

Registered number: 03734626

Hill Farm Orchards Limited

**Financial statements
for the year ended 30 June 2018**

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Hill Farm Orchards Limited

Company information

Directors R S Dobson OBE
D W S Dobson

Company secretary D W S Dobson

Registered number 03734626

Registered office Droxford Road
Swanmore
Southampton
Hampshire
SO32 2PY

Accountants Chavereys
Mall House
The Mall
Faversham
Kent
ME13 8JL

Hill Farm Orchards Limited

Chartered accountants' report to the board of directors on the preparation of the unaudited statutory financial statements of Hill Farm Orchards Limited for the year ended 30 June 2018

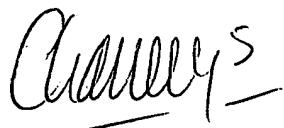
In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Hill Farm Orchards Limited for the year ended 30 June 2018 which comprise the balance sheet, the statement of changes in equity and related notes from the company's 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 <http://www.icaew.com/en/members/regulations-standards-and-guidance/>.

This report is made solely to the board of directors of Hill Farm Orchards Limited, as a body, in accordance with the terms of our engagement letter dated 14 March 2018. Our work has been undertaken solely to prepare for your approval the financial statements of Hill Farm Orchards Limited and state those matters that we have agreed to state to the board of directors of Hill Farm Orchards Limited, as a body, in this report in accordance with ICAEW Technical Release TECH07/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Hill Farm Orchards Limited and its board of directors, as a body, for our work or for this report.

It is your duty to ensure that Hill Farm Orchards 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 or loss of Hill Farm Orchards Limited. You consider that Hill Farm Orchards Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or review of the financial statements of Hill Farm Orchards 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.



Chavereys

Faversham

Date: 27 March 2019.

Hill Farm Orchards Limited
Registered number: 03734626

Balance sheet
as at 30 June 2018

	Note	2018 £	2017 £
Fixed assets			
Intangible fixed assets		996	1,143
Tangible fixed assets		208,388	248,304
Trade investments		-	1
		<u>209,384</u>	<u>249,448</u>
Current assets			
Stock	7	620	22,060
Debtors: amounts falling due within one year	8	9,770	57,872
Cash at bank and in hand		42,187	52,553
		<u>52,577</u>	<u>132,485</u>
Creditors: amounts falling due within one year	9	(1,258,676)	(210,252)
Net current liabilities		<u>(1,206,099)</u>	<u>(77,767)</u>
Total assets less current liabilities		<u>(996,715)</u>	<u>171,681</u>
Creditors: amounts falling due after more than one year	10	(60,790)	(1,178,580)
Net liabilities		<u><u>(1,057,505)</u></u>	<u><u>(1,006,899)</u></u>
Capital and reserves			
Called up share capital		175,100	175,100
Profit and loss account		(1,232,605)	(1,181,999)
		<u><u>(1,057,505)</u></u>	<u><u>(1,006,899)</u></u>

Hill Farm Orchards Limited
Registered number: 03734626

Balance sheet (continued)
as at 30 June 2018

The directors consider that the company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The company has opted not to file the statement of comprehensive income in accordance with provisions applicable to companies subject to the small companies' regime.

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



D W S Dobson
Director

Date: 26/3/19

The notes on pages 5 to 10 form part of these financial statements.

Hill Farm Orchards Limited

Statement of changes in equity for the year ended 30 June 2018

	Called up share capital £	Profit and loss account £	Total equity £
At 1 July 2016	175,100	(765,378)	(590,278)
Loss for the year	-	(416,621)	(416,621)
At 1 July 2017	175,100	(1,181,999)	(1,006,899)
Loss for the year	-	(50,606)	(50,606)
At 30 June 2018	175,100	(1,232,605)	(1,057,505)

The notes on pages 5 to 10 form part of these financial statements.

Hill Farm Orchards Limited

Notes to the financial statements for the year ended 30 June 2018

1. General information

Hill Farm Orchards Limited is a private company, limited by shares and incorporated in England and Wales.

The company number is 03734626 and the address of the registered office is Droxford Road, Swanmore, Southampton, Hampshire, SO32 2PY.

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 Section 1A of 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 pound sterling and all values are rounded to the nearest pound (£) except where otherwise indicated.

2.2 Going concern

The financial statements have been prepared on a going concern basis, the validity of which is dependant upon the continuing financial support of the company's directors and the Trustees of the The Hill Farm Orchards Settlement. The directors and trustees have confirmed this support will continue to enable the company to trade in the foreseeable future.

2.3 Turnover

Turnover is recognised to the extent that it is probable that the economic benefits will flow to the company and the turnover can be reliably measured. Turnover is measured as the fair value of the consideration received or receivable in respect of fruit sales, related government grants and rental income, excluding discounts, rebates, value added tax and other sales taxes.

Turnover in relation to rental income is recognised in the period on a month by month basis in line with the terms of any relevant agreements in place with the tenants.

2.4 Government grants

Grants are accounted under the accruals model as permitted by FRS 102. Grants relating to expenditure on tangible fixed assets are credited to the profit and loss at the same rate as the depreciation on the assets to which the grant relates. The deferred element of grants is included in creditors as deferred income.

Grants of a revenue nature are recognised in the profit and loss in the same period as the related expenditure.

2.5 Intangible assets

Intangible assets are initially recognised at cost. After recognition, under the cost model, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

All intangible assets are considered to have a finite useful life. If a reliable estimate of the useful life cannot be made, the useful life shall not exceed ten years.

Hill Farm Orchards Limited

Notes to the financial statements for the year ended 30 June 2018

2. Accounting policies (continued)

2.6 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.

At each reporting date the company assesses whether there is any indication of impairment. If such indication exists, the recoverable amount of the asset is determined which is the higher of its fair value less costs to sell and its value in use. An impairment loss is recognised where the carrying amount exceeds the recoverable amount.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Plant, machinery and vehicles	- 10-25% straight line
Tenant's improvements	- 5-25% straight line
Office equipment	- 25% straight line
Orchards	- 5% straight line

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 profit and loss.

2.7 Stock

Stocks are stated at the lower of cost and net realisable value, being the estimated selling price less costs to complete and sell. Cost is based on the cost of purchase on a first in, first out basis. Work in progress and finished goods include labour and attributable overheads.

At each balance sheet date, stocks are assessed for impairment. If stock is impaired, the carrying amount is reduced to its selling price less costs to complete and sell. The impairment loss is recognised immediately in profit or loss.

3. Employees

The average monthly number of employees, including directors, during the year was 2 (2017 -5).

Hill Farm Orchards Limited

Notes to the financial statements for the year ended 30 June 2018

4. Intangible assets

	Basic Payment entitlements £	Trademarks £	Royalties £	Total £
Cost				
At 1 July 2017	2,891	-	15,178	18,069
Additions	-	680	-	680
At 30 June 2018	2,891	680	15,178	18,749
Amortisation				
At 1 July 2017	2,891	-	14,035	16,926
Charge for the year	-	51	775	826
At 30 June 2018	2,891	51	14,810	17,752
Net book value				
At 30 June 2018	-	629	368	997
At 30 June 2017	-	-	1,143	1,143

Hill Farm Orchards Limited

Notes to the financial statements for the year ended 30 June 2018

5. Tangible fixed assets

	Tenant's improvements £	Orchards £	Plant, machinery and vehicles £	Office equipment £	Total £
Cost or valuation					
At 1 July 2017	357,587	248,994	332,939	13,308	952,828
Additions	5,262	-	5,740	-	11,002
Disposals	-	-	(41,554)	-	(41,554)
At 30 June 2018	<u>362,849</u>	<u>248,994</u>	<u>297,125</u>	<u>13,308</u>	<u>922,276</u>
Depreciation					
At 1 July 2017	327,327	127,402	236,487	13,308	704,524
Charge for the year	5,184	10,869	32,648	-	48,701
Disposals	-	-	(39,337)	-	(39,337)
At 30 June 2018	<u>332,511</u>	<u>138,271</u>	<u>229,798</u>	<u>13,308</u>	<u>713,888</u>
Net book value					
At 30 June 2018	<u>30,338</u>	<u>110,723</u>	<u>67,327</u>	<u>-</u>	<u>208,388</u>
At 30 June 2017	<u>30,259</u>	<u>121,592</u>	<u>96,452</u>	<u>-</u>	<u>248,303</u>

6. Fixed asset investments

	Wye Fruit Limited £
At 1 July 2017	1
Disposals	(1)
At 30 June 2018	<u>-</u>
At 30 June 2017	<u>1</u>

Hill Farm Orchards Limited

Notes to the financial statements for the year ended 30 June 2018

7. Stock

	2018 £	2017 £
Consumables	620	7,746
Growing crop	-	14,314
	<u>620</u>	<u>22,060</u>

8. Debtors

	2018 £	2017 £
Trade debtors	4,833	29,569
Other debtors	1,725	26,818
Prepayments and accrued income	3,212	1,485
	<u>9,770</u>	<u>57,872</u>

9. Creditors: Amounts falling due within one year

	2018 £	2017 £
Bank loans	1,113,331	12,546
Trade creditors	1,765	7,574
Other taxation and social security	112	343
Obligations under finance lease and hire purchase contracts	3,673	4,665
Other creditors	130,959	176,203
Accruals and deferred income	8,836	8,921
	<u>1,258,676</u>	<u>210,252</u>

Included in other creditors is an amount of £123,708 (2017 - £170,782) which is due to the directors. This amount is interest free and repayable on demand.

10. Creditors: Amounts falling due after more than one year

	2018 £	2017 £
Bank loans	60,790	1,174,907
Net obligations under finance leases and hire purchase contracts	-	3,673
	<u>60,790</u>	<u>1,178,580</u>

Hill Farm Orchards Limited

Notes to the financial statements for the year ended 30 June 2018

11. Loans

Analysis of the maturity of loans is given below:

	2018 £	2017 £
Amounts falling due within one year		
Bank loans	1,113,331	12,546
	<u>1,113,331</u>	<u>12,546</u>
Amounts falling due 1-2 years		
Bank loans	53,325	1,150,183
	<u>53,325</u>	<u>1,150,183</u>
Amounts falling due 2-5 years		
Bank loans	7,465	24,724
	<u>7,465</u>	<u>24,724</u>
	<u>1,174,121</u>	<u>1,187,453</u>

12. Hire purchase and finance leases

Minimum lease payments under hire purchase fall due as follows:

	2018 £	2017 £
Within one year	4,109	5,227
Between 1-5 years	-	4,109
	<u>4,109</u>	<u>9,336</u>