

Company Registration No. SC025668 (Scotland)

INNES TRADING COMPANY LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 MARCH 2021
PAGES FOR FILING WITH REGISTRAR

INNES TRADING COMPANY LIMITED

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INNES TRADING COMPANY LIMITED

BALANCE SHEET

AS AT 30 MARCH 2021

		2021		2020	
	Notes	£	£	£	£
Fixed assets					
Intangible assets	3		13,041		16,681
Tangible assets	4		690,283		672,127
Investments	5		58		58
			<u>703,382</u>		<u>688,866</u>
Current assets					
Stocks		6,018		7,080	
Biological assets		79,135		33,709	
Debtors	6	86,081		193,184	
Cash at bank and in hand		408		250	
		<u>171,642</u>		<u>234,223</u>	
Creditors: amounts falling due within one year	7	<u>(280,842)</u>		<u>(414,731)</u>	
Net current liabilities			<u>(109,200)</u>		<u>(180,508)</u>
Total assets less current liabilities			<u>594,182</u>		<u>508,358</u>
Creditors: amounts falling due after more than one year	8		<u>(131,882)</u>		<u>(52,971)</u>
Deferred income			<u>(5,477)</u>		<u>(5,765)</u>
Net assets			<u><u>456,823</u></u>		<u><u>449,622</u></u>
Capital and reserves					
Called up share capital	9		1,438,329		1,438,329
Profit and loss reserves			<u>(981,506)</u>		<u>(988,707)</u>
Total equity			<u><u>456,823</u></u>		<u><u>449,622</u></u>

INNES TRADING COMPANY LIMITED

BALANCE SHEET (CONTINUED)

AS AT 30 MARCH 2021

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 30 March 2021 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

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 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.

The financial statements were approved by the board of directors and authorised for issue on 26 November 2021 and are signed on its behalf by:

Edward Tennant
Director

Company Registration No. SC025668

INNES TRADING COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 MARCH 2021

1 Accounting policies

Company information

Innes Trading Company Limited is a private company limited by shares incorporated in Scotland. The registered office is Innes House, ELGIN, IV30 8NG.

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 £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Thus the directors continue to adopt the going concern basis of accounting in preparing the financial statements. The directors have confirmed they will not seek repayment of the loan balance due to them until sufficient funds are in place.

1.3 Turnover

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

Included within turnover for the year are government subsidies of £217,429 (2020 - £170,683).

1.4 Intangible fixed assets other than goodwill

Intangible assets acquired separately from a business are recognised at cost and are subsequently measured at cost less accumulated amortisation and accumulated impairment losses.

Amortisation 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:

Subsidy entitlement	5 years
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1.5 Tangible fixed assets

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

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

Property improvements	- 5% and 10% reducing balance
Implements and equipment	- 10% and 25% reducing balance
Motor vehicles	- 25% reducing balance

Freehold land is not depreciated.

INNES TRADING COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2021

1 Accounting policies

(Continued)

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

1.6 Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss.

1.7 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition.

Agricultural produce harvested from an entity's biological assets are measured at the point of harvest at the lower of cost and the estimated selling price less costs to complete.

At each reporting date, an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in profit or loss. Reversals of impairment losses are also recognised in profit or loss.

1.8 Biological assets

The company grows crops for the purpose of generating future economic benefit for the company.

The company measures biological assets at cost less accumulated depreciation and accumulated impairment losses. The residual value of the stock held exceeds cost therefore no depreciation has been charged.

1.9 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 and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.10 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.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are measured at transaction price including transaction costs.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

INNES TRADING COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2021

1 Accounting policies

(Continued)

Basic financial liabilities

Basic financial liabilities, including creditors and preference shares that are classified as debt, are 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.

1.11 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of transaction costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

Changes in the fair value of derivatives that are designated and qualify as fair value hedges are recognised in profit or loss immediately, together with any changes in the fair value of the hedged asset or liability that are attributable to the hedged risk.

1.12 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

1.13 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.14 Leases

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

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the balance sheet as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to profit or loss so as to produce a constant periodic rate of interest on the remaining balance of the liability.

1.15 Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

Government grants are recognised in accordance with the performance model. A grant that specifies performance conditions is recognised in income when the performance conditions are met. Where a grant does not specify performance conditions it is recognised in income when the proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as a liability.

INNES TRADING COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2021

1 Accounting policies

(Continued)

1.16 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 in the period are included in profit or loss.

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was:

	2021 Number	2020 Number
Total	29	28

3 Intangible fixed assets

	Subsidy entitlement £
Cost	
At 31 March 2020 and 30 March 2021	18,198
Amortisation and impairment	
At 31 March 2020	1,517
Amortisation charged for the year	3,640
At 30 March 2021	5,157
Carrying amount	
At 30 March 2021	13,041
At 30 March 2020	16,681

INNES TRADING COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2021

4 Tangible fixed assets

	Land and buildings £	Plant and machinery etc £	Total £
Cost			
At 31 March 2020	895,211	1,060,400	1,955,611
Additions	-	121,544	121,544
Disposals	(26,549)	(69,900)	(96,449)
At 30 March 2021	868,662	1,112,044	1,980,706
Depreciation			
At 31 March 2020	452,145	831,339	1,283,484
Depreciation charged in the year	11,619	51,368	62,987
Eliminated in respect of disposals	-	(56,048)	(56,048)
At 30 March 2021	463,764	826,659	1,290,423
Carrying amount			
At 30 March 2021	404,898	285,385	690,283
At 30 March 2020	443,066	229,061	672,127

5 Fixed asset investments

	2021 £	2020 £
Investments	58	58

Movements in fixed asset investments

	Investments other than loans £
Cost	
At 31 March 2020 & 30 March 2021	58
Carrying amount	
At 30 March 2021	58
At 30 March 2020	58

INNES TRADING COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2021

6 Debtors		
	2021	2020
	£	£
Amounts falling due within one year:		
Trade debtors	45,158	11,687
Other debtors	40,923	181,497
	<u>86,081</u>	<u>193,184</u>

7 Creditors: amounts falling due within one year		
	2021	2020
	£	£
Bank loans and overdrafts	111,220	124,850
Trade creditors	50,789	59,971
Taxation and social security	3,322	4,310
Other creditors	115,511	225,600
	<u>280,842</u>	<u>414,731</u>

Bank overdrafts of £103,234 (2020 - £124,850) are secured by the floating charge over the assets of the company as well as standard security over the land at Milltown Airfield, Elgin.

8 Creditors: amounts falling due after more than one year		
	2021	2020
	£	£
Bank loans and overdrafts	42,014	-
Other creditors	89,868	52,971
	<u>131,882</u>	<u>52,971</u>

INNES TRADING COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2021

9 Called up share capital

	2021	2020
	£	£
Ordinary share capital		
Issued and fully paid		
3,000 Ordinary shares of £1 each	3,000	3,000
	<u> </u>	<u> </u>
Preference share capital		
Issued and fully paid		
Preference shares classified as equity	1,435,329	1,435,329
	<u> </u>	<u> </u>
Total equity share capital	1,438,329	1,438,329
	<u> </u>	<u> </u>

10 Related party transactions

The following amounts were outstanding at the reporting end date:

	2021	2020
	£	£
Amounts due to related parties		
Key management personnel	36,679	35,710
	<u> </u>	<u> </u>

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.