

Company Registration No. 06524543 (England and Wales)

EAST AFRICAN TIMBER AND FARMING LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2016
PAGES FOR FILING WITH REGISTRAR



EAST AFRICAN TIMBER AND FARMING LIMITED

COMPANY INFORMATION

Directors	J Maclean Esq Mr J Colvile
Secretary	J Maclean Esq
Company number	06524543
Registered office	Ivy House Farm 42 Chapel Street East Malling Kent ME19 6AP
Accountants	Perrys Accountants Limited Chartered Accountants 12 Old Bond Street London W1S 4PW

EAST AFRICAN TIMBER AND FARMING LIMITED

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**EAST AFRICAN TIMBER AND FARMING LIMITED (REGISTERED NUMBER:
06524543)**

BALANCE SHEET

AS AT 31 DECEMBER 2016

		2016		2015 as restated	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	3		83		110
Investments	4		6,079		6,079
			<u>6,162</u>		<u>6,189</u>
Current assets					
Debtors	6	11,067,445		8,344,249	
Cash at bank and in hand		176,511		179,911	
		<u>11,243,956</u>		<u>8,524,160</u>	
Creditors: amounts falling due within one year	7	(2,170,596)		(804,285)	
Net current assets			<u>9,073,360</u>		<u>7,719,875</u>
Total assets less current liabilities			<u>9,079,522</u>		<u>7,726,064</u>
Capital and reserves					
Called up share capital	8	2,792,564		2,792,564	
Share premium account		5,476,237		5,476,237	
Profit and loss reserves		810,721		(542,737)	
Total equity			<u>9,079,522</u>		<u>7,726,064</u>

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

For the financial year ended 31 December 2016 the company was entitled to exemption from audit under section 477 of the Companies Act 2006.

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

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.

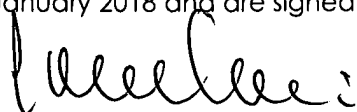
These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime.

**EAST AFRICAN TIMBER AND FARMING LIMITED (REGISTERED NUMBER:
06524543)**

BALANCE SHEET (CONTINUED)

AS AT 31 DECEMBER 2016

The financial statements were approved by the board of directors and authorised for issue on 8 January 2018 and are signed on its behalf by:



J Maclean Esq
Director

EAST AFRICAN TIMBER AND FARMING LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2016

1 Accounting policies

Company information

East African Timber And Farming Limited is a private company limited by shares incorporated in England and Wales. The registered office is Ivy House Farm, 42 Chapel Street, East Malling, Kent, ME19 6AP.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £1.

The financial statements have been prepared under the historical cost convention, modified to include financial instruments at fair value. The principal accounting policies adopted are set out below.

These financial statements for the year ended 31 December 2016 are the first financial statements of East African Timber And Farming Limited prepared in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland. The date of transition to FRS 102 was 1 January 2015. The reported financial position and financial performance for the previous period are not affected by the transition to FRS 102.

The company has taken advantage of the exemption under section 399 of the Companies Act 2006 not to prepare consolidated accounts, on the basis that the group of which this is the parent qualifies as a small group. The financial statements present information about the company as an individual entity and not about its group.

1.2 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Fixtures, fittings & equipment	25% reducing balance
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1.3 Fixed asset investments

Interests in subsidiaries are initially measured at cost and subsequently measured at cost less any accumulated impairment losses. The investments are assessed for impairment at each reporting date and any impairment losses or reversals of impairment losses are recognised immediately in profit or loss.

A subsidiary is an entity controlled by the company. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

EAST AFRICAN TIMBER AND FARMING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2016

1 Accounting policies

(Continued)

1.4 Cash and cash equivalents

Cash at bank and in hand are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.5 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally 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.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

1.6 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

EAST AFRICAN TIMBER AND FARMING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2016

1 Accounting policies

(Continued)

1.7 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation are included in the profit and loss account for the period.

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was 1. [2015 - 1]

3 Tangible fixed assets

Fixtures, fittings & equipment
£

Cost

At 1 January 2016 and 31 December 2016 1,103

Depreciation and impairment

At 1 January 2016 992

Depreciation charged in the year 28

At 31 December 2016 1,020

Carrying amount

At 31 December 2016 83

At 31 December 2015 110

4 Fixed asset investments

2016 2015
£ £

Investments 6,079 6,079

EAST AFRICAN TIMBER AND FARMING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2016

5 Subsidiaries

Details of the company's subsidiaries at 31 December 2016 are as follows:

Name of undertaking	Country	Nature of business	Class of shares held	% Held	
				Direct	Indirect
East African Farming & Timber Company Ltd	Mauritius	Investment holding company	Ordinary	100.00	

6 Debtors

	2016 £	2015 £
Amounts falling due within one year:		
Other debtors	11,067,445	8,344,249

7 Creditors: amounts falling due within one year

	2016 £	2015 £
Trade creditors	82,775	82,775
Other taxation and social security	-	3,189
Other creditors	2,087,821	718,321
	<u>2,170,596</u>	<u>804,285</u>

8 Called up share capital

	2016 £	2015 £
Ordinary share capital Issued and fully paid		
11,170,257 Ordinary A of 25p each	2,792,564	2,792,564
	<u>2,792,564</u>	<u>2,792,564</u>

9 Events after the reporting date

After the year end, 11,170,257 £0.25 shares were reduced to £0.10 shares.

A further 5,290,441 £0.10 shares were issued for consideration totalling £529,044.

EAST AFRICAN TIMBER AND FARMING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2016

10 Related party transactions

Included in other debtors is a balance due from East African Farming and Timber Limited (Mauritius), a subsidiary company, totalling £9,911,875. (\$12,194,580) (2015: £7,301,493) (2015: \$10,759,480)

Included in other debtors is a balance due from AFTC (Mozambique) Madeiras E Agricultura Limitada, a connected company, totalling £1,154,700. (£410,722 and \$915,316) (2015: £1,031,865) (2015: £410,722 and \$915,316)

Included in other creditors is a balance owed to Edwards Family Holdings Limited, a shareholder of the company, totalling £1,995,189. (2015: £650,000)

Included in other creditors is a shareholder loan from Simto Resources Pty Ltd totalling £75,061. (2015: £63,395)

11 Directors' transactions

Included in other creditors is a directors loan account balance totalling £974 (2015: £974)

12 Prior period adjustment

A prior year adjustment amounting to £6,079 has been made to reclassify an investment in subsidiary, this sum was previously expensed in 2011.

A prior year adjustment amounting to £455,506 has been made in relation to foreign exchange gains and losses, which were not recognised and in 2015 incorrectly computed, on loans due from a subsidiary and company under common control.

Changes to the balance sheet

	At 31 December 2015		
	As previously reported	Adjustment	As restated
	£	£	£
Fixed assets			
Investments	-	6,079	6,079
Current assets			
Debtors due within one year	7,888,743	455,506	8,344,249
	<u>7,888,743</u>	<u>455,506</u>	<u>8,344,249</u>
Net assets	7,264,479	461,585	7,726,064
	<u>7,264,479</u>	<u>461,585</u>	<u>7,726,064</u>
Capital and reserves			
Profit and loss	(1,004,322)	461,585	(542,737)
	<u>(1,004,322)</u>	<u>461,585</u>	<u>(542,737)</u>

EAST AFRICAN TIMBER AND FARMING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2016

12 Prior period adjustment

(Continued)

Changes to the profit and loss account

	Period ended 31 December 2015		
	As previously reported	Adjustment	As restated
	£	£	£
Administrative expenses	55,729	288,205	343,934
(Loss)/profit for the financial period	(5,302)	288,205	282,903