

Company Registration No. 01206244 (England and Wales)

Elm Tree Farm Limited

**Annual report and unaudited financial
statements for the year ended 31 March 2016**

SATURDAY



A5M23H56

A29

17/12/2016

#130

COMPANIES HOUSE

Elm Tree Farm Limited

Company information

| | |
|-------------------|--|
| Directors | Duke of Devonshire Duchess of Devonshire Earl of Burlington Nicholas Wood |
| Company number | 01206244 |
| Registered office | Estate Office Bakewell Derbyshire DE45 1PJ |
| Accountants | Saffery Champness 71 Queen Victoria Street London EC4V 4BE |

Elm Tree Farm Limited

Contents

| | Page |
|-----------------------------------|-------------|
| Directors' report | 1 |
| Profit and loss account | 2 |
| Balance sheet | 3-4 |
| Notes to the financial statements | 5-10 |

Directors' report for the year ended 31 March 2016

The directors present their report and financial statements for the year ended 31 March 2016.

Principal activities

The principal activity of the company continued to be that of arable farming.

Directors

Duke of Devonshire
Duchess of Devonshire
Earl of Burlington
Nicholas Wood

Statement of directors' responsibilities

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

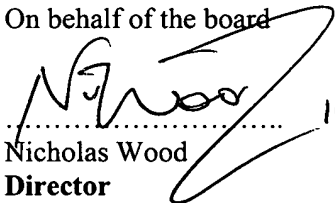
Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). 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 and 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 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.

This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

On behalf of the board


.....
Nicholas Wood
Director

15/12/2016

Profit and loss account for the year ended 31 March 2016

| | Notes | 2016 £ | 2015 £ |
|--|-----------|------------------------|----------------------|
| Turnover | | 729,428 | 866,598 |
| Cost of sales | | (700,391) | (772,262) |
| Gross Profit | | <u>29,037</u> | <u>94,336</u> |
| Administrative expenses | | (102,429) | (62,182) |
| Operating profit | 2 | <u>(73,392)</u> | <u>32,154</u> |
| Interest payable and similar charges | | 833 | 2,346 |
| Profit on ordinary activities before taxation | | <u>(72,559)</u> | <u>34,500</u> |
| Tax on profit on ordinary activities | 3 | (23,833) | 986 |
| Profit for the year | 10 | <u><u>(96,392)</u></u> | <u><u>35,486</u></u> |

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

Balance sheet as at 31 March 2016

| | | 2016 | | 2015 | |
|--|--------------|------------------------|----------|--------------------------|----------|
| Fixed Assets | Notes | £ | £ | £ | £ |
| Tangible assets | 4 | 480,105 | | 430,199 | |
| Investment | 5 | | 15 | | 15 |
| | | <u>480,120</u> | | <u>430,214</u> | |
| Current Assets | | | | | |
| Stocks | | 442,240 | | 383,074 | |
| Debtors | 6 | 264,392 | | 223,778 | |
| Cash at bank and in hand | | 69,470 | | 396,236 | |
| | | <u>776,102</u> | | <u>1,003,088</u> | |
| Creditors: amounts falling due within one year | 7 | (256,531) | | (343,237) | |
| Net Current Assets | | <u>519,571</u> | | <u>659,851</u> | |
| Total assets less current liabilities | | <u>999,691</u> | | <u>1,090,065</u> | |
| Provisions for liabilities | 8 | (76,533) | | (70,515) | |
| | | <u><u>£923,158</u></u> | | <u><u>£1,019,550</u></u> | |
| Capital and reserves | | | | | |
| Called up share capital | 9 | 72,000 | | 72,000 | |
| Profit and loss account | 10 | 851,158 | | 947,550 | |
| Shareholders' funds | 11 | <u><u>£923,158</u></u> | | <u><u>£1,019,550</u></u> | |

Balance sheet (continued) as at 31 March 2016

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

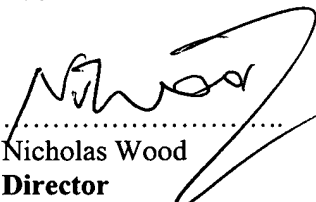
Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and the Financial Reporting Standard for Smaller Entities (effective April 2015).

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

Approved by the Board for issue on.....15/12/2016.....


.....
Nicholas Wood
Director

Company Registration No. 01206244

Notes to the financial statements for the year ended 31 March 2016

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2015).

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated).

1.3 Turnover

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

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

| | |
|---|-----------------------------|
| Land and buildings leasehold | 15 years straight line |
| Farm plant and machinery | 3 to 10 years straight line |
| Corn drying and storage facilities | 15 years straight line |
| Tractors, combine harvesters and vehicles | 4 to 7 years straight line |

1.5 Investments

Fixed asset investments are stated at cost less provision for diminution in value.

1.6 Stock and work in progress

Stock is valued at the lower of cost, including direct and indirect production costs, and estimated net realisable value.

1.7 Revenue recognition

Set-aside and arable area payments are brought into the profit and loss account in the period in which credit is taken for the sale of the related crops.

1.8 Deferred taxation

Deferred taxation is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

Notes to the financial statements (continued) for the year ended 31 March 2016

| | | | |
|----------|--|---------------|---------------|
| 2 | Operating profit | 2016 | 2015 |
| | | £ | £ |
| | Operating profit is stated after charging: | | |
| | Depreciation of tangible assets | 85,026 | 69,699 |
| | Directors' remuneration | <u>46,294</u> | <u>16,243</u> |
| | | | |
| 3 | Taxation | 2016 | 2015 |
| | | £ | £ |
| | Domestic current year tax | | |
| | U.K. corporation tax | — | — |
| | Adjustment for prior years | 17,815 | (7,886) |
| | Payment in respect of group relief | <u>—</u> | <u>—</u> |
| | | 17,815 | (7,886) |
| | Deferred tax | | |
| | Origination and reversal of timing differences | <u>6,018</u> | <u>6,900</u> |
| | | <u>23,833</u> | <u>(986)</u> |

The company is a close company for tax purposes.

Notes to the financial statements (continued) for the year ended 31 March 2016

4 Tangible fixed assets

| | Short leasehold buildings | Corn drying and storage installation | Tractors, vehicles and implements | Total |
|-----------------------|---------------------------------|--|---|------------------|
| | £ | £ | £ | £ |
| Cost | | | | |
| At 1 April 2015 | 143,339 | 95,620 | 810,953 | 1,049,912 |
| Additions | - | - | 135,577 | 135,577 |
| Disposals | - | - | (107,970) | (107,970) |
| At 31 March 2016 | <u>143,339</u> | <u>95,620</u> | <u>838,560</u> | <u>1,077,519</u> |
| Depreciation | | | | |
| At 1 April 2015 | 98,137 | 95,619 | 425,957 | 619,713 |
| On disposals | - | - | (107,325) | (107,325) |
| Charge for the year | - | - | 85,026 | 85,026 |
| At 31 March 2016 | <u>98,137</u> | <u>95,619</u> | <u>403,658</u> | <u>597,414</u> |
| Net book value | | | | |
| At 31 March 2016 | <u>45,202</u> | <u>1</u> | <u>434,902</u> | <u>480,105</u> |
| At 31 March 2015 | <u>45,202</u> | <u>1</u> | <u>384,996</u> | <u>430,199</u> |

5 Fixed asset investments

| | Unlisted investments £ |
|--------------------------------------|------------------------------|
| Cost | |
| At 1 April 2015 and at 31 March 2016 | <u>15</u> |
| Net book value | |
| At 31 March 2016 | <u>15</u> |
| At 31 March 2015 | <u>15</u> |

The investment is a share in United Oilseed Producers Limited, an Industrial and Provident Society company. This represents less than 1% of the issued shares in the company.

Notes to the financial statements (continued) for the year ended 31 March 2016

| 6 Debtors | 2016 | 2015 |
|---------------|----------------|----------------|
| | £ | £ |
| Trade debtors | 4,312 | 2,908 |
| Other debtors | 260,080 | 220,870 |
| | <u>264,392</u> | <u>223,778</u> |

| 7 Creditors: amounts falling due within one year | 2016 | 2015 |
|--|----------------|----------------|
| | £ | £ |
| Trade creditors | 162,031 | 179,663 |
| Amounts owing to group undertakings | - | - |
| Taxation and social security | 18,273 | 47,592 |
| Other creditors | 76,227 | 115,982 |
| | <u>256,531</u> | <u>295,645</u> |

| 8 Provisions for liabilities | Deferred tax liability |
|------------------------------|------------------------|
| | £ |
| Balance at 1 April 2015 | 70,515 |
| Profit and loss account | <u>6,018</u> |
| Balance at 31 March 2016 | <u>76,533</u> |

The deferred tax liability is made up as follows:

| | 2016 | 2015 |
|--------------------------|---------------|---------------|
| | £ | £ |
| Other timing differences | <u>76,533</u> | <u>70,515</u> |

Notes to the financial statements (continued) for the year ended 31 March 2016

| | | |
|---|---------------|---------------|
| 9 Share capital | 2016 | 2015 |
| | £ | £ |
| Allotted, called up and fully paid | | |
| 72,000 Ordinary shares of £1 each | <u>72,000</u> | <u>72,000</u> |

10 Statement of movements on profit and loss account

| | |
|--------------------------|------------------------------------|
| | Profit and loss account |
| | £ |
| Balance at 1 April 2015 | 947,550 |
| Loss for the year | <u>(96,392)</u> |
| Balance at 31 March 2015 | <u>851,158</u> |

11 Reconciliation of movements in shareholders' funds

| | | |
|--------------------------------------|------------------|------------------|
| | 2016 | 2015 |
| | £ | £ |
| (Loss)/profit for the financial year | (96,392) | 35,485 |
| Opening shareholders' funds | <u>1,019,550</u> | <u>984,065</u> |
| Closing shareholders' funds | <u>923,158</u> | <u>1,019,550</u> |

12 Control

The company is a wholly owned subsidiary of its ultimate parent company, Chatsworth Holdings Limited. Chatsworth Holdings Limited is 91.55% owned by The Chatsworth Settlement, which is the controlling party.

Notes to the financial statements (continued) for the year ended 31 March 2016

13 Related party relationships and transactions

Other transactions

The company is controlled by the Trustees of the Chatsworth Settlement.

During the year the company entered into various transactions with the Trustees of the Chatsworth Settlement, who, as mentioned in note 12, hold 91.55% of the allotted share capital of the company's parent company.

The company has sold produce to the Trustees of the Chatsworth Settlement during the year amounting to £16,822 (2015: £nil).

The company's farmland is owned by the Trustees of the Chatsworth Settlement and in the year paid rent amounting to £176,885 (2015: £159,831).

The Trustees of the Chatsworth Settlement provide management services to Elm Tree Farm Limited and a fee is charged to the company representing the fair value of this service. During the year this amounted to £30,425 (2015: £30,425).