

EASEY PIGS LIMITED

**ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2017**



EASEY PIGS LIMITED

COMPANY INFORMATION

Directors	C M Easey J A Easey
Company secretary	C M Easey
Registered number	06474607
Registered office	Seton House Warwick Technology Park Gallows Hill Warwick Warwickshire CV34 6DA
Trading Address	Town Farm Hoxne Eye Suffolk IP21 5DB
Independent auditors	Larking Gowen Chartered Accountants & Statutory Auditors 1 Claydon Business Park Great Blakenham Ipswich Suffolk IP6 0NL

EASEY PIGS LIMITED

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EASEY PIGS LIMITED

STRATEGIC REPORT FOR THE YEAR ENDED 28 FEBRUARY 2017

Introduction

The directors present their Strategic Report for the year ended 28 February 2017.

Business review

The principal activity of the Company continued to be that of breeding pigs.

The statutory results of the Company are shown on page 6.

These results reflect the upturn in the pig industry following the recessive period seen in the previous financial year. Although the grain prices increased, the price for finished live pigs has risen throughout the financial year at a greater rate. This and improved management of costs by the company has resulted in an increase in the gross profit margin for the year.

Principal risks and uncertainties

The management of the business and the execution of the Company's strategy are subject to a number of risks. The directors of the Company monitor these risks and can confirm the key risks are considered to relate to disease, the fluctuating cost of feed and the value of the pound against the Euro.

The directors envisage no significant changes to the current policies and strategies over the next 12 months.

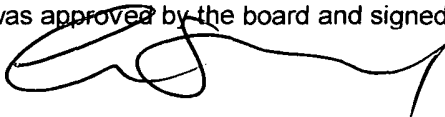
Financial key performance indicators

The directors consider that the key financial indicators are those that communicate the Financial Position and strength of the Company as a whole, these being gross profit of £6,568,587 (2016 - £2,755,209) and profit before tax of £4,078,189 (2016 - £201,168), as shown in the Statement of Income and Retained Earnings.

Other key performance indicators

Given the nature of the business, the Company's directors are of the opinion that complete analysis using other key performance indicators other than the ones mentioned above, is not useful for an understanding of the development, performance or position of the business.

This report was approved by the board and signed on its behalf.



.....
C M Easey
Director

Date: 28 November 2017

EASEY PIGS LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 28 FEBRUARY 2017

The directors present their report and the financial statements for the year ended 28 February 2017.

Directors' responsibilities statement

The directors are responsible for preparing the Strategic report, the Directors' report 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 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'. 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 for the Company's financial statements and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK 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 to 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.

Results and dividends

The profit for the year, after taxation, amounted to £3,251,117 (2016 - £150,674).

The directors do not recommend payment of an ordinary dividend.

Directors

The directors who served during the year were:

C M Easey

J A Easey

M J Easey (died 29 January 2017)

EASEY PIGS LIMITED

DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 28 FEBRUARY 2017

Principal risks and uncertainties

Risk of disease

The Company is exposed to the risk of disease due to the significant number of pigs held as stock for breeding. The risk of disease is monitored by management through the use of industry update bulletins and holding stock in various locations.

Fluctuations in the cost of feed

The Company is exposed to the risk of fluctuations in the price of feed as a result of changes in the market conditions. The risk is mitigated through negotiations and contracts with suppliers.

Strength of sterling against foreign currency

The Company is exposed to fluctuations in foreign currency rates due to the impact this has on pig prices in the UK market. The Company accepts risks here due to the cyclical nature of the relationship between the prices of pigs and the prices of feed in the industry.

Future developments

As recorded below, following the year end the group has been acquired by Danish Crown, through their UK subsidiary Tulip Limited.

This is part of a strategic exercise which will strengthen the market position of the group and provide greater opportunities within the industry going forward. Tulip are waiting for formal sanction from the Competition and Markets Authority before making a formal announcement of their plans.

Financial instruments

The Company seeks to minimise financial risk through a number of measures. These include the preparation of forecasts and management accounts, together with regular monitoring of actual performance against such forecasts.

Price risk is mitigated through negotiations and contracts with suppliers.

Credit risk is managed with trade debtors being closely monitored to minimise bad debt levels.

The Company's direct exposure to foreign currency rate fluctuations is minimal, although this has an indirect impact on price risk.

Positive cash flows from operations mean that the directors do not consider liquidity or cash flow to be an issue. Notwithstanding this, cash flow is rigorously managed to maximise returns whilst minimising risk.

Disclosure of information to auditors

Each of the persons who are directors at the time when this Directors' report is approved has confirmed that:

- so far as the director is aware, there is no relevant audit information of which the Company's auditors are unaware, and
- the director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

EASEY PIGS LIMITED

DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 28 FEBRUARY 2017

Post balance sheet events

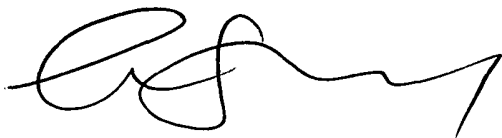
As of 8 September 2017, Tulip Limited, a Company registered in England and Wales, became the immediate parent Company by virtue of its acquisition of the group.

Following the acquisition by Tulip Limited, the medium-term bank borrowings were all repaid in full.

Auditors

Under section 487(2) of the Companies Act 2006, Larking Gowen will be deemed to have been reappointed as auditors 28 days after these financial statements were sent to members or 28 days after the latest date prescribed for filing the accounts with the registrar, whichever is earlier.

This report was approved by the board and signed on its behalf.



.....
C M Easey
Director

Date: 28 November 2017

EASEY PIGS LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF EASEY PIGS LIMITED

We have audited the financial statements of Easey Pigs Limited for the year ended 28 February 2017, which comprise the Statement of income and retained earnings, the Statement of financial position and the related notes, including a summary of significant accounting policies. The relevant financial reporting framework that has been applied in their preparation is applicable law and the 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 an Auditors' report 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 Directors' responsibilities statement on page 2, 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 Financial Reporting Council's Ethical Standards for Auditors.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's website at www.frc.org.uk/auditscopeukprivate.

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 28 February 2017 and of its profit for the year 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, based on the work undertaken in the course of the audit, the information given in the Strategic report and the Directors' report for the financial year for which the financial statements are prepared is consistent with those financial statements and such reports have been prepared in accordance with applicable legal requirements.

In the light of our knowledge and understanding of the Company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic report and the Directors' report.

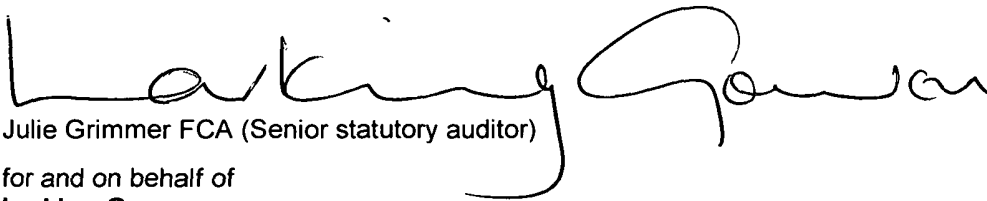
EASEY PIGS LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF EASEY PIGS LIMITED (CONTINUED)

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.



Julie Grimmer FCA (Senior statutory auditor)

for and on behalf of
Larking Gowen

Chartered Accountants
Statutory Auditors

Ipswich

28 November 2017

EASEY PIGS LIMITED

STATEMENT OF INCOME AND RETAINED EARNINGS FOR THE YEAR ENDED 28 FEBRUARY 2017

	Note	2017 £	2016 £
Turnover	4	63,404,982	66,018,010
Cost of sales		(56,836,395)	(63,262,801)
Gross profit		6,568,587	2,755,209
Administrative expenses		(2,492,030)	(2,554,041)
Operating profit	5	4,076,557	201,168
Interest receivable and similar income	9	1,632	-
Profit before tax		4,078,189	201,168
Tax on profit	10	(827,072)	(50,494)
Profit after tax		3,251,117	150,674
Retained earnings at the beginning of the year		4,977,414	6,176,740
Profit for the year		3,251,117	150,674
Dividends declared and paid		-	(1,350,000)
Retained earnings at the end of the year		8,228,531	4,977,414

There were no recognised gains and losses for 2017 or 2016 other than those included in the statement of income and retained earnings.

The notes on pages 9 to 23 form part of these financial statements.

EASEY PIGS LIMITED
REGISTERED NUMBER: 06474607

STATEMENT OF FINANCIAL POSITION
AS AT 28 FEBRUARY 2017

	Note	28 February 2017 £	29 February 2016 £
Fixed assets			
Tangible assets	12	554,763	620,479
Investments	13	100	100
		<u>554,863</u>	<u>620,579</u>
Current assets			
Stocks	14	9,839,605	9,777,891
Debtors: amounts falling due within one year	15	2,558,775	2,098,722
Cash at bank and in hand	16	444,469	50
		<u>12,842,849</u>	<u>11,876,663</u>
Creditors: amounts falling due within one year	17	<u>(5,164,304)</u>	<u>(7,508,465)</u>
Net current assets		<u>7,678,545</u>	<u>4,368,198</u>
Total assets less current liabilities		<u>8,233,408</u>	<u>4,988,777</u>
Provisions for liabilities			
Deferred tax	19	(4,874)	(11,360)
Net assets		<u><u>8,228,534</u></u>	<u><u>4,977,417</u></u>
Capital and reserves			
Called up share capital	20	3	3
Profit and loss account	21	8,228,531	4,977,414
		<u><u>8,228,534</u></u>	<u><u>4,977,417</u></u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf by



.....
C M Easey
 Director

Date: 28 November 2017
 The notes on pages 9 to 23 form part of these financial statements.

EASEY PIGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 28 FEBRUARY 2017

1. General information

Easey Pigs Limited is a Company incorporated in England and Wales, registration number 06474607. The registered office is Seton House, Warwick Technology Park, Gallows Hill, Warwick, Warwickshire, CV34 6DA.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The financial statements are presented in Sterling (£).

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies (see note 3).

The following principal accounting policies have been applied:

2.2 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 the 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 3 Financial Statement Presentation paragraph 3.17(d);
- the requirements of Section 11 Financial Instruments paragraphs 11.41(b), 11.41(c), 11.41(e), 11.41(f), 11.42, 11.44 to 11.45, 11.47, 11.48(a)(iii), 11.48(a)(iv), 11.48(b) and 11.48(c);
- the requirements of Section 12 Other Financial Instruments paragraphs 12.26 to 12.27, 12.29(a), 12.29(b) and 12.29A;
- the requirements of Section 33 Related Party Disclosures paragraph 33.7.

This information is included in the consolidated financial statements of Easey Holdings Limited as at 28 February 2017 and these financial statements may be obtained from the Registrar of Companies for England and Wales.

2.3 Going concern

After making enquiries, the directors have a 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 the Annual Report and financial statements.

EASEY PIGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 28 FEBRUARY 2017

2. Accounting policies (continued)

2.4 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

Sale of goods

Revenue from the sale of goods is recognised when all of the following conditions are satisfied:

- the Company has transferred the significant risks and rewards of ownership to the buyer;
- the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the transaction; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

2.5 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives.

Depreciation is provided on the following basis:

Long-term leasehold property	-	10% - straight line
Plant and machinery	-	25% - 50% reducing balance
Motor vehicles	-	25% - 50% reducing balance

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of income and retained earnings.

2.6 Valuation of investments

Investments in subsidiaries are measured at cost less accumulated impairment. Where merger relief is applicable, the cost of the investment in a subsidiary undertaking is measured at the nominal value of the shares issued together with the fair value of any additional consideration paid.

Investments in unlisted Company shares are held at historic cost less accumulated impairment.

EASEY PIGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 28 FEBRUARY 2017

2. Accounting policies (continued)

2.7 Stocks

The cost model of accounting is applied in valuing stocks which are stated at the lower of cost and net realisable value.

2.8 Debtors

Short term debtors are measured at transaction price, less any impairment.

2.9 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours.

2.10 Financial instruments

The Company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

Debt instruments (other than those wholly repayable or receivable within one year), including loans and other accounts receivable and payable, are initially measured at present value of the future cash flows and subsequently at amortised cost using the effective interest 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. However, if the arrangements of a short-term instrument constitute a financing transaction, like the payment of a trade debt deferred beyond normal business terms or financed at a rate of interest that is not a market rate or in case of an out-right short-term loan not at market rate, the financial asset or liability is measured, initially, at the present value of the future cash flow discounted at a market rate of interest for a similar debt instrument and subsequently at amortised cost.

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 evidence of impairment is found, an impairment loss is recognised in the Statement of income and retained earnings.

For financial assets measured at amortised cost, the impairment loss is measured as the difference between an asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate. If a financial asset has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and best estimate of the recoverable amount, which is an approximation of the amount that the Company would receive for the asset if it were to be sold at the reporting date.

Financial assets and liabilities are offset and the net amount reported in the Statement of financial position when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

EASEY PIGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 28 FEBRUARY 2017

2. Accounting policies (continued)

2.11 Creditors

Short term creditors are measured at the transaction price.

2.12 Finance costs

Finance costs are charged to the Statement of income and retained earnings over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

2.13 Dividends

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid. Final equity dividends are recognised when approved by the shareholders at an annual general meeting. Dividends on shares recognised as liabilities are recognised as expenses and classified within interest payable.

2.14 Operating leases: the Company as lessee

Rentals paid under operating leases are charged to the Statement of income and retained earnings on a straight line basis over the lease term.

2.15 Pensions

Defined contribution pension plan

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in the Statement of income and retained earnings when they fall due. Amounts not paid are shown in accruals as a liability in the Statement of financial position. The assets of the plan are held separately from the Company in independently administered funds.

EASEY PIGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 28 FEBRUARY 2017

2. Accounting policies (continued)

2.16 Current and deferred taxation

The tax expense for the year comprises current and deferred tax. Tax is recognised in the Statement of income and retained earnings, except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

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 income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Statement of financial position date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

3. Judgements in applying accounting policies and key sources of estimation uncertainty

Preparation of the financial statements requires management to make significant judgements and estimates. The items in the financial statements where these judgements and estimates have been made include:

Provision and impairment

The Company has reserved amounts for impairment of trade debtors in its financial statements which require management to make judgements. The judgements, estimates and associated assumptions necessary to calculate these amounts are based on historical experience and other reasonable factors.

Stock

The values of livestock held in the financial statements are based upon the estimated cost of production. The judgements, estimates and associated assumptions necessary to calculate these amounts are based on historical experience and other reasonable factors.

4. Turnover

All turnover arose within the United Kingdom.

EASEY PIGS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2017**

5. Operating profit

The operating profit is stated after charging:

	2017	2016
	£	£
Depreciation of tangible fixed assets	141,044	212,269
Operating lease rentals - land and buildings	27,825	25,500
Defined contribution pension cost	3,998	86,667

6. Auditors' remuneration

	2017	2016
	£	£
Fees payable to the Company's auditor and its associates for the audit of the Company's annual financial statements	9,950	14,675

Details of fees payable to the Company's auditor in respect of other services are disclosed in the financial statements of the parent Company.

EASEY PIGS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2017**

7. Employees

Staff costs, including directors' remuneration, were as follows:

	2017 £	2016 £
Wages and salaries	1,068,118	1,092,718
Social security costs	111,266	110,879
Cost of defined contribution scheme	3,998	86,667
	<u>1,183,382</u>	<u>1,290,264</u>

The average monthly number of employees, including the directors, during the year was as follows:

	2017 No.	2016 No.
Administration	6	7
Direct	15	15
Management (Directors)	3	3
	<u>24</u>	<u>25</u>

Included within staff costs and average staff numbers are 3 (2016 - 3) management staff and 3 (2016 - 3) members of administration staff who undertake work for fellow subsidiary companies, Easey Herds Limited, Easey Veterinary Services Limited, and D Blowers Limited. No charge has been raised for this service.

8. Directors' remuneration

	2017 £	2016 £
Directors' emoluments	357,480	359,547
Company contributions to defined contribution pension schemes	-	86,667
	<u>357,480</u>	<u>446,214</u>

During the year retirement benefits were accruing to no directors (2016 - 2) in respect of defined contribution pension schemes.

The highest paid director received remuneration of £158,241 (2016 - £157,095).

The value of the company's contributions paid to a defined contribution pension scheme in respect of the highest paid director amounted to £NIL (2016 - £43,333).

EASEY PIGS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2017**

9. Interest receivable

	2017	2016
	£	£
Other interest receivable	1,632	-
	<u>1,632</u>	<u>-</u>

10. Taxation

	2017	2016
	£	£
Corporation tax		
Current tax on profits for the year	833,558	61,226
Total current tax	<u>833,558</u>	<u>61,226</u>
Deferred tax		
Origination and reversal of timing differences	(6,486)	(10,732)
Total deferred tax	<u>(6,486)</u>	<u>(10,732)</u>
Taxation on profit on ordinary activities	<u>827,072</u>	<u>50,494</u>

EASEY PIGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2017

10. Taxation (continued)

Factors affecting tax charge for the year

The tax assessed for the year is higher than (2016 - *higher than*) the standard rate of corporation tax in the UK of 20% (2016 - 20%). The differences are explained below:

	2017 £	2016 £
Profit on ordinary activities before tax	4,078,189	201,168
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 20% (2016 - 20%)	815,638	40,234
Effects of:		
Expenses not deductible for tax purposes, other than goodwill amortisation and impairment	10,527	8,996
Fixed assets differences	1,047	1,047
Short term timing difference leading to an increase (decrease) in taxation	-	(41)
Other differences leading to an increase (decrease) in taxation	(140)	258
Total tax charge for the year	827,072	50,494

Factors that may affect future tax charges

There were no factors that may affect future tax charges.

11. Dividends

	28 February 2017 £	29 February 2016 £
Dividends paid on equity capital	-	1,350,000
	-	1,350,000

EASEY PIGS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2017**

12. Tangible fixed assets

	Improvements to leasehold £	Plant and machinery £	Motor vehicles £	Total £
Cost or valuation				
At 1 March 2016	202,109	1,560,932	186,847	1,949,888
Additions	-	75,708	-	75,708
Disposals	-	(5,740)	-	(5,740)
At 28 February 2017	202,109	1,630,900	186,847	2,019,856
Depreciation				
At 1 March 2016	63,579	1,145,474	120,356	1,329,409
Charge owned for the period	20,118	104,302	16,624	141,044
Disposals	-	(5,360)	-	(5,360)
At 28 February 2017	83,697	1,244,416	136,980	1,465,093
Net book value				
At 28 February 2017	118,412	386,484	49,867	554,763
At 29 February 2016	138,530	415,458	66,491	620,479

EASEY PIGS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2017**

13. Fixed asset investments

	Unlisted investments £
Cost or valuation	
At 1 March 2016	100
At 28 February 2017	100
Net book value	
At 28 February 2017	100
At 29 February 2016	100

14. Stocks

	28 February 2017 £	29 February 2016 £
Raw materials and consumables	379,782	426,516
Finished goods and goods for resale	9,459,823	9,351,375
	9,839,605	9,777,891

Stock recognised in cost of sales during the year as an expense was £54,762,444 (2016 - £59,358,439).

15. Debtors

	28 February 2017 £	29 February 2016 £
Trade debtors	1,935,305	1,314,999
Amounts owed by group undertakings	25,036	199
Other debtors	527,449	725,863
Prepayments and accrued income	70,985	57,661
	2,558,775	2,098,722

EASEY PIGS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2017**

15. Debtors (continued)

An impairment loss of £Nil (2016 - £8,123) was recognised against trade debtors and taken to the Statement of Income and Retained Earnings.

16. Cash and cash equivalents

	28 February 2017 £	29 February 2016 £
Cash at bank and in hand	444,469	50
Less: bank overdrafts	-	(2,973,994)
	444,469	(2,973,944)

17. Creditors: Amounts falling due within one year

	28 February 2017 £	29 February 2016 £
Bank overdrafts	-	2,973,994
Trade creditors	2,848,649	2,954,608
Amounts owed to group undertakings	1,485,853	1,332,208
Corporation tax	735,086	-
Other taxation and social security	25,563	26,668
Other creditors	16,363	56,156
Accruals and deferred income	52,790	164,831
	5,164,304	7,508,465

See note 22 for details of security over bank overdrafts.

EASEY PIGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2017

18. Financial instruments

	28 February 2017 £	29 February 2016 £
Financial assets		
Cash and cash equivalents	444,469	50
Financial assets that are debt instruments measured at amortised cost	2,487,790	2,086,311
	<u>2,932,259</u>	<u>2,086,361</u>
Financial liabilities		
Financial liabilities measured at amortised cost	(4,387,292)	(7,425,641)
	<u>(4,387,292)</u>	<u>(7,425,641)</u>

Cash and cash equivalents comprise of cash at bank and in hand.

Financial assets measured at amortised cost comprise of trade debtors, other debtors and amounts owed to group undertakings.

Financial liabilities measured at amortised cost comprise of bank overdrafts, trade creditors, accruals and amounts owed to group undertakings.

19. Deferred taxation

	2017 £	2016 £
At beginning of year	(11,360)	(22,092)
Charged to profit or loss	6,486	10,732
At end of year	<u>(4,874)</u>	<u>(11,360)</u>

EASEY PIGS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2017**

19. Deferred taxation (continued)

The provision for deferred taxation is made up as follows:

	28 February 2017 £	29 February 2016 £
Accelerated capital allowances	(4,874)	(11,360)
	<u>(4,874)</u>	<u>(11,360)</u>

The amount of the net reversal of deferred tax expected to unwind in the next year is £8,624 (2016 - £17,525).

20. Share capital

	28 February 2017 £	29 February 2016 £
Shares classified as equity		
Allotted, called up and fully paid		
3 Ordinary shares of £1 each	<u>3</u>	<u>3</u>

21. Reserves

Profit and loss account

Includes all current and prior period retained profits and losses.

22. Contingent liabilities

The company together with Easey Veterinary Services Limited, Easey Herds Limited, D Blowers Limited and Easey Holdings Limited provided a cross guarantee to Barclays Bank PLC in respect of group borrowings.

At 28 February 2017 there was no net liability exposure (2016 - £Nil) arising under this agreement and since the year end bank borrowings have been repaid in full.

23. Pension commitments

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £3,998 (2016 - £86,667). At the year end £1,491 (2016 - £Nil) was outstanding and is included within creditors.

EASEY PIGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 28 FEBRUARY 2017

24. Commitments under operating leases

At 28 February 2017 the Company had future minimum lease payments under non-cancellable operating leases as follows:

	28 February 2017 £	29 February 2016 £
Not later than 1 year	27,825	25,500
	<u>27,825</u>	<u>25,500</u>

25. Related party transactions

The Company has taken advantage of the exemption contained in FRS 102 and has not disclosed transactions with any member of the Easey Holdings Limited Group as all subsidiaries are wholly owned.

A former director, who died in the year, had an interest in a business with whom the Company traded with. During the year, the Company made sales of £384,566 (2016 - £412,533) to the business and purchases of £710,653 (2016 - £1,395,858). At the year end the business owed Easey Pigs Limited £21,587 (2016 - was owed £42,616).

During the year, the Company disposed of assets to directors for proceeds of £Nil (2016 - £13,053). The Company also purchased assets from a director in the prior period for £27,500.

26. Post balance sheet events

As of 8 September 2017, Tulip Limited, a Company registered in England and Wales, became the immediate parent Company by virtue of its acquisition of the group.

Following the acquisition by Tulip Limited, the medium-term bank borrowings were all repaid in full.

27. Controlling party

As at the year end the ultimate parent Company was Easey Holdings Limited, a Company registered in England and Wales, by virtue of its 100% shareholding. The ultimate parent Company was under the control of all of the directors and there was no one ultimate controlling party.

As detailed above, the group ownership has changed following the year end. Following the sale of the group to Tulip Limited, the ultimate parent Company is Danish Crown AmbA.

At the date of the approval of the financial statements, the sale of the company to Tulip Limited remained under review by the Competition and Markets Authority.

The consolidated financial statements of Easey Holdings Limited can be obtained from Companies House, Crown Way, Cardiff, CF14 3UZ.