

Registration number: NI026554

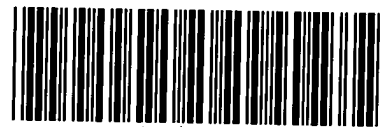
A N Irwin Feeds Limited

Annual Report and Financial Statements

for the Year Ended 31 May 2023

David Lyttle & Co Ltd
Chartered Accountants
Station House
46 Molesworth Street
Cookstown
Co Tyrone
BT80 8PA

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A N Irwin Feeds Limited

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A N Irwin Feeds Limited

Company Information

Directors Mrs Carolyn Ruth Irwin

Mr Kenneth Irwin

Company secretary Mrs Carolyn Ruth Irwin

Registered office Stilloga Mills
11 Carrowcolman Road
Eglish
Dungannon
Co Tyrone
BT70 1LF

Auditors David Lyttle & Co Ltd
Chartered Accountants
Station House
46 Molesworth Street
Cookstown
Co Tyrone
BT80 8PA

A N Irwin Feeds Limited

Strategic Report for the Year Ended 31 May 2023

The directors present their strategic report for the year ended 31 May 2023.

Principal activity

The principal activity of the company is Animal feed supplier

Fair review of the business

During the year the company had an increase in turnover from £18,434,796 in 2022 to £ 22,599,420 in 2023, with a decrease in profit before tax from £ 1,973,973 to £ 1,771,178 in the year. As an essential supplier of animal feed the company continued to trade despite the rising prices. The company was able to enhance performance through better buying and efficient and effective business carried out by the directors.

The directors continue to monitor the performance of the company and the work opportunities available. They consider the results for the year and the position of the company at the year end to be satisfactory in the current economic climate. The directors are confident the company will continue to expand in the future and improve profitability in the coming years.

The company's key financial and other performance indicators during the year were as follows:

Financial KPIs	Unit	2023	2022
Gross profit margin	%	20	22
Net profit before taxation	£	1,771,178	1,973,973
Average number of employees		42	43

A N Irwin Feeds Limited

Strategic Report for the Year Ended 31 May 2023

Principal risks and uncertainties

Key Financial Risks Facing the Company

The company's operations expose it to a variety of both non financial and financial risks that include price risk, foreign exchange risk, credit risk, liquidity risk and interest rate risk. The directors follow appropriate risk strategies which effectively manage exposures related to the achievement of business objectives by ensuring that appropriate management systems are in place. These systems ensure the regular monitoring of key performance indicators including levels of debt finance and any related financial information.

Given the size of the company, the directors have not delegated the responsibility of monitoring financial risk management to a sub-committee of the Board and the full duties are implemented by the main Board through the company's finance department.

Price risk

The company is exposed to price risk as a result of its operations and the nature of the industry, However, given the size of the company's operations the costs of additional management of the exposure to price risk would outweigh any potential benefit. The appropriateness of the policy will be reviewed should the size or nature of the company's operations change

Foreign exchange risk

While the greater part of the company's revenue and expenditure are denominated in sterling, the company is exposed to some foreign exchange risk in the normal course of business, principally on sales and purchases in euros. The company currently do not undertake hedging activities, however the directors keep this under constant review.

Credit risk

Policies are in place that requires appropriate credit checks on potential customers before any sales on credit are made. A credit limit, which provides the total exposure to individual customers and contracts are reassessed regularly by the board.

Liquidity risk

The liquidity risk is of key importance to the company and the company regularly reviews its short term and long term finance to ensure the company has sufficient funds available for its ongoing operations and any long term plans.

Interest rate risk

The company has interest bearing liabilities at variable rates depending on bank base rate with its bankers. The directors constantly review the current and expected future interest rates to ensure certainty of future interest cash flows.

The key risks being faced by the company, as outlined above have been managed effectively throughout the financial period.


Human resources and employees

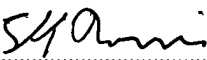
The company's success depends to a large extent upon the effort and abilities of senior management and key employees. Further, our business is dependent upon our ability to continue to attract and retain skilled personnel.

A N Irwin Feeds Limited

Strategic Report for the Year Ended 31 May 2023

Approved and authorised by the Board on 22 March 2024 and signed on its behalf by:


.....
Mrs Carolyn Ruth Irwin
Company secretary and director


.....
Mr Kenneth Irwin
Director

A N Irwin Feeds Limited

Directors' Report for the Year Ended 31 May 2023

The directors present their report and the financial statements for the year ended 31 May 2023.

Directors of the company

The directors who held office during the year were as follows:

Mrs Carolyn Ruth Irwin - Company secretary and director

Mr Kenneth Irwin

Information included in the Strategic Report

The Strategic report contains the details of the key financial risks facing the company

Financial instruments

Objectives and policies

The strategic report contains details of the financial risk management objectives and policies.

Price risk, credit risk, liquidity risk and cash flow risk

The strategic report contains the key financial risk factors facing the Company.

Future developments

During the year the company had an increase in turnover from £ 18,424,796 in 2022 to £ 22,599,420 in 2023, with a decrease in profit before tax from £ 1,973,973 to £ 1,771,178 in the year. As an essential supplier of animal feed the company continued to trade despite the rising prices. The company was able to enhance performance through better buying and efficient and effective business carried out by directors.

The directors continue to monitor the performance of the company and the work opportunities available. They consider the results for the year and the position of the company at the year end to be satisfactory in the current economic climate. The directors are confident the company will continue to expand in the future and improve profitability in the coming years.

Disclosure of information to the auditors

Each director has taken steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information. The directors confirm that there is no relevant information that they know of and of which they know the auditors are unaware.

Approved and authorised by the Board on 22 March 2024 and signed on its behalf by:



.....
Mrs Carolyn Ruth Irwin
Company secretary and director



.....
Mr Kenneth Irwin
Director

A N Irwin Feeds Limited

Statement of Directors' Responsibilities

The directors acknowledge their responsibilities for preparing the Annual 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 or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable United Kingdom Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that 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.

A N Irwin Feeds Limited

Independent Auditor's Report to the Members of A N Irwin Feeds Limited

Opinion

We have audited the financial statements of A N Irwin Feeds Limited (the 'company') for the year ended 31 May 2023, which comprise the Profit and Loss Account, Statement of Comprehensive Income, Balance Sheet, Statement of Changes in Equity, Statement of Cash Flows, and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 May 2023 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the director's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the original financial statements were authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Other information

The directors are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

A N Irwin Feeds Limited

Independent Auditor's Report to the Members of A N Irwin Feeds Limited

Opinion on other matter prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Strategic Report and Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and Directors' Report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors report Strategic Report and the Directors' Report.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the director's report and from the requirement to prepare a strategic report.

Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities [set out on page 6], the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

A N Irwin Feeds Limited

Independent Auditor's Report to the Members of A N Irwin Feeds Limited

Auditor Responsibilities for the audit of the financial statements

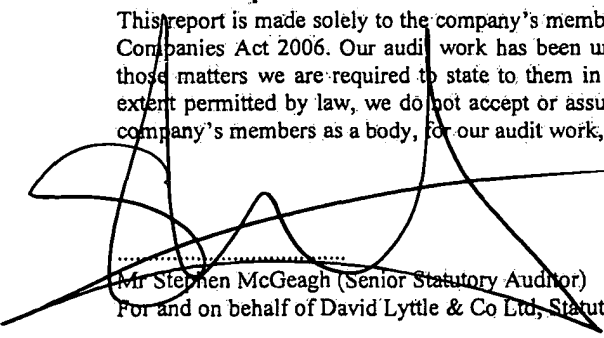
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

A further description of our responsibilities is available on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.



.....
Mr Stephen McGeagh (Senior Statutory Auditor)
For and on behalf of David Lyttle & Co Ltd, Statutory Auditor

Station House
46 Molesworth Street
Cookstown
Co Tyrone
BT80 8PA.

22 March 2024

A N Irwin Feeds Limited

Profit and Loss Account for the Year Ended 31 May 2023

	Note	2023 £	2022 £
Turnover	3	22,599,420	18,434,796
Cost of sales		<u>(18,039,950)</u>	<u>(14,405,051)</u>
Gross profit		4,559,470	4,029,745
Administrative expenses		(2,897,101)	(2,066,076)
Other operating income	4	<u>35,693</u>	<u>11,549</u>
Operating profit	6	<u>1,698,062</u>	<u>1,975,218</u>
Other interest receivable and similar income	8	11,633	22
Interest payable and similar expenses	9	<u>61,483</u>	<u>(1,267)</u>
		<u>73,116</u>	<u>(1,245)</u>
Profit before tax		1,771,178	1,973,973
Tax on profit	13	<u>(163,795)</u>	<u>(194,488)</u>
Profit for the financial year		<u>1,607,383</u>	<u>1,779,485</u>

The above results were derived from continuing operations.

The company has no recognised gains or losses for the year other than the results above.

A N Irwin Feeds Limited

Statement of Comprehensive Income for the Year Ended 31 May 2023

	2023 £	2022 £
Profit for the year	<u>1,607,383</u>	<u>1,779,485</u>
Total comprehensive income for the year	<u><u>1,607,383</u></u>	<u><u>1,779,485</u></u>


The notes on pages 15 to 26 form an integral part of these financial statements.
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A N Irwin Feeds Limited

**(Registration number: NI026554)
Balance Sheet as at 31 May 2023**

	Note	2023 £	2022 £
Fixed assets			
Tangible assets	14	2,821,216	2,426,351
Current assets			
Stocks	15	1,281,323	1,652,732
Debtors	16	3,764,271	3,561,215
Cash at bank and in hand		<u>2,243,894</u>	<u>1,620,152</u>
		7,289,488	6,834,099
Creditors: Amounts falling due within one year	18	<u>(1,717,662)</u>	<u>(2,412,857)</u>
Net current assets		<u>5,571,826</u>	<u>4,421,242</u>
Total assets less current liabilities		8,393,042	6,847,593
Creditors: Amounts falling due after more than one year	18	(27,845)	(163,107)
Provisions for liabilities	19	<u>(443,182)</u>	<u>(336,854)</u>
Net assets		<u><u>7,922,015</u></u>	<u><u>6,347,632</u></u>
Capital and reserves			
Called up share capital		100,000	100,000
Retained earnings		<u>7,822,015</u>	<u>6,247,632</u>
Shareholders' funds		<u><u>7,922,015</u></u>	<u><u>6,347,632</u></u>

Approved and authorised by the Board on 22 March 2024 and signed on its behalf by:


.....
Mrs Carolyn Ruth Irwin
Company secretary and director


.....
Mr Kenneth Irwin
Director

A N Irwin Feeds Limited

Statement of Changes in Equity for the Year Ended 31 May 2023

	Share capital	Retained earnings	Total
	£	£	£
At 1 June 2022	100,000	6,247,632	6,347,632
Profit for the year	-	1,607,383	1,607,383
Dividends	-	(33,000)	(33,000)
At 31 May 2023	<u>100,000</u>	<u>7,822,015</u>	<u>7,922,015</u>
	Share capital	Retained earnings	Total
	£	£	£
At 1 June 2021	100,000	4,501,147	4,601,147
Profit for the year	-	1,779,485	1,779,485
Dividends	-	(33,000)	(33,000)
At 31 May 2022	<u>100,000</u>	<u>6,247,632</u>	<u>6,347,632</u>

The notes on pages 15 to 26 form an integral part of these financial statements.

A N Irwin Feeds Limited

Statement of Cash Flows for the Year Ended 31 May 2023

	Note	2023 £	2022 £
Cash flows from operating activities			
Profit for the year		1,607,383	1,779,485
Adjustments to cash flows from non-cash items			
Depreciation and amortisation	6	271,718	289,456
Profit on disposal of tangible assets	5	(760)	(2,038)
Finance income	8	(11,633)	(22)
Finance costs	9	9,523	13,363
Income tax expense	13	163,795	194,488
		<u>2,040,026</u>	<u>2,274,732</u>
Working capital adjustments			
Decrease/(increase) in stocks	15	371,409	(406,496)
Increase in trade debtors	16	(203,056)	(603,241)
(Decrease)/increase in trade creditors	18	(659,011)	277,713
Increase in deferred income, including government grants		62,929	-
Cash generated from operations		1,612,297	1,542,708
Income taxes paid	13	(77,826)	(234,946)
Net cash flow from operating activities		<u>1,534,471</u>	<u>1,307,762</u>
Cash flows from investing activities			
Interest received	8	11,633	22
Acquisitions of tangible assets		(668,032)	(772,441)
Proceeds from sale of tangible assets		2,209	14,013
Net cash flows from investing activities		<u>(654,190)</u>	<u>(758,406)</u>
Cash flows from financing activities			
Interest paid	9	(9,523)	(13,363)
Proceeds from bank borrowing draw downs		(149,758)	(100,288)
Repayment of other borrowing		-	(12,196)
Payments to finance lease creditors		(66,931)	34,800
Dividends paid	23	(33,000)	(33,000)
Net cash flows from financing activities		<u>(259,212)</u>	<u>(124,047)</u>
Net increase in cash and cash equivalents		621,069	425,309
Cash and cash equivalents at 1 June		<u>1,618,899</u>	<u>1,193,590</u>
Cash and cash equivalents at 31 May		<u><u>2,239,968</u></u>	<u><u>1,618,899</u></u>

The notes on pages 15 to 26 form an integral part of these financial statements.

A N Irwin Feeds Limited

Notes to the Financial Statements for the Year Ended 31 May 2023

1 General information

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

The address of its registered office is:

Stilloga Mills
11 Carrowcolman Road
Eglisish
Dungannon
Co Tyrone
BT70 1LF

These financial statements were authorised for issue by the Board on 22 March 2024.

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 were prepared in accordance with Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the United Kingdom 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.

The financial statements are prepared in sterling, which is the functional currency of the entity, and rounded to the nearest pound (£), except when otherwise stated.

The following principal accounting policies have been applied consistently throughout the year.

Going concern

The financial statements have been prepared on a going concern basis.

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.

A N Irwin Feeds Limited

Notes to the Financial Statements for the Year Ended 31 May 2023

Government grants

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the company will comply with the conditions attaching to them and the grants will be received.

Government grants are recognised using the accrual model and the performance model.

Under the accrual model, government grants relating to revenue are recognised on a systematic basis over the periods in which the company recognises the related costs for which the grant is intended to compensate.

Grants that are receivable as compensation for expenses or losses already incurred or for the purpose of giving immediate financial support to the entity with no future related costs are recognised in income in the period in which it becomes receivable.

Grants relating to assets are recognised in income on a systematic basis over the expected useful life of the asset. Where part of a grant relating to an asset is deferred, it is recognised as deferred income and not deducted from the carrying amount of the asset.

Under the performance model, where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income when the grant proceeds are received or receivable. Where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income only when the performance-related conditions have been met. Where grants received are prior to satisfying the revenue recognition criteria, they are recognised as a liability.

Foreign currency transactions and balances

Transactions in foreign currencies are initially recorded at the functional currency rate prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated into the respective functional currency of the entity at the rates prevailing on the reporting period date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rate on the date when the fair value is re-measured.

Non-monetary items measured in terms of historical cost in a foreign currency are not retranslated.

Tax

The tax expense for the period comprises current and deferred 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 income 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.

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

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

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

Tangible assets

Tangible assets are stated in the balance sheet 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.

A N Irwin Feeds Limited

Notes to the Financial Statements for the Year Ended 31 May 2023

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
Freehold property	over useful life of 50 years
Motor Vehicles	25% straight line
Plant and machinery	15% reducing balance
Office equipment	20% straight line

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.

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.

A N Irwin Feeds Limited

Notes to the Financial Statements for the Year Ended 31 May 2023

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.

Provisions

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.

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Turnover

The analysis of the company's revenue for the year from continuing operations is as follows:

	2023	2022
	£	£
Sale of goods	<u>22,599,420</u>	<u>18,434,796</u>

A N Irwin Feeds Limited

Notes to the Financial Statements for the Year Ended 31 May 2023

4 Other operating income

The analysis of the company's other operating income for the year is as follows:

	2023 £	2022 £
Government grants	<u>35,693</u>	<u>11,549</u>

5 Other gains and losses

The analysis of the company's other gains and losses for the year is as follows:

	2023 £	2022 £
Gain/loss on disposal of property, plant and equipment	<u>760</u>	<u>2,038</u>

6 Operating profit

Arrived at after charging/(crediting)

	2023 £	2022 £
Depreciation expense	271,718	289,456
Profit on disposal of property, plant and equipment	<u>(760)</u>	<u>(2,038)</u>

7 Government grants

Government grants which are accounted on the accruals basis. Grants relate to funding from Invest NI for tangible assets. Grants received are credited to deferred income and are then recognised in income on a systematic basis over the expected useful life of the assets being a period of eight years.

The amount of grants recognised in the financial statements was £35,693 (2022 - £11,549).

8 Other interest receivable and similar income

	2023 £	2022 £
Interest income on bank deposits	<u>11,633</u>	<u>22</u>

9 Interest payable and similar expenses

	2023 £	2022 £
Interest on bank overdrafts and borrowings	4,207	7,401
Interest on obligations under finance leases and hire purchase contracts	5,316	5,962
Foreign exchange gains/losses	<u>(71,006)</u>	<u>(12,096)</u>
	<u>(61,483)</u>	<u>1,267</u>

A N Irwin Feeds Limited

Notes to the Financial Statements for the Year Ended 31 May 2023

10 Staff costs

The aggregate payroll costs (including directors' remuneration) were as follows:

	2023	2022
	£	£
Wages and salaries	1,157,426	1,146,359
Social security costs	108,177	97,809
Other short-term employee benefits	10,090	6,551
Pension costs, defined contribution scheme	35,773	36,448
Other employee expense	4,764	5,298
	<u>1,316,230</u>	<u>1,292,465</u>

The average number of persons employed by the company (including directors) during the year, analysed by category was as follows:

	2023	2022
	No.	No.
Production	9	9
Administration and support	27	28
Sales	6	6
	<u>42</u>	<u>43</u>

11 Directors' remuneration

The directors' remuneration for the year was as follows:

	2023	2022
	£	£
Remuneration	65,928	65,462
Contributions paid to money purchase schemes	1,282	1,281
	<u>67,210</u>	<u>66,743</u>

12 Auditors' remuneration

	2023	2022
	£	£
Audit of the financial statements	<u>8,800</u>	<u>3,000</u>

A N Irwin Feeds Limited

Notes to the Financial Statements for the Year Ended 31 May 2023

13 Taxation

Tax charged/(credited) in the income statement

	2023	2022
	£	£
Current taxation		
UK corporation tax	139,664	231,537
UK corporation tax adjustment to prior periods	<u>(82,197)</u>	<u>(126,636)</u>
	57,467	104,901
Deferred taxation		
Arising from origination and reversal of timing differences	<u>106,328</u>	<u>89,587</u>
Tax expense in the income statement	<u>163,795</u>	<u>194,488</u>
Deferred tax		

A N Irwin Feeds Limited

Notes to the Financial Statements for the Year Ended 31 May 2023

14 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Other tangible assets £	Total £
Cost or valuation					
At 1 June 2022	460,613	101,954	431,593	2,992,517	3,986,677
Additions	-	8,272	-	659,760	668,032
Disposals	-	-	-	(4,517)	(4,517)
At 31 May 2023	<u>460,613</u>	<u>110,226</u>	<u>431,593</u>	<u>3,647,760</u>	<u>4,650,192</u>
Depreciation					
At 1 June 2022	17,984	62,917	271,909	1,207,516	1,560,326
Charge for the year	9,212	15,801	47,203	199,502	271,718
Eliminated on disposal	-	-	-	(3,068)	(3,068)
At 31 May 2023	<u>27,196</u>	<u>78,718</u>	<u>319,112</u>	<u>1,403,950</u>	<u>1,828,976</u>
Carrying amount					
At 31 May 2023	<u>433,417</u>	<u>31,508</u>	<u>112,481</u>	<u>2,243,810</u>	<u>2,821,216</u>
At 31 May 2022	<u>442,629</u>	<u>39,037</u>	<u>159,684</u>	<u>1,785,001</u>	<u>2,426,351</u>

Included within the net book value of land and buildings above is £433,417 (2022 - £442,629) in respect of freehold land and buildings.

A N Irwin Feeds Limited

Notes to the Financial Statements for the Year Ended 31 May 2023

15 Stocks

	2023 £	2022 £
Finished goods and goods for resale	<u>1,281,323</u>	<u>1,652,732</u>

16 Debtors

	2023 £	2022 £
Current		
Trade debtors	3,378,230	3,364,296
Other debtors	290,462	147,265
Prepayments	<u>95,579</u>	<u>49,654</u>
	<u>3,764,271</u>	<u>3,561,215</u>

17 Cash and cash equivalents

	2023 £	2022 £
Cash on hand	79,701	10,312
Cash at bank	<u>2,164,193</u>	<u>1,609,840</u>
	2,243,894	1,620,152
Bank overdrafts	<u>(3,926)</u>	<u>(1,253)</u>
Cash and cash equivalents in statement of cash flows	<u>2,239,968</u>	<u>1,618,899</u>

18 Creditors

	Note	2023 £	2022 £
Due within one year			
Loans and borrowings	22	52,197	130,951
trade creditors		1,323,168	1,887,115
Amounts due to related parties	24	56,679	145,170
Social security and other taxes		22,703	21,979
Outstanding defined contribution pension costs		-	1,347
Other payables		2,618	2,355
Accrued expenses		57,704	63,917
Income tax liability	13	139,664	160,023
Deferred income		<u>62,929</u>	-
		<u>1,717,662</u>	<u>2,412,857</u>
Due after one year			
Loans and borrowings	22	<u>27,845</u>	<u>163,107</u>

A N Irwin Feeds Limited

Notes to the Financial Statements for the Year Ended 31 May 2023

19 Provisions for liabilities

	Deferred tax	Total
	£	£
At 1 June 2022	336,854	336,854
Increase (decrease) from transfers and other changes	<u>106,328</u>	<u>106,328</u>
At 31 May 2023	<u><u>443,182</u></u>	<u><u>443,182</u></u>

20 Pension and other schemes

Defined contribution pension scheme

The company operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the company to the scheme and amounted to £35,773 (2022 - £36,447).

Contributions totalling £Nil (2022 - £1,347) were payable to the scheme at the end of the year and are included in creditors.

21 Share capital

Allotted, called up and fully paid shares

	2023		2022	
	No.	£	No.	£
Ordinary shares of £1 each	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>

A N Irwin Feeds Limited

Notes to the Financial Statements for the Year Ended 31 May 2023

22 Loans and borrowings

	2023 £	2022 £
Non-current loans and borrowings		
Bank borrowings	-	91,757
HP and finance lease liabilities	27,845	71,350
	27,845	163,107
	2023 £	2022 £
Current loans and borrowings		
Bank borrowings	-	58,001
Bank overdrafts	3,926	1,253
HP and finance lease liabilities	48,271	71,697
	52,197	130,951
	52,197	130,951

The company's bank facilities are secured by way of a fixed and floating charge over all property or undertaking of the company.

The hire purchase liabilities noted above are secured against the assets to which they relate. All hire purchase liabilities are repaid on a monthly basis on fixed repayment amounts and market interest rate charged.

23 Dividends

Final dividends paid

	2023 £	2022 £
Final dividend of £Nil per each Ordinary shares	-	-
	-	-

Interim dividends paid

	2023 £	2022 £
Interim dividend of £0.33 per each Ordinary shares	33,000	33,000
	33,000	33,000

24 Related party transactions

Summary of transactions with other related parties

Employee, shareholder and daughter of the directors
Expenses are paid on their behalf and repayments has been made
The amount is repayable on demand

Loans to related parties

A N Irwin Feeds Limited

Notes to the Financial Statements for the Year Ended 31 May 2023

	Other related parties	Total
	£	£
2023		
At start of period	9,420	9,420
Advanced	8,786	8,786
Repaid	<u>(13,300)</u>	<u>(13,300)</u>
At end of period	<u>4,906</u>	<u>4,906</u>
	Other related parties	Total
	£	£
2022		
At start of period	9,515	9,515
Advanced	8,205	8,205
Repaid	<u>(8,300)</u>	<u>(8,300)</u>
At end of period	<u>9,420</u>	<u>9,420</u>