

REGISTERED NUMBER: 01486489 (England and Wales)

STRATEGIC REPORT, REPORT OF THE DIRECTORS AND

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JANUARY 2019

FOR

FERRYFAST PRODUCE LIMITED

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for the Year Ended 31 January 2019

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FERRYFAST PRODUCE LIMITED

COMPANY INFORMATION
for the Year Ended 31 January 2019

DIRECTORS:

R J Byrd
N J Gorin
P E Osborne
S J Houghton
D B Byrd

SECRETARY:

S J Houghton

REGISTERED OFFICE:

Ascot Road
Persore
Worcestershire
WR10 2JJ

REGISTERED NUMBER:

01486489 (England and Wales)

AUDITORS:

Kingscott Dix (Cheltenham) Limited
Statutory Auditor
Chartered Accountants
Malvern View Business Park
Stella Way
Bishops Cleeve
Cheltenham
Gloucestershire
GL52 7DQ

STRATEGIC REPORT
for the Year Ended 31 January 2019

The directors present their strategic report for the year ended 31 January 2019.

REVIEW OF BUSINESS

The directors are pleased to report a successful year.

The company achieved a pre-tax profit of £129,841 compared with £187,382 in the previous year. At 31 January 2019 shareholders funds were £1,962,187 compared with £1,814,527 last year.

PRINCIPAL RISKS AND UNCERTAINTIES

Principal risks and uncertainties facing the company include the general difficult trading conditions the economy presents, and uncertainty as to exchange rate variations which affects the acquisition price of some of the company's purchases.

KEY PERFORMANCE INDICATORS

Key performance indicators that are focused on by management include Turnover, Direct costs, and Overheads. Each of these are reviewed regularly by management against the budget and prior periods. The directors are pleased with the performance of the company during the year with regard the indicators above.

ON BEHALF OF THE BOARD:

S J Houghton - Secretary

1 October 2019

REPORT OF THE DIRECTORS
for the Year Ended 31 January 2019

The directors present their report with the financial statements of the company for the year ended 31 January 2019.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the marketing and distribution of fruit and vegetables.

DIVIDENDS

No dividends will be distributed for the year ended 31 January 2019.

FUTURE DEVELOPMENTS

The directors are pleased to announce that the trading results for the current year continue to reflect strong profitability, and the company is actively seeking new customers to ensure this continues to be the case.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 February 2018 to the date of this report.

R J Byrd
N J Gorin
P E Osborne
S J Houghton
D B Byrd

FINANCIAL INSTRUMENTS

The company's financial instruments comprise long term bank loans, bank overdraft and cash deposits. The main purpose of these financial instruments is to raise finance to fund the company's operations. The company has other financial instruments such as trade debtors and trade creditors which arise directly from its operations.

DISCLOSURE IN THE STRATEGIC REPORT

The directors have included information relating to the review of business, principal risks and uncertainties, and performance indicators in the Strategic Report.

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;
- 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 or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

REPORT OF THE DIRECTORS
for the Year Ended 31 January 2019

AUDITORS

The auditors, Kingscott Dix (Cheltenham) Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:

S J Houghton - Secretary

1 October 2019

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
FERRYFAST PRODUCE LIMITED

Opinion

We have audited the financial statements of Ferryfast Produce Limited (the 'company') for the year ended 31 January 2019 which comprise the Profit and Loss Account, Other Comprehensive Income, Balance Sheet, Statement of Changes in Equity, Cash Flow Statement and Notes to the Cash Flow Statement, Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 January 2019 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.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt
- about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The directors are responsible for the other information. The other information comprises the information in the Strategic Report and the Report of the Directors, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinion on other matters 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 Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and the Report of the Directors have been prepared in accordance with applicable legal requirements.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
FERRYFAST PRODUCE LIMITED

Matters on which we are required to report by exception

In the light of the 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 or the Report of the Directors.

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.

Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities set out on page three, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Auditors.

Use of our report

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.

Gwyneth Milner (Senior Statutory Auditor)
for and on behalf of Kingscott Dix (Cheltenham) Limited
Statutory Auditor
Chartered Accountants
Malvern View Business Park
Stella Way
Bishops Cleeve
Cheltenham
Gloucestershire
GL52 7DQ

11 October 2019

PROFIT AND LOSS ACCOUNT
for the Year Ended 31 January 2019

	Notes	2019 £	2018 £
TURNOVER	3	27,018,449	24,184,811
Cost of sales		<u>(22,361,807)</u>	<u>(19,888,256)</u>
GROSS PROFIT		4,656,642	4,296,555
Administrative expenses		<u>(4,516,119)</u>	<u>(4,099,473)</u>
		140,523	197,082
Other operating income		<u>20,259</u>	<u>21,280</u>
OPERATING PROFIT	5	160,782	218,362
Interest payable and similar expenses	6	<u>(30,941)</u>	<u>(30,980)</u>
PROFIT BEFORE TAXATION		129,841	187,382
Tax on profit	7	<u>17,819</u>	<u>(7,258)</u>
PROFIT FOR THE FINANCIAL YEAR		147,660	180,124

The notes form part of these financial statements

OTHER COMPREHENSIVE INCOME
for the Year Ended 31 January 2019

	Notes	2019 £	2018 £
PROFIT FOR THE YEAR		147,660	180,124
OTHER COMPREHENSIVE INCOME		-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		<u>147,660</u>	<u>180,124</u>

FERRYFAST PRODUCE LIMITED (REGISTERED NUMBER: 01486489)**BALANCE SHEET**
31 January 2019

	Notes	2019 £	2018 £
FIXED ASSETS			
Tangible assets	8	1,731,208	1,723,204
CURRENT ASSETS			
Stocks	9	229,710	172,621
Debtors	10	3,743,919	3,015,655
Cash at bank and in hand		<u>331,351</u>	<u>616,942</u>
		4,304,980	3,805,218
CREDITORS			
Amounts falling due within one year	11	<u>(3,992,569)</u>	<u>(3,409,458)</u>
NET CURRENT ASSETS		<u>312,411</u>	<u>395,760</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		2,043,619	2,118,964
CREDITORS			
Amounts falling due after more than one year	12	(23,562)	(218,998)
PROVISIONS FOR LIABILITIES	16	<u>(57,870)</u>	<u>(85,439)</u>
NET ASSETS		<u>1,962,187</u>	<u>1,814,527</u>
CAPITAL AND RESERVES			
Called up share capital	17	10,000	10,000
Retained earnings	18	<u>1,952,187</u>	<u>1,804,527</u>
SHAREHOLDERS' FUNDS		<u>1,962,187</u>	<u>1,814,527</u>

The financial statements were approved by the Board of Directors on 1 October 2019 and were signed on its behalf by:

P E Osborne - Director

D B Byrd - Director

S J Houghton - Director

The notes form part of these financial statements

STATEMENT OF CHANGES IN EQUITY
for the Year Ended 31 January 2019

	Called up share capital £	Retained earnings £	Total equity £
Balance at 1 February 2017	10,000	1,624,403	1,634,403
Changes in equity			
Total comprehensive income	-	180,124	180,124
Balance at 31 January 2018	10,000	1,804,527	1,814,527
Changes in equity			
Total comprehensive income	-	147,660	147,660
Balance at 31 January 2019	10,000	1,952,187	1,962,187

The notes form part of these financial statements

CASH FLOW STATEMENT
for the Year Ended 31 January 2019

	Notes	2019 £	2018 £
Cash flows from operating activities			
Cash generated from operations	1	(91,615)	928,604
Interest paid		(24,758)	(24,030)
Interest element of hire purchase payments paid		(6,183)	(6,950)
Tax paid		(44,387)	26,113
Net cash from operating activities		<u>(166,943)</u>	<u>923,737</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(637,405)	(266,460)
Sale of tangible fixed assets		<u>146,291</u>	<u>80,999</u>
Net cash from investing activities		<u>(491,114)</u>	<u>(185,461)</u>
Cash flows from financing activities			
HP capital repayments in year		<u>(184,523)</u>	<u>(196,665)</u>
Net cash from financing activities		<u>(184,523)</u>	<u>(196,665)</u>
(Decrease)/increase in cash and cash equivalents		<u>(842,580)</u>	<u>541,611</u>
Cash and cash equivalents at beginning of year	2	616,942	75,331
Cash and cash equivalents at end of year	2	<u>(225,638)</u>	<u>616,942</u>

The notes form part of these financial statements

**NOTES TO THE CASH FLOW STATEMENT
for the Year Ended 31 January 2019**

1. RECONCILIATION OF PROFIT BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS

	2019	2018
	£	£
Profit before taxation	129,841	187,382
Depreciation charges	442,689	471,881
Loss on disposal of fixed assets	40,421	8,824
Finance costs	30,941	30,980
	<u>643,892</u>	<u>699,067</u>
(Increase)/decrease in stocks	(57,089)	1,465
Increase in trade and other debtors	(728,264)	(100,954)
Increase in trade and other creditors	49,846	329,026
Cash generated from operations	<u>(91,615)</u>	<u>928,604</u>

2. CASH AND CASH EQUIVALENTS

The amounts disclosed on the Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

Year ended 31 January 2019

	31.1.19	1.2.18
	£	£
Cash and cash equivalents	331,351	616,942
Bank overdrafts	(556,989)	-
	<u>(225,638)</u>	<u>616,942</u>

Year ended 31 January 2018

	31.1.18	1.2.17
	£	£
Cash and cash equivalents	616,942	333,602
Bank overdrafts	-	(258,271)
	<u>616,942</u>	<u>75,331</u>

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 January 2019

1. STATUTORY INFORMATION

Ferryfast Produce Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Significant judgements and estimates

The directors are of the opinion that there are no significant judgements or estimations used in preparing the financial statements.

Turnover

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

Produce sales are recognised when orders leave the warehouse. Haulage sales are recognised when the delivery is made.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery	- 15% on reducing balance
Fixtures and fittings	- 20% on reducing balance
Motor vehicles	- 25% on reducing balance

Stocks

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

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Profit and Loss Account, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

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

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 January 2019

2. ACCOUNTING POLICIES - continued

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

Rentals paid under operating leases are charged to profit or loss 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 profit or loss in the period to which they relate.

Financial instruments

The company only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

3. TURNOVER

The turnover and profit before taxation are attributable to the one principal activity of the company.

An analysis of turnover by class of business is given below:

	2019 £	2018 £
Produce wholesale	21,801,139	19,490,883
Transport and logistics	5,217,310	4,693,928
	<u>27,018,449</u>	<u>24,184,811</u>

An analysis of turnover by geographical market is given below:

	2019 £	2018 £
United Kingdom	27,018,449	24,184,811
	<u>27,018,449</u>	<u>24,184,811</u>

4. EMPLOYEES AND DIRECTORS

	2019 £	2018 £
Wages and salaries	4,502,680	3,836,949
Social security costs	382,271	328,142
Other pension costs	9,013	25,046
	<u>4,893,964</u>	<u>4,190,137</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 January 2019**4. EMPLOYEES AND DIRECTORS - continued**

The average number of employees during the year was as follows:

	2019	2018
Administration and office	28	27
Sales and distribution	131	124
	<u>159</u>	<u>151</u>

	2019	2018
	£	£
Directors' remuneration	133,784	144,322
Directors' pension contributions to money purchase schemes	<u>9,013</u>	<u>25,046</u>

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	<u>5</u>	<u>5</u>
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The directors are considered to be the key management of the business.

5. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	2019	2018
	£	£
Vehicle hire	212,196	112,500
Other operating leases	609,431	613,351
Depreciation - owned assets	442,689	471,881
Loss on disposal of fixed assets	40,421	8,824
Foreign exchange differences	(27,957)	(56,450)
Auditor's remuneration - audit of the financial statements	8,050	8,050
Auditor's remuneration - non audit services	<u>8,138</u>	<u>7,913</u>

6. INTEREST PAYABLE AND SIMILAR EXPENSES

	2019	2018
	£	£
Bank and loan interest	24,758	24,030
Hire purchase	6,183	6,950
	<u>30,941</u>	<u>30,980</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 January 2019**7. TAXATION****Analysis of the tax (credit)/charge**

The tax (credit)/charge on the profit for the year was as follows:

	2019	2018
	£	£
Current tax:		
UK corporation tax	31,933	44,377
Over provision prior years	<u>(22,183)</u>	<u>(26,113)</u>
Total current tax	9,750	18,264
Deferred tax	<u>(27,569)</u>	<u>(11,006)</u>
Tax on profit	<u>(17,819)</u>	<u>7,258</u>

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

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

	2019	2018
	£	£
Profit before tax	<u>129,841</u>	<u>187,382</u>
Profit multiplied by the standard rate of corporation tax in the UK of 19% (2018 - 19.160%)	24,670	35,902
Effects of:		
Adjustments to tax charge in respect of previous periods	(22,183)	(26,113)
Other differences	<u>(20,306)</u>	<u>(2,531)</u>
Total tax (credit)/charge	<u>(17,819)</u>	<u>7,258</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 January 2019

8. TANGIBLE FIXED ASSETS

	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
COST				
At 1 February 2018	904,564	358,495	3,075,103	4,338,162
Additions	49,919	14,038	573,448	637,405
Disposals	-	-	(687,309)	(687,309)
At 31 January 2019	<u>954,483</u>	<u>372,533</u>	<u>2,961,242</u>	<u>4,288,258</u>
DEPRECIATION				
At 1 February 2018	623,929	299,775	1,691,254	2,614,958
Charge for year	44,654	12,702	385,333	442,689
Eliminated on disposal	-	-	(500,597)	(500,597)
At 31 January 2019	<u>668,583</u>	<u>312,477</u>	<u>1,575,990</u>	<u>2,557,050</u>
NET BOOK VALUE				
At 31 January 2019	<u>285,900</u>	<u>60,056</u>	<u>1,385,252</u>	<u>1,731,208</u>
At 31 January 2018	<u>280,635</u>	<u>58,720</u>	<u>1,383,849</u>	<u>1,723,204</u>

9. STOCKS

	2019 £	2018 £
Stocks	<u>229,710</u>	<u>172,621</u>

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019 £	2018 £
Trade debtors	3,428,381	2,942,278
Other debtors	236,715	19,774
Prepayments and accrued income	<u>78,823</u>	<u>53,603</u>
	<u>3,743,919</u>	<u>3,015,655</u>

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019 £	2018 £
Bank loans and overdrafts (see note 13)	556,989	-
Hire purchase contracts (see note 14)	200,523	189,610
Trade creditors	2,333,304	2,448,376
Tax	9,740	44,377
Social security and other taxes	248,551	211,671
Other creditors	289,101	289,101
Accrued expenses	<u>354,361</u>	<u>226,323</u>
	<u>3,992,569</u>	<u>3,409,458</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 January 2019

12. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2019	2018
	£	£
Hire purchase contracts (see note 14)	<u>23,562</u>	<u>218,998</u>

13. LOANS

An analysis of the maturity of loans is given below:

	2019	2018
	£	£
Amounts falling due within one year or on demand:		
Bank overdrafts	<u>556,989</u>	<u>-</u>

14. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

	Hire purchase contracts	
	2019	2018
	£	£
Net obligations repayable:		
Within one year	200,523	189,610
Between one and five years	<u>23,562</u>	<u>218,998</u>
	<u>224,085</u>	<u>408,608</u>
	Non-cancellable operating leases	
	2019	2018
	£	£
Within one year	623,423	630,301
Between one and five years	2,345,488	2,389,248
In more than five years	<u>570,564</u>	<u>1,141,128</u>
	<u>3,539,475</u>	<u>4,160,677</u>

During the year the company incurred £630,301 under operating leases (2018 - £639,248).

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 January 2019

15. SECURED DEBTS

The following secured debts are included within creditors:

	2019	2018
	£	£
Bank overdraft	556,989	-
Hire purchase contracts	224,085	408,608
	<u>781,074</u>	<u>408,608</u>

Bank loans and overdrafts are secured by a fixed and floating charge over the assets of the company.

Hire purchase liabilities are secured on the assets to which they relate.

16. PROVISIONS FOR LIABILITIES

	2019	2018
	£	£
Deferred tax		
Accelerated capital allowances	<u>57,870</u>	<u>85,439</u>
		Deferred tax
		£
Balance at 1 February 2018		85,439
Credit to Profit and Loss Account during year		<u>(27,569)</u>
Balance at 31 January 2019		<u>57,870</u>

17. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:			2019	2018
Number:	Class:	Nominal value:	£	£
10,000	Ordinary	£1	<u>10,000</u>	<u>10,000</u>

Each share is entitled to one vote in any circumstances and each share is also entitled pari passu to dividend payments or any other distribution, including a distribution arising from a winding up of the company.

18. RESERVES

The company has recognised the following reserves:

Retained earnings are comprised of accumulated total comprehensive income less dividends.

19. RELATED PARTY DISCLOSURES

The company has taken advantage of the exemption, not to disclose related party transactions with fellow group companies.

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 January 2019

19. **RELATED PARTY DISCLOSURES - continued**

Entities over which the entity has control, joint control or significant influence

	2019	2018
	£	£
IT services purchased	27,770	21,438
Management charges payable	60,000	40,000
Rent received	20,259	21,280
Amount due from related parties	<u>150,062</u>	<u>8,569</u>

Other related parties

	2019	2018
	£	£
Sales	54,040	39,068
Purchases	1,425,932	1,398,211
Management charges payable	44,129	44,129
Rent payable	570,564	570,564
Amount due to related parties	<u>264,339</u>	<u>151,244</u>

20. **ULTIMATE CONTROLLING PARTY**

The company's ultimate parent company is Hob Farms Limited, a company incorporated in the United Kingdom.

The company's ultimate controlling entity is P E Osborne.

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.