

**THE LANCASTER AND DISTRICT FARMERS'
AUCTION MART COMPANY LIMITED**

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED

31 DECEMBER 2004



SCOTT & WILKINSON
Chartered Accountants and Registered Auditors
Dalton House
9 Dalton Square
LANCASTER
LA1 1WD

**THE LANCASTER AND DISTRICT FARMERS' AUCTION MART
COMPANY LIMITED**

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2004

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**THE LANCASTER AND DISTRICT FARMERS' AUCTION MART
COMPANY LIMITED**

INDEPENDENT AUDITORS' REPORT TO THE COMPANY

PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 4, together with the financial statements of the company for the year ended 31 December 2004 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company's shareholders those matters we are required to state to them in an auditors' 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 shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

Respective Responsibilities of the Directors and the Auditors

The directors are responsible for preparing the abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and report our opinion to you.


Basis of Opinion

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Act, and the abbreviated accounts on pages 2 to 4 are properly prepared in accordance with those provisions.

Scott & Wilkinson
Dalton House
9 Dalton Square
LANCASTER
LA1 1WD



Chartered Accountants
and Registered Auditors

11 February 2005

**THE LANCASTER AND DISTRICT FARMERS' AUCTION MART
COMPANY LIMITED**

ABBREVIATED BALANCE SHEET

AS AT 31 DECEMBER 2004

	Note	2004 £	£	2003 £	£
Fixed Assets	2				
Tangible assets			791,581		791,651
Current Assets					
Debtors		573,531		718,997	
Cash at bank and in hand		47,242		193,687	
		<u>620,773</u>		<u>912,684</u>	
Creditors: Amounts Falling due Within One Year		<u>292,714</u>		<u>607,458</u>	
Net Current Assets			<u>328,059</u>		<u>305,226</u>
Total Assets Less Current Liabilities			<u>1,119,640</u>		<u>1,096,877</u>
Capital and Reserves					
Called-up equity share capital	4	250,000		250,000	
Revaluation reserve		535,256		535,256	
Profit and Loss Account		334,384		311,621	
Shareholders' Funds			<u>1,119,640</u>		<u>1,096,877</u>

These abbreviated accounts have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These abbreviated accounts were approved by the directors on
and are signed on their behalf by:

1/eh February 2005

John E. Drinkall

J E Drinkall Esq
Director

The notes on pages 3 to 4 form part of these abbreviated accounts.

THE LANCASTER AND DISTRICT FARMERS' AUCTION MART COMPANY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2004

1. Accounting Policies

Basis of Accounting

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain fixed assets, and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

Fixed Assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Freehold Property	- Nil
Office and Restaurant Equipment	- 10 - 25% Straight Line
Fixtures and Fittings	- 10% Straight Line
Computer Equipment	- 25% Straight Line

The company has taken advantage of the transitional arrangements of the FRSSE with regard to the freehold property which is shown in the accounts at its 1983 valuation. No further revaluations are to be done.

The property is well maintained and has a long expected useful life. The residual value of the freehold properties is also greater than the carrying value in these accounts. In accordance with the FRSSE the directors have adopted a policy of yearly impairment reviews and consider depreciation on the freehold property to be immaterial. As a result no depreciation has been charged in the year.

Pension Costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

Deferred Taxation

Deferred taxation is provided on the liability method to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred or accelerated is accounted for in respect of all material timing differences.

THE LANCASTER AND DISTRICT FARMERS' AUCTION MART COMPANY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2004

2. Fixed Assets

	Tangible Assets £
Cost or Valuation	
At 1 January 2004	1,207,725
Additions	8,334
Disposals	(7,847)
At 31 December 2004	<u>1,208,212</u>
Depreciation	
At 1 January 2004	416,074
Charge for year	8,404
On disposals	(7,847)
At 31 December 2004	<u>416,631</u>
Net Book Value	
At 31 December 2004	<u>791,581</u>
At 31 December 2003	<u>791,651</u>

The market value of the freehold land and buildings is considered to be £1,200,000.

3. Transactions With the Directors

The directors of the company use the auction mart on a normal commercial basis, paying commission at the same rates and under the same conditions as all other vendors.

The directors trading through the company were J R Collinge Esq, J E Drinkall Esq, J A Geldard Esq, G M Preece Esq and S Cornthwaite Esq.

4. Share Capital

Authorised share capital:

	2004 £	2003 £
500,000 Ordinary shares of £1 each	<u>500,000</u>	<u>500,000</u>

Allotted, called up and fully paid:

	2004 No	£	2003 No	£
Ordinary shares of £1 each	<u>250,000</u>	<u>250,000</u>	<u>250,000</u>	<u>250,000</u>