

**NFU Services Limited**

**Annual Report and Financial Statements  
Year Ended 31 October 2022**

**Registration number: 03687910**



# NFU Services Limited

## Contents

Balance Sheet	1
Notes to the Financial Statements	2 to 8

# NFU Services Limited

## Balance Sheet

31 October 2022

	Note	2022 £	2021 £
<b>Fixed assets</b>			
Investments	5	4,678,240	4,718,610
<b>Current assets</b>			
Debtors	6	1,450,539	1,343,441
Cash at bank and in hand		<u>165,903</u>	<u>226,336</u>
		1,616,442	1,569,777
<b>Creditors: Amounts falling due within one year</b>	7	<u>(71,872)</u>	<u>(216,802)</u>
<b>Net current assets</b>		<u>1,544,570</u>	<u>1,352,975</u>
<b>Total assets less current liabilities</b>		6,222,810	6,071,585
<b>Deferred income</b>	8	(89,602)	(83,158)
<b>Provisions for liabilities</b>	9	<u>(109,174)</u>	<u>(149,544)</u>
<b>Net assets</b>		<u>6,024,034</u>	<u>5,838,883</u>
<b>Capital and reserves</b>			
Called up share capital		100,000	100,000
Profit and loss account		<u>5,924,034</u>	<u>5,738,883</u>
Shareholder's funds		<u>6,024,034</u>	<u>5,838,883</u>

These financial statements have been prepared and delivered in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and the option not to file the Profit and Loss Account has been taken.

18/01/2023

Approved and authorised by the Board on ..... and signed on its behalf by:



.....  
F Salah  
Director

Company Registration Number: 03687910

# NFU Services Limited

## Notes to the Financial Statements

Year Ended 31 October 2022

### 1 General information

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

The address of its registered office and principle place of business is:

Agriculture House  
Stoneleigh Park  
Kenilworth  
Warwickshire  
CV8 2TZ  
England

### 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 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', including Section 1A, and the Companies Act 2006. 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.

#### Basis of preparation

These financial statements have been prepared using the historical cost convention.

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

#### Group accounts not prepared

The company has taken advantage of the exemption provided by Section 400 of the Companies Act 2006 and has not prepared group accounts. These financial statements present information about the company as an individual undertaking and not about its group.

# NFU Services Limited

## Notes to the Financial Statements

### Year Ended 31 October 2022

#### **Revenue recognition**

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

The company recognises revenue on provision of the relevant service to the customer. Employment Services income receivable is allocated as income over the periods to which the services relate.

#### **Tax**

Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current corporation tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

#### **Investments**

Investments in subsidiary undertakings are measured at cost less impairment.

#### **Financial instruments**

##### ***Classification***

The company holds the following financial instruments:

- Short term trade and other debtors and creditors;
- Intercompany debtors and creditors; and
- Cash and bank balances.

All financial instruments are classified as basic.

##### ***Recognition and measurement***

The company has chosen to apply the recognition and measurement principles in FRS102.

Financial instruments are recognised when the company becomes party to the contractual provisions of the instrument and derecognised when in the case of assets, the contractual rights to cash flows from the assets expire or substantially all the risks and rewards of ownership are transferred to another party, or in the case of liabilities, when the company's obligations are discharged, expire or are cancelled.

Such instruments are initially measured at transaction price, including transaction costs, and are subsequently carried at the undiscounted amount of the cash or other consideration expected to be paid or received, after taking account of impairment adjustments.

# NFU Services Limited

## Notes to the Financial Statements

### Year Ended 31 October 2022

#### **Key judgements and sources of estimation uncertainty**

In the application of the company's accounting policies management is required to make judgements, estimates and assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

The key judgement that has a significant impact on the financial statements is in respect of going concern, as described above.

The key sources of estimation uncertainty that have a significant effect on the amounts recognised in the financial statements are as follows.

Investments in subsidiaries. Investments in subsidiary undertakings are carried at cost, less any subsequent accumulated impairment loss. This requires an assessment of whether an indicator of impairment has occurred. The carrying amount is £4,673,245 (2021 - £4,718,610).

Amounts due from group undertakings. Amounts due from group undertakings are recognised net of provisions for doubtful debts, which requires an estimation of the amounts recoverable from other group companies. The carrying amount is £1,348,184 (2021 - £1,255,974).

Contingent consideration. Included in provisions for liabilities are amounts payable to the former shareholders of C T Planning Limited following the acquisition made by the company on 4 December 2020. These amounts are contingent on the trading results of C T Planning Limited for the 24-month financial period ended 31 October 2022. The carrying amount is £109,174 (2021 - £149,544).

#### **3 Staff numbers**

The company had no employees during the current or prior year.

The directors are employed by the company's parent, The National Farmers' Union, and received no emoluments for their services to the company.

#### **4 Exceptional expenses**

Included within administrative expenses is £381,419 (2021: £nil) in respect of intercompany loans written off.

## NFU Services Limited

### Notes to the Financial Statements

Year Ended 31 October 2022

#### 5 Investments

	2022 £	2021 £
Investments in subsidiaries	<u>4,678,240</u>	<u>4,718,610</u>
<b>Subsidiaries</b>		£
<b>Cost or valuation</b>		
At 1 November 2021		4,718,610
Revaluation		<u>(40,370)</u>
At 31 October 2022		<u>4,678,240</u>
<b>Carrying amount</b>		
At 31 October 2022		<u>4,678,240</u>
At 31 October 2021		<u>4,718,610</u>

Revaluation represents reassessment of contingent consideration.

#### Details of undertakings

Details of the investments in which the company holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking	Registered office	Holding	Proportion of shares held	
			2022	2021
<b>Subsidiary undertakings</b>				
NFU Energy Limited	Agriculture House Stoneleigh Park Kenilworth Warwickshire, CV8 2TZ	Ordinary	100%	100%
NFU EnZero Limited	Agriculture House Stoneleigh Park Kenilworth Warwickshire, CV8 2TZ	Ordinary	100%	100%
FEC Energy Limited	Agriculture House Stoneleigh Park Kenilworth Warwickshire, CV8 2TZ	Ordinary	100%	100%
C T Planning Limited	Agriculture House Stoneleigh Park Kenilworth Warwickshire, CV8 2TZ	Ordinary	100%	100%

## NFU Services Limited

### Notes to the Financial Statements

Year Ended 31 October 2022

#### Subsidiary undertakings

##### *NFU Energy Limited*

The principal activity of NFU Energy Limited is energy consultancy services.

##### *NFU EnZero Limited*

The principal activity of NFU EnZero Limited is to facilitate the development of renewable energy solutions on agricultural land.

##### *FEC Energy Limited*

The principal activity of FEC Energy Limited is that of a dormant company.

##### *C T Planning Limited*

The principal activity of C T Planning Limited is that of planning advisors.

#### 6 Debtors

	2022	2021
	£	£
Trade debtors	11,482	19,974
Amounts due from group undertakings	1,348,184	1,255,974
Other debtors	90,873	67,493
	<u>1,450,539</u>	<u>1,343,441</u>

# NFU Services Limited

## Notes to the Financial Statements

Year Ended 31 October 2022

### 7 Creditors

#### Creditors: amounts falling due within one year

	2022	2021
	£	£
Trade creditors	5,308	3,529
Amounts due to group undertakings	1	1
Corporation tax	49,158	44,004
VAT	10,114	13,591
Other creditors	-	149,543
Accrued expenses	7,291	6,134
	<u>71,872</u>	<u>216,802</u>

### 8 Deferred income

	2022	2021
	£	£
Balance brought forward	83,158	89,649
Released to profit during the year	(83,158)	(89,649)
Received in year	<u>89,602</u>	<u>83,158</u>
Balance carried forward	<u>89,602</u>	<u>83,158</u>

### 9 Provision for liabilities

	2022	2021
	£	£
Balance brought forward	149,544	-
(Decrease) / increase in the year	<u>(40,370)</u>	<u>149,544</u>
Balance carried forward	<u>109,174</u>	<u>149,544</u>

The provision represents the maximum amount due in respect of the acquisition of C T Planning Limited on 4 December 2020. The amounts are payable by 28 February 2023 and are dependent upon the trading results of C T Planning Limited for the 24-month financial period ended 31 October 2022. The decrease in the year represents the movement resulting from the reassessment of the consideration due.

### 10 Parent and ultimate parent undertaking

During the year the company's immediate parent was the National Farmers' Union (NFU).

The smallest and largest group for which consolidated financial statements are drawn up is the NFU. The principal place of business and registered office of the NFU is Agriculture House, Stoneleigh, Kenilworth, Warwickshire, CV8 2TZ.

# **NFU Services Limited**

## **Notes to the Financial Statements**

**Year Ended 31 October 2022**

### **11 Non adjusting events after the financial period**

Subsequent to the year end the National Farmers Union group underwent a restructure which saw a new intermediate holding company NFU Commercial Holdings Limited become the immediate parent company of NFU Services Limited (the ultimate parent remains unchanged), and shares of the subsidiary companies NFU Enzero Limited, NFU Energy Limited, CT Planning Limited and FEC Energy Limited were transferred to NFU Commercial Holdings Limited.

### **12 Audit report**

The Independent Auditors' Report was unqualified. The name of the Senior Statutory Auditor who signed the audit report was Nicholas Farrant BA MSc FCA, who signed for and on behalf of PKF Francis Clark on 8 February 2023.