit and Loss Account, the Balance Sheet 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 at icaew.com/membershandbook.

This report is made solely to the Board of Directors of R G Farms Limited, as a body, in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of R G Farms Limited and state those matters that we have agreed to state to the Board of Directors of R G Farms Limited, as a body, in this report in accordance with AAF 2/10 as detailed at icaew.com/compilation. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that R G Farms Limited 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 R G Farms Limited. You consider that R G 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 financial statements of R G 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 financial statements.

Duncan & Toplis Limited
5 Resolution Close
Endeavour Park
Boston
Lincolnshire
PE21 7TT

30 March 2016

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.