

S C Farrington Produce Ltd

Annual Report and Unaudited Filleted Financial Statements
for the Period from 1 April 2019 to 30 March 2020

S C Farrington Produce Ltd

Contents

Company Information	<u>1</u>
Balance Sheet	<u>2</u>
Notes to the Financial Statements	<u>3 to 7</u>

S C Farrington Produce Ltd

Company Information

Directors Mr Stanley Colin Farrington
Mrs Christine Farrington

Registered office 8-12 London Street
Southport
Merseyside
PR9 0UE

Accountants GMR Accountants Ltd
1st Floor
8-12 London Street
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S C Farrington Produce Ltd
(Registration number: 10701220)
Balance Sheet as at 30 March 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	<u>4</u>	239,871	202,882
Current assets			
Stocks	<u>5</u>	25,370	27,009
Debtors	<u>6</u>	13,161	20,553
Cash at bank and in hand		1,982	1,981
		<u>40,513</u>	<u>49,543</u>
Creditors: Amounts falling due within one year	<u>7</u>	<u>(371,967)</u>	<u>(401,443)</u>
Net current liabilities		<u>(331,454)</u>	<u>(351,900)</u>
Total assets less current liabilities		(91,583)	(149,018)
Creditors: Amounts falling due after more than one year	<u>7</u>	<u>(60,404)</u>	<u>(2,756)</u>
Net liabilities		<u>(151,987)</u>	<u>(151,774)</u>
Capital and reserves			
Called up share capital	<u>9</u>	100	100
Profit and loss account		<u>(152,087)</u>	<u>(151,874)</u>
Total equity		<u>(151,987)</u>	<u>(151,774)</u>

For the financial period ending 30 March 2020 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 accounts for the period in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 8 June 2021 and signed on its behalf by:

.....
Mr Stanley Colin Farrington
Director

S C Farrington Produce Ltd

Notes to the Financial Statements for the Period from 1 April 2019 to 30 March 2020

1 General information

The company is a private company limited by share capital, incorporated in England.

The address of its registered office is:

8-12 London Street
Southport
Merseyside
PR9 0UE

These financial statements were authorised for issue by the Board on 8 June 2021.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Yard and Buildings	15% reducing balance basis
Plant and Equipment	15% reducing balance basis
Motor Vehicles	25% reducing balance basis

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

S C Farrington Produce Ltd

Notes to the Financial Statements for the Period from 1 April 2019 to 30 March 2020

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are 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.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

S C Farrington Produce Ltd

Notes to the Financial Statements for the Period from 1 April 2019 to 30 March 2020

3 Staff numbers

The average number of persons employed by the company (including directors) during the period, was 2 (2019 - 2).

4 Tangible assets

	Land and buildings £	Motor vehicles £	Other tangible assets £	Total £
Cost or valuation				
At 1 April 2019	65,810	9,375	205,343	280,528
Additions	-	-	100,500	100,500
Disposals	-	-	(39,550)	(39,550)
At 30 March 2020	65,810	9,375	266,293	341,478
Depreciation				
At 1 April 2019	19,743	4,688	53,215	77,646
Charge for the period	9,871	2,344	23,611	35,826
Eliminated on disposal	-	-	(11,865)	(11,865)
At 30 March 2020	29,614	7,032	64,961	101,607
Carrying amount				
At 30 March 2020	36,196	2,343	201,332	239,871
At 31 March 2019	46,067	4,687	152,128	202,882

Included within the net book value of land and buildings above is £36,196 (2019 - £46,068) in respect of freehold land and buildings.

5 Stocks

	2020 £	2019 £
Other inventories	25,370	27,009

6 Debtors

	2020 £	2019 £
Trade debtors	6,166	14,285
Other debtors	6,995	6,268
	13,161	20,553

S C Farrington Produce Ltd

Notes to the Financial Statements for the Period from 1 April 2019 to 30 March 2020

7 Creditors

Creditors: amounts falling due within one year

	Note	2020 £	2019 £
Due within one year			
Loans and overdrafts	8	334,029	361,383
Trade creditors		37,655	36,666
Taxation and social security		117	-
Accruals and deferred income		-	2,700
Other creditors		166	694
		<u>371,967</u>	<u>401,443</u>

Creditors: amounts falling due after more than one year

	Note	2020 £	2019 £
Due after one year			
Loans and borrowings	8	<u>60,404</u>	<u>2,756</u>

8 Loans and borrowings

	2020 £	2019 £
Non-current loans and borrowings		
Bank borrowings	27,752	-
Finance lease liabilities	<u>32,652</u>	<u>2,756</u>
	<u>60,404</u>	<u>2,756</u>

	2020 £	2019 £
Current loans and borrowings		
Bank borrowings	7,359	-
Bank overdrafts	124,627	177,966
Finance lease liabilities	12,905	7,005
Other borrowings	<u>189,138</u>	<u>176,412</u>
	<u>334,029</u>	<u>361,383</u>

S C Farrington Produce Ltd

Notes to the Financial Statements for the Period from 1 April 2019 to 30 March 2020

9 Share capital

Allotted, called up and fully paid shares

	2020		2019	
	No.	£	No.	£
Ordinary shares of £1 each	100	100	100	100

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.