

A & L Morgan Ltd
Unaudited Financial Statements
for the Year Ended 31 March 2022

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for the Year Ended 31 March 2022**

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DIRECTORS: LB Morgan
JB Morgan
Mrs DM Morgan

SECRETARY: LB Morgan

REGISTERED OFFICE: Landynod Farm
Winslow
Bromyard
Herefordshire
HR7 4LS

REGISTERED NUMBER: 06027544 (England and Wales)

ACCOUNTANTS: The Hutchinson Partnership Limited
trading as The Hutchinson Partnership
Chartered Accountants
The Bull Pen
Grove Farm
Portway, Burghill
Hereford
HR4 8NF

**Chartered Accountants' Report to the Board of Directors
on the Unaudited Financial Statements of
A & L Morgan Ltd**

The following reproduces the text of the report prepared for the directors in respect of the company's annual unaudited financial statements. In accordance with the Companies Act 2006, the company is only required to file a Balance Sheet. Readers are cautioned that the Statement of Income and Retained Earnings and certain other primary statements and the Report of the Directors are not required to be filed with the Registrar of Companies.

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of A & L Morgan Ltd for the year ended 31 March 2022 which comprise the Statement of Income and Retained Earnings, Balance Sheet and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed within the ICAEW's regulations and guidance at <http://www.icaew.com/en/membership/regulations-standards-and-guidance>.

This report is made solely to the Board of Directors of A & L Morgan Ltd, as a body, in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of A & L Morgan Ltd and state those matters that we have agreed to state to the Board of Directors of A & L Morgan Ltd, as a body, in this report in accordance with ICAEW Technical Release 07/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than A & L Morgan Ltd and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that A & L Morgan Ltd has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of A & L Morgan Ltd. You consider that A & L Morgan Ltd is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of A & L Morgan Ltd. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

The Hutchinson Partnership Limited
trading as The Hutchinson Partnership
Chartered Accountants
The Bull Pen
Grove Farm
Portway, Burghill
Hereford
HR4 8NF

15 December 2022

Balance Sheet
31 March 2022

	Notes	2022		2021	
		£	£	£	£
FIXED ASSETS					
Tangible assets	4		858,514		534,183
Investments	5		<u>1,201,269</u>		<u>1,201,269</u>
			2,059,783		1,735,452
CURRENT ASSETS					
Stocks	6	1,047,184		1,077,970	
Debtors	7	649,200		539,503	
Cash at bank		<u>40,026</u>		<u>248,099</u>	
		1,736,410		1,865,572	
CREDITORS					
Amounts falling due within one year	8	<u>459,413</u>		<u>447,210</u>	
NET CURRENT ASSETS			<u>1,276,997</u>		<u>1,418,362</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			3,336,780		3,153,814
CREDITORS					
Amounts falling due after more than one year	9		(1,066,512)		(1,051,698)
PROVISIONS FOR LIABILITIES	11		<u>(93,078)</u>		<u>(79,178)</u>
NET ASSETS			<u>2,177,190</u>		<u>2,022,938</u>
CAPITAL AND RESERVES					
Allotted, issued and fully paid up share capital			100		100
Retained earnings			<u>2,177,090</u>		<u>2,022,838</u>
SHAREHOLDERS' FUNDS			<u>2,177,190</u>		<u>2,022,938</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2022 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

Balance Sheet - continued
31 March 2022

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

In accordance with Section 444 of the Companies Act 2006, the Statement of Income and Retained Earnings has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 15 December 2022 and were signed on its behalf by:

LB Morgan - Director

**Notes to the Financial Statements
for the Year Ended 31 March 2022**

1. **STATUTORY INFORMATION**

A & L Morgan Ltd is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

2. **ACCOUNTING POLICIES**

Basis of preparing the financial statements

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 the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The directors have considered the financial requirements of the company and consider that it will be able to operate within its agreed finance facilities for the next 12 months. The directors therefore consider it appropriate to prepare accounts on the going concern basis.

The directors don't believe COVID-19 has had or will have a substantial effect on the business.

Preparation of consolidated financial statements

The financial statements contain information about A & L Morgan Ltd as an individual company and do not contain consolidated financial information as the parent of a group. The company is exempt under Section 399(2A) of the Companies Act 2006 from the requirements to prepare consolidated financial statements.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- not provided
Improvements to property	- 4% on cost and 2% on cost
Plant and machinery	- 20% on reducing balance and 15% on reducing balance
Fixtures and fittings	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 33% on cost, 33% on reducing balance and 15% on reducing balance

Investments in subsidiaries

Investments in subsidiary undertakings are recognised at cost, less any provision for permanent diminution in value.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

The company has the following biological assets within stock which are valued as disclosed:

- Livestock - valued at their estimated cost with reference to current market values
- Crops in store - valued at their estimated cost with reference to current market values
- Growing crop - valued at the cost of inputs and cultivations up to the period end

Notes to the Financial Statements - continued
for the Year Ended 31 March 2022

2. ACCOUNTING POLICIES - continued

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Statement of Income and Retained Earnings, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

3. EMPLOYEES

The average number of employees during the year was 1 (2021 - 3).

4. TANGIBLE FIXED ASSETS

	Freehold property £	Improvements to property £	Plant and machinery £
COST			
At 1 April 2021	-	186,817	762,999
Additions	285,688	83,326	40,662
Disposals	-	-	(55,225)
At 31 March 2022	<u>285,688</u>	<u>270,143</u>	<u>748,436</u>
DEPRECIATION			
At 1 April 2021	-	36,176	392,577
Charge for year	-	8,089	71,123
Eliminated on disposal	-	-	(38,691)
At 31 March 2022	-	<u>44,265</u>	<u>425,009</u>
NET BOOK VALUE			
At 31 March 2022	<u>285,688</u>	<u>225,878</u>	<u>323,427</u>
At 31 March 2021	-	<u>150,641</u>	<u>370,422</u>

Notes to the Financial Statements - continued
for the Year Ended 31 March 2022

4. TANGIBLE FIXED ASSETS - continued

	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST				
At 1 April 2021	46,013	47,343	4,580	1,047,752
Additions	-	17,092	-	426,768
Disposals	-	-	-	(55,225)
At 31 March 2022	<u>46,013</u>	<u>64,435</u>	<u>4,580</u>	<u>1,419,295</u>
DEPRECIATION				
At 1 April 2021	37,630	42,999	4,187	513,569
Charge for year	1,257	5,359	75	85,903
Eliminated on disposal	-	-	-	(38,691)
At 31 March 2022	<u>38,887</u>	<u>48,358</u>	<u>4,262</u>	<u>560,781</u>
NET BOOK VALUE				
At 31 March 2022	<u>7,126</u>	<u>16,077</u>	<u>318</u>	<u>858,514</u>
At 31 March 2021	<u>8,383</u>	<u>4,344</u>	<u>393</u>	<u>534,183</u>

Included in cost of land and buildings is freehold land of £ 285,688 (2021 - £ 0) which is not depreciated.

5. FIXED ASSET INVESTMENTS

	Shares in group undertakings £	Other investments £	Totals £
COST			
At 1 April 2021 and 31 March 2022	<u>1,201,164</u>	<u>105</u>	<u>1,201,269</u>
NET BOOK VALUE			
At 31 March 2022	<u>1,201,164</u>	<u>105</u>	<u>1,201,269</u>
At 31 March 2021	<u>1,201,164</u>	<u>105</u>	<u>1,201,269</u>

6. STOCKS

	2022 £	2021 £
Stores valuation	33,406	29,610
Raw materials valuation	32,778	38,110
Livestock valuation	<u>981,000</u>	<u>1,010,250</u>
	<u>1,047,184</u>	<u>1,077,970</u>

Notes to the Financial Statements - continued
for the Year Ended 31 March 2022

7. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2022	2021
	£	£
Trade debtors	191,873	111,832
L & D Morgan	264,053	271,284
Other debtors	-	1,025
Directors' current accounts	-	422
Corporation tax repayable	67,276	60,152
VAT	77,591	15,981
Prepayments and accrued income	48,407	78,807
	<u>649,200</u>	<u>539,503</u>

8. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2022	2021
	£	£
Bank loans and overdrafts	56,825	51,481
Trade creditors	214,800	82,374
Amounts owed to group undertakings	80,262	79,247
Corporation tax payable	70,918	185,033
Other creditors	2,053	-
Directors' current accounts	23,472	36,200
Accruals and deferred income	11,083	12,875
	<u>459,413</u>	<u>447,210</u>

Balances due to directors are repayable on demand and are interest free.

9. **CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	2022	2021
	£	£
Bank loans 1-2 years	57,358	53,723
Bank loans 2-5 years	168,272	162,949
Bank loans > 5 years	709,002	777,986
Accruals & defer income > 1 yr	131,880	57,040
	<u>1,066,512</u>	<u>1,051,698</u>

Amounts falling due in more than five years:

Repayable by instalments		
Bank loans > 5 years	<u>709,002</u>	<u>777,986</u>

Notes to the Financial Statements - continued
for the Year Ended 31 March 2022

10. SECURED DEBTS

The following secured debts are included within creditors:

	2022	2021
	£	£
Lloyds bank loans	<u>949,790</u>	<u>996,139</u>

The bank loan is secured by a fixed and floating charge over freehold property held in Orchid (Malvern) Limited, a wholly owned subsidiary of A & L Morgan Ltd.

11. PROVISIONS FOR LIABILITIES

	2022	2021
	£	£
Deferred tax		
Other timing differences	6,341	6,304
Accelerated Capital Allowances	<u>86,737</u>	<u>72,874</u>
	<u>93,078</u>	<u>79,178</u>

	Deferred tax £
Balance at 1 April 2021	79,178
Provided during year	(11,103)
Prior year adjustment	<u>25,003</u>
Balance at 31 March 2022	<u>93,078</u>

12. FINANCIAL COMMITMENTS

Total financial commitments which are not included in the balance sheet amount to £43,917 (2021 - £37,087). The financial commitments are due over the next 30 months and relate to land and property rent.

13. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to a director subsisted during the years ended 31 March 2022 and 31 March 2021:

	2022	2021
	£	£
JB Morgan		
Balance outstanding at start of year	422	(5,000)
Amounts advanced	-	27,500
Amounts repaid	(654)	(22,078)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>(232)</u>	<u>422</u>

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2022**

14. RELATED PARTY DISCLOSURES

During the year £nil (2021 - £159,165) was advanced to a partnership of which two of the directors are partners. £7,231 was repaid by the partnership to the company during the year. The remaining balance due from the partnership at the year end was £264,053 (2021 - £271,284). Interest of £5,383 (2021 - £nil) was charged on this balance at the official interest rate of 2%.

During the year £1,015 (2021 - £1,340) was advanced to the company from a subsidiary in which it owns 100% of the issued share capital. At the year end £80,262 (2021 - £79,247) was due to the subsidiary. No interest was charged on this balance.

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.