Company Registration No. SC081663 (Scotland)

WEYLAND FARMS LIMITED

DIRECTORS' REPORT AND UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2015

THURSDAY



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COMPANIES HOUSE

WEYLAND FARMS LIMITED

COMPANY INFORMATION

Directors	A Drever J Foubister J Johnston J Moar G Sinclair
Secretary	G Waterson
Company number	SC081663
Registered office	Council Offices Kirkwall Orkney KW15 1NY
Accountants	A J B Scholes Ltd 8 Albert Street Kirkwall Orkney KW15 1HP

WEYLAND FARMS LIMITED

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WEYLAND FARMS LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 MARCH 2015

The directors present their report and financial statements for the year ended 31 March 2015.

Principal activities
The principal activity of the company continued to be farming.

Directors
The following directors have held office since 1 April 2014:

A Drever
J Foubister
J Johnston
J Moar
G Sinclair

This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

On behalf of the board

.....
J Foubister
Director
..... 05 OCTOBER 2015

WEYLAND FARMS LIMITED

CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE PREPARATION OF THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF WEYLAND FARMS LIMITED FOR THE YEAR ENDED 31 MARCH 2015

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Weyland Farms Limited for the year ended 31 March 2015 set out on pages 3 to 14 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 of Scotland, we are subject to its ethical and other professional requirements which are detailed at www.icas.org.uk.

This report is made solely to the Board of Directors of Weyland Farms Limited, as a body, in accordance with the terms of our engagement letter dated 8 April 2010. Our work has been undertaken solely to prepare for your approval the financial statements of Weyland Farms Limited and state those matters that we have agreed to state to the Board of Directors of Weyland Farms Limited, as a body, in this report. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Weyland Farms Limited and its Board of Directors as a body, for our work or for this report.

It is your duty to ensure that Weyland 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 Weyland Farms Limited. You consider that Weyland 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 Weyland 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.

A J B Scholes Ltd

13/5/15

Chartered Accountants

8 Albert Street
Kirkwall
Orkney
KW15 1HP

WEYLAND FARMS LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2015

	Notes	2015 £	2014 £
Turnover		30,696	38,188
Administrative expenses		(5,084)	(6,767)
Operating profit	2	25,612	31,421
Investment income	3	-	(207)
Other interest receivable and similar income	3	1,478	1,302
Other finance income	7	3,000	-
Profit on ordinary activities before taxation		30,090	32,516
Tax on profit on ordinary activities	4	(6,435)	(7,898)
Profit for the year	9	23,655	24,618

The profit and loss account has been prepared on the basis that all operations are continuing operations.

WEYLAND FARMS LIMITED

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES

FOR THE YEAR ENDED 31 MARCH 2015

	Notes	2015 £	2014 £
Profit for the financial year		23,655	24,618
Actuarial gain/(loss) on pension scheme		1,000	(2,000)
Total recognised gains and losses relating to the year		24,655	22,618

WEYLAND FARMS LIMITED

BALANCE SHEET

AS AT 31 MARCH 2015

	Notes	2015 £	2015 £	2014 £	2014 £
Fixed assets					
Investments	5		947		946
Current assets					
Cash at bank and in hand		268,751		249,460	
Creditors: amounts falling due within one year	6	(10,435)		(11,798)	
Net current assets			258,316		237,662
Total assets less current liabilities			259,263		238,608
Retirement benefit obligations	7		(20,000)		(24,000)
			239,263		214,608
Capital and reserves					
Called up share capital	8		510,000		510,000
Other reserves	9		(20,000)		(24,000)
Profit and loss account	9		(250,737)		(271,392)
Shareholders' funds	10		239,263		214,608

For the financial year ended 31 March 2015 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 financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

Approved by the Board and authorised for issue on 05 OCTOBER 2015

J Foubister

J Foubister
Director

Company Registration No. SC081663

WEYLAND FARMS LIMITED

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 MARCH 2015

	£	2015 £	£	2014 £
Net cash inflow from operating activities		25,712		31,491
Returns on investments and servicing of finance				
Interest received	1,478		1,302	
Net cash inflow for returns on investments and servicing of finance		1,478		1,302
Taxation		(7,899)		(7,827)
Financial investment				
Receipts from sales of investments	-		30	
Net cash (outflow)/inflow for capital expenditure		-		30
Net cash inflow before management of liquid resources and financing		19,291		24,996
Increase in cash in the year		19,291		24,996

WEYLAND FARMS LIMITED

NOTES TO THE CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 MARCH 2015

1 Reconciliation of operating profit to net cash outflow from operating activities	2015	2014
	£	£
Operating profit	25,612	31,421
Increase in creditors within one year	100	70
Net cash inflow from operating activities	25,712	31,491

2 Analysis of net funds	1 April 2014	Cash flow	Other non-cash changes	31 March 2015
	£	£	£	£
Net cash:				
Cash at bank and in hand	249,460	19,291	-	268,751
Net funds	249,460	19,291	-	268,751

3 Reconciliation of net cash flow to movement in net funds	2015	2014
	£	£
Increase in cash in the year	19,291	24,996
Opening net funds	249,460	224,464
Closing net funds	268,751	249,460

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated).

1.3 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.4 Leasing

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.5 Investments

Fixed asset investments are stated at cost less provision for diminution in value.

1.6 Pensions

Former company employees were eligible to join a defined benefit local government pension scheme. Contributions payable to this scheme are charged to the profit and loss account over the working lives of the members of the scheme. The contributions are determined by a qualified actuary on the basis of triennial valuations. These contributions are invested separately from the company's assets.

2 Operating profit

	2015	2014
	£	£
Operating profit is stated after charging:		
Operating lease rentals	2,650	2,650

3 Investment income

	2015	2014
	£	£
Income from fixed asset investments	-	(207)
Bank interest	1,478	1,291
Other interest	-	11
	1,478	1,095

4 Taxation	2015 £	2014 £
Domestic current year tax		
U.K. corporation tax	6,435	7,898
Total current tax	6,435	7,898
Factors affecting the tax charge for the year		
Profit on ordinary activities before taxation	30,090	32,516
Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 20.00% (2014 - 20.00%)	6,018	6,503
Effects of:		
Non deductible expenses	1,017	1,354
Chargeable disposals	-	41
Other tax adjustments	(600)	-
	417	1,395
Current tax charge for the year	6,435	7,898

5 Fixed asset investments

	Unlisted investments £
Cost	
At 1 April 2014 & at 31 March 2015	947
Net book value	
At 31 March 2015	947
At 31 March 2014	946

6 Creditors: amounts falling due within one year	2015 £	2014 £
Taxation and social security	6,435	7,898
Other creditors	4,000	3,900
	10,435	11,798

7 Pension and other post-retirement benefit commitments

Employee benefit obligations

The company's employees are eligible to join a Local Government pension scheme, which is a defined benefit statutory scheme. The most recent full actuarial valuation was on 31 March 2014 and was carried out by a qualified independent actuary. An updated valuation has been prepared at 31 March 2015 for the purposes of FRS17 disclosure. Contributions to the scheme are determined by the actuary on the basis of triennial valuations using the projected unit method.

The amounts recognised in the balance sheet are as follows:

	Defined benefit pension plans	
	2015 £	2014 £
Present value of funded obligations	194,000	184,000
Fair value of plan assets	(174,000)	(160,000)
	20,000	24,000

The amounts recognised in the profit and loss are as follows:

	Defined benefit pension plans	
	2015 £	2014 £
Included in other finance income		
Interest on obligation	7,000	8,000
Expected return on pension scheme assets	(10,000)	(8,000)
	(3,000)	-
Actual return on plan assets	20,000	12,000

7 **Pension and other post-retirement benefit commitments** **(Continued)**

Analysis of amount recognised in the statement of total recognised gains and losses:

	Defined benefit pension plans	
	2015	**2014**
	£	**£**
Actual return less expected return on pension scheme assets	10,000	4,000
Experience gains and losses arising on scheme liabilities	4,000	-
Changes in assumptions underlying the present value of the scheme liabilities	(13,000)	(6,000)
	1,000	(2,000)

Changes in the present value of the defined benefit obligation are as follows:

	Defined benefit pension plans	
	2015	**2014**
	£	**£**
Opening defined benefit obligation	184,000	176,000
Interest cost	7,000	8,000
Actuarial losses (gains)	9,000	6,000
Benefits paid	(6,000)	(6,000)
Total	194,000	184,000

Changes in fair value of plan assets are as follows:

	Defined benefit pension plans	
	2015	**2014**
	£	**£**
Opening fair value of plan assets	160,000	154,000
Expected return	10,000	8,000
Actuarial gains	10,000	4,000
Benefits paid	(6,000)	(6,000)
	174,000	160,000

7 **Pension and other post-retirement benefit commitments** **(Continued)**

The major categories of plan assets as a percentage of total plan assets are as follows:

	2015 %	2014 %
Equities	85	86
Bonds	14	12
Other assets	1	2

Principal actuarial assumptions at the balance sheet date (expresssed as weighted averages):

	2015 %	2014 %
Discount rate at 31 March 2015	3.10	4.10
Expected return on plan assets at 31 March 2015	3.10	6.20
Future salary increases	4.00	4.90
Future pension increases	2.10	2.60

The expected rate of return is based on the long-term future expected return for each asset class as at the beginning of the period:
Equities 3.1%
Bonds 3.1%
Property 3.1%
Cash 3.1%.

Life expectancy is based on the fund's vitacurves assuming the current rate of improvements has peaked and will converge to a long term rate of 1.25%. Based on these assumptions, the average future life expectancies at age 65 are:
Current pensioners: Males 22.4 years, Females 23.8 years;
Future Pensioners: Males 25.0 years; Females 27.0 years.

Current pensioners life expectancy is based on age 65 as at formal valuation. Future pensioners life expectancy is based on age 45 as at formal valuation.

An allowance is made for future retirements to elect to take 50% of the maximum additional tax-free cash up to HMRC limits for pre-April 2009 service and 75% of the maximum tax-free cash for post-April 2009 service.

7 Pension and other post-retirement benefit commitments **(Continued)**

Amounts for the current and previous four periods are as follows:
Defined benefit pension plans

	2015 £	2014 £	2013 £	2012 £	2011 £
Defined benefit obligation	(194,000)	(184,000)	(176,000)	(156,000)	(124,000)
Plan assets	174,000	160,000	154,000	137,000	112,000
Surplus/(deficit)	(20,000)	(24,000)	(22,000)	(19,000)	(12,000)
Experience adjustments on plan liabilities	4,000	-	-	(23,000)	-
Experience adjustments on plan assets	10,000	4,000	15,000	23,000	5,000

8 Share capital

	2015 £	2014 £
Allotted, called up and fully paid		
510,000 Ordinary shares of £1 each	510,000	510,000

9 Statement of movements on reserves

	Other reserves (see below) £	Profit and loss account £
Balance at 1 April 2014	(24,000)	(271,392)
Profit for the year	-	23,655
Actuarial gains or losses on pension scheme assets	-	1,000
Transfer between profit and loss account reserve and pension scheme reserve	4,000	(4,000)
Balance at 31 March 2015	(20,000)	(250,737)

Other reserves
Pension scheme reserve

Balance at 1 April 2014	(24,000)
Pension scheme reserve	4,000
Balance at 31 March 2015	(20,000)

10 Reconciliation of movements in shareholders' funds	2015 £	2014 £
Profit for the financial year	23,655	24,618
Other recognised gains and losses	1,000	(2,000)
Net addition to shareholders' funds	24,655	22,618
Opening shareholders' funds	214,608	191,990
Closing shareholders' funds	239,263	214,608

11 Control

The ultimate parent organisation is Orkney Islands Council, a local authority incorporated under the Local Government Scotland Act 1973.

12 Related party relationships and transactions

During the year, the company entered into the following transactions with its controlling party, Orkney Islands Council.

	2015 £	2014 £
Expenditure		
Rent	2,650	2,500
Service charges	700	633
Other expenses	13	13
	3,213	3,146
Creditors		
Trade creditors and accruals	2,500	2,500

WEYLAND FARMS LIMITED

MANAGEMENT INFORMATION

FOR THE YEAR ENDED 31 MARCH 2015

WEYLAND FARMS LIMITED

DETAILED TRADING AND PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2015

	£	2015 £	£	2014 £
Turnover				
Cattle subsidies		30,696		38,188
Administrative expenses		(5,084)		(6,767)
Operating profit		25,612		31,421
Other interest receivable and similar income				
Bank interest - received	1,478		1,291	
Interest on tax refund - received	-		11	
		1,478		1,302
Income from investments				
Loss on disposal of unlisted investments		-		(207)
Other finance income		3,000		-
Profit before taxation		30,090		32,516

WEYLAND FARMS LIMITED

SCHEDULE OF ADMINISTRATIVE EXPENSES

FOR THE YEAR ENDED 31 MARCH 2015

	2015 £	2014 £
Administrative expenses		
Rent	2,650	2,650
Accountancy	1,570	1,469
Bank charges	2	2
Sundry expenses	862	2,646
	5,084	6,767