

Registered number 431776

## G H Dean & Company Limited

### Directors' Report and Financial Statements

For the year ended 31 March 2007

TUESDAY



\*ARJ13V00\*

A18

27/11/2007

59

COMPANIES HOUSE

# **G H Dean & Company Limited**

## **Company information**

### **Directors**

P H Dean (Chairman)  
E G Doubleday  
G L Doubleday  
O P Doubleday  
Mrs C T M Motley

### **Secretary**

J Young

### **Company number**

431776

### **Registered office**

Hempstead Farm  
Tonge  
Sittingbourne  
Kent  
ME9 9BJ

### **Auditors**

Reeves & Neylan  
Chartered Accountants & Registered Auditors  
Montague Place  
Quayside  
Chatham Maritime  
Chatham  
ME4 4QU

**G H Dean & Company Limited**

**Contents**

	Page
<b>Directors' report</b>	1 - 2
<b>Independent auditors' report</b>	3 - 4
<b>Profit and loss account</b>	5
<b>Balance sheet</b>	6
<b>Cash flow statement</b>	7
<b>Notes to the financial statements</b>	8 - 14

## **G H Dean & Company Limited**

### **Directors' Report For the year ended 31 March 2007**

The directors present their report and the financial statements for the year ended 31 March 2007

#### **Statement of directors' responsibilities**

The directors are responsible 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). The financial statements are required by law to 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 then apply them consistently,
- make judgments and estimates that are reasonable and prudent,
- 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 proper accounting records that 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 1985. 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.

So far as each of the directors is aware at the time the report is approved

- there is no relevant audit information of which the company's auditors are unaware, and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

#### **Principal activities**

The company's activities cover a wide range of farming, in particular arable, fruit and livestock.

During the year ended 31 March 2007 the company earned an operating profit of £6,971 and a net profit of £2,685,118.

The directors proposed a final dividend of 35p per ordinary share. In accordance with Financial Reporting Statement 21 this is not shown in the Financial Statements but will be included in the 2008 Financial Statements.

## G H Dean & Company Limited

### Directors' Report

For the year ended 31 March 2007

### Directors

The directors who served during the year and their interests in the company's issued share capital were

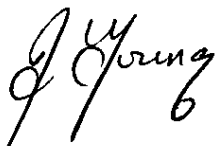
	Ordinary shares of 10p each	
	31/3/07	1/4/06
P H Dean (Chairman)	6,520	6,520
E G Doubleday	112,333	112,333
(and as trustee with no beneficial interest)	5,000	5,000
G L Doubleday	10,000	10,000
O P Doubleday	17,260	17,260
(and as trustee with no beneficial interest)	6,500	6,500
Mrs C T M Motley	19,500	19,500
(and as trustee with no beneficial interest)	5,000	5,000
Mrs M A Doubleday (wife of G L Doubleday)	25,983	25,983
Mrs J C Doubleday (wife of E G Doubleday)	10,000	10,000
Mrs M Doubleday (wife of O P Doubleday)	5,000	5,000

### Auditors

The auditors, Reeves & Neylan, will be proposed for reappointment in accordance with section 385 of the Companies Act 1985

The report of the directors has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies

This report was approved by the board on 19 June 2007 and signed on its behalf



**J Young**  
Secretary

**Independent auditors' report to the shareholders of G H Dean & Company Limited**

We have audited the financial statements of G H Dean & Company Limited for the year ended 31 March 2007 set out on pages 5 to 14. These financial statements have been prepared in accordance with the accounting policies set out therein and the requirements of the Financial Reporting Standard for Smaller Entities (effective January 2005).

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. 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 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 members as a body, for our audit work, for this report, or for the opinions we have formed.

**Respective responsibilities of directors and auditors**

The directors' responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Directors' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you whether in our opinion the information given in the Directors' Report is consistent with the financial statements.

In addition we report to you if, in our opinion, the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

**Basis of audit opinion**

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgments made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

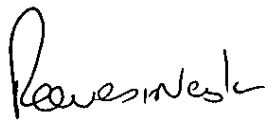
**G H Dean & Company Limited**

**Independent auditors' report to the shareholders of G H Dean & Company Limited**

**Opinion**

In our opinion

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, of the state of the company's affairs as at 31 March 2007 and of its profit for the year then ended,
- the financial statements have been properly prepared in accordance with the Companies Act 1985, and
- the information given in the Directors' Report is consistent with the financial statements



**Reeves & Neylan**

Chartered Accountants  
Registered Auditors

Chatham

19 June 2007

**G H Dean & Company Limited**

**Profit and loss account  
For the year ended 31 March 2007**

	<b>Note</b>	<b>2007 £</b>	<b>2006 £</b>
<b>Turnover</b>	<b>1</b>	<b>2,434,983</b>	<b>2,204,130</b>
Cost of sales		<b>(2,368,834)</b>	<b>(1,814,170)</b>
<b>Gross profit</b>		<b>66,149</b>	<b>389,960</b>
Selling and distribution costs		<b>(25,495)</b>	<b>(22,062)</b>
Administrative expenses		<b>(150,389)</b>	<b>(164,974)</b>
Other operating income	<b>2</b>	<b>116,706</b>	<b>116,155</b>
<b>Operating profit</b>	<b>3</b>	<b>6,971</b>	<b>319,079</b>
<b>Exceptional items</b>			
Net profit on sale of tangible fixed assets	<b>4</b>	<b>2,498,419</b>	<b>809,534</b>
<b>Profit on ordinary activities before interest</b>		<b>2,505,390</b>	<b>1,128,613</b>
Income from other fixed asset investments		<b>47,824</b>	<b>44,596</b>
Interest receivable		<b>135,305</b>	<b>124,993</b>
Interest payable		<b>(3,401)</b>	<b>(824)</b>
<b>Profit on ordinary activities before taxation</b>		<b>2,685,118</b>	<b>1,297,378</b>
Tax on profit on ordinary activities	<b>5</b>	<b>(854,511)</b>	<b>(329,547)</b>
<b>Profit on ordinary activities after taxation</b>	<b>12</b>	<b>1,830,607</b>	<b>967,831</b>

The notes on pages 8 to 14 form part of these financial statements



**G H Dean & Company Limited**

**Balance Sheet  
As at 31 March 2007**

	Note	£	2007 £	£	2006 £
<b>Fixed assets</b>					
Tangible fixed assets	6		5,406,607		4,864,412
Fixed asset investments	7		53,920		53,920
			<u>5,460,527</u>		<u>4,918,332</u>
<b>Current assets</b>					
Stocks		326,178		423,009	
Debtors	8	691,134		692,057	
Cash at bank		2,930,199		1,980,532	
		<u>3,947,511</u>		<u>3,095,598</u>	
<b>Creditors:</b> amounts falling due within one year	9	(1,127,382)		(545,217)	
<b>Net current assets</b>			<u>2,820,129</u>		<u>2,550,381</u>
<b>Total assets less current liabilities</b>			<u>8,280,656</u>		<u>7,468,713</u>
<b>Creditors</b> amounts falling due after more than one year	10		(30,000)		(30,000)
<b>Net assets</b>			<u><u>8,250,656</u></u>		<u><u>7,438,713</u></u>
<b>Capital and Reserves</b>					
Called up share capital	11		43,347		43,347
Profit and loss account	12		8,207,309		7,395,366
<b>Shareholders' funds</b>			<u><u>8,250,656</u></u>		<u><u>7,438,713</u></u>

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005)

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 19 June 2007

*P. H. Dean*

**P H Dean**  
Director

*O P Doubleday*

**O P Doubleday**  
Director

The notes on pages 8 to 14 form part of these financial statements

**G H Dean & Company Limited**

**Cash flow statement  
For the year ended 31 March 2007**

	£	2007 £	£	2006 £
<b>Cash generated from operations</b>				
Operating profit	6,971		319,079	
Depreciation of tangible fixed assets	278,304		206,662	
Profit on disposal of tangible fixed assets	(35,052)		(32,221)	
Decrease in stocks	96,831		59,537	
Decrease/(increase) in trade debtors	214,851		(168,337)	
Increase in other debtors	(213,928)		(236,167)	
Increase in trade creditors	58,319		55,627	
Increase/(decrease) in other creditors	21,772		(8,024)	
		<b>428,068</b>		196,156
<b>Cash from other sources</b>				
Interest received	135,305		124,993	
Dividends received	47,824		44,596	
Sale of tangible fixed assets	2,627,441		926,577	
		<b>2,810,570</b>		1,096,166
<b>Application of cash</b>				
Interest paid	(3,401)		(824)	
Dividends paid	(1,018,664)		(112,703)	
Tax paid	(352,436)		(1,023,219)	
Purchase of tangible fixed assets	(914,470)		(1,358,147)	
		<b>(2,288,971)</b>		(2,494,893)
<b>Net increase in cash</b>		<b>949,667</b>		(1,202,571)
Cash at bank and in hand less overdrafts at beginning of the year		<b>1,980,532</b>		3,183,103
<b>Cash at bank and in hand less overdrafts at end of the year</b>		<b>2,930,199</b>		1,980,532
Consisting of				
Cash at bank and in hand		<b>2,930,199</b>		1,980,532
		<b>2,930,199</b>		1,980,532

The notes on pages 8 to 14 form part of these financial statements

**Notes to the financial statements  
For the year ended 31 March 2007**

**1. Accounting policies**

**1.1 Basis of preparation of financial statements**

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005). The company is not required to prepare group accounts because the group qualifies as small under section 248 (1) of the Companies Act 1985.

**1.2 Turnover**

Turnover comprises revenue recognised by the company in respect of goods and services supplied, exclusive of Value Added Tax and trade discounts.

**1.3 Tangible fixed assets and depreciation**

Tangible fixed assets are stated at cost less depreciation. Depreciation is not charged on freehold land. Depreciation on other tangible fixed assets is provided at rates calculated to write off the cost of those assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold property	-	10%	straight line
Leasehold buildings	-	10%	straight line
Computers & IT equipment	-	33%	straight line
Tractors, plant and vehicles	-	25%	reducing balance
Refrigeration equipment	-	20%	straight line
Land	-	0%	
Production herd	-	0%	

**1.4 Investments**

- (i) **Subsidiary Undertakings**  
Investments in subsidiaries are valued at cost less provision for impairment.
- (ii) **Other investments**  
Investments held as fixed assets are shown at cost less provisions for their impairment.

**1.5 Stock**

Stocks are valued by professional valuers George Webb Finn at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks.

**1.6 Deferred taxation**

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

**Notes to the financial statements**  
**For the year ended 31 March 2007**

**1. Accounting policies (continued)**

**1.7 Government grants**

Government assistance received in relation to farming activities is credited to turnover under the accruals basis. This assistance is in the form of livestock premiums, arable payments, nature conservancy premiums and single farm payment scheme and amounted to £321,775 (2006 £347,622)

**1.8 Pensions**

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year

**1.9 Production herd**

Production herd animals are valued according to the Herd Basis rules

**2 Other operating income**

	2007 £	2006 £
Net rents receivable	116,556	115,905
Sundry income	150	250
	<u>116,706</u>	<u>116,155</u>

**3. Operating profit**

The operating profit is stated after charging/(crediting)

	2007 £	2006 £
Depreciation of tangible fixed assets		
- owned by the company	278,304	206,662
Auditors' remuneration	11,213	11,000
Directors' emoluments	93,316	82,517
Pension costs	11,095	14,109
Profit on sale of tangible assets	(35,052)	(32,221)
	<u>278,304</u>	<u>206,662</u>

**4. Exceptional items**

	2007 £	2006 £
Profit on sale of land	2,498,419	809,534
	<u>2,498,419</u>	<u>809,534</u>

**Notes to the financial statements**  
**For the year ended 31 March 2007**

**5. Taxation**

	2007 £	2006 £
<b>Analysis of tax charge in the year</b>		
UK corporation tax charge on profits for the year	846,075	335,000
Adjustments in respect of prior periods	8,436	(5,453)
<b>Total current tax</b>	<u>854,511</u>	<u>329,547</u>
<b>Tax on profit on ordinary activities</b>	<u>854,511</u>	<u>329,547</u>

**Factors affecting tax charge for the year**

There were no unusual factors that affected the tax charge for the year which has been calculated on the profits on ordinary activities before tax at the standard rate of corporation tax in the UK of 30% (2006 - 30%)

**Factors that may affect future tax charges**

Unrelieved trading losses of £276,982 are carried forward and are available to reduce the taxation liability in respect of future trading profits

If the company's fixed asset investments were sold at the value shown in note 7, corporation tax (at 30%) of approximately £295,028 would become payable

**Notes to the financial statements  
For the year ended 31 March 2007**

**6. Tangible fixed assets**

	Land and buildings £	Plant and machinery £	Production herd £	Total £
<b>Cost</b>				
At 1 April 2006	5,033,341	1,217,362	14,912	6,265,615
Additions	410,808	503,662	-	914,470
Disposals	(12,000)	(218,591)	-	(230,591)
At 31 March 2007	<u>5,432,149</u>	<u>1,502,433</u>	<u>14,912</u>	<u>6,949,494</u>
<b>Depreciation</b>				
At 1 April 2006	737,617	663,586	-	1,401,203
Charge for the year	102,029	176,275	-	278,304
On disposals	(12,000)	(124,620)	-	(136,620)
At 31 March 2007	<u>827,646</u>	<u>715,241</u>	<u>-</u>	<u>1,542,887</u>
<b>Net book value</b>				
At 31 March 2007	<u>4,604,503</u>	<u>787,192</u>	<u>14,912</u>	<u>5,406,607</u>
At 31 March 2006	<u>4,295,724</u>	<u>553,776</u>	<u>14,912</u>	<u>4,864,412</u>

Included in land and buildings is freehold land at cost of £3,898,542 (2006 - £3,898,542), which is not depreciated

At 31 March 2007, included within the net book value of land and buildings is £4,604,503 (2006 - £4,295,724) relating to freehold land and buildings, £NIL (2006 - £NIL) relating to long term leasehold land and buildings and £NIL (2006 - £NIL) relating to short term leasehold land and buildings

Notes to the financial statements  
For the year ended 31 March 2007

7. Fixed asset investments

		Shares in group under- takings £	Sub total carried forward £
<b>Cost or valuation</b>			
At 1 April 2006 and 31 March 2007		30,000	30,000
	<b>Sub total brought forward £</b>	<b>Listed invest- ments £</b>	<b>Unlisted invest- ments £</b>
<b>Cost or valuation</b>			<b>Total £</b>
At 1 April 2006 and 31 March 2007	30,000	23,907	13
			53,920

**Subsidiary undertakings**

The following were subsidiary undertakings of the company

G H Dean (1920) Limited (wholly owned by G H Dean &  
Company Limited)

Company dormant since 31/01/94

Radfield Limited (wholly owned by G H Dean (1920) Limited)

Company dormant since 31/10/92

The aggregate of the share capital and reserves as at 31 March 2007 and of the profit or loss for the year ended on that date for the subsidiary undertakings were as follows

	Aggregate of share capital and reserves £	Profit/(loss) £
G H Dean (1920) Limited (wholly owned by G H Dean & Company Limited)	63,829	-
Radfield Limited (wholly owned by G H Dean (1920) Limited)	12,391	-

**Listed investments**

The market value of the listed investments at 31 March 2007 was £1,270,593 (2006 - £1,360,185)

8. Debtors

	2007 £	2006 £
Trade debtors	147,184	362,035
Other debtors	543,950	330,022
	<b>691,134</b>	<b>692,057</b>

**G H Dean & Company Limited**

**Notes to the financial statements  
For the year ended 31 March 2007**

**9 Creditors:  
Amounts falling due within one year**

	2007 £	2006 £
Trade creditors	192,582	134,263
Corporation tax	846,075	344,000
Social security and other taxes	27,257	23,257
Other creditors	61,468	43,697
	<u>1,127,382</u>	<u>545,217</u>

**10 Creditors:  
Amounts falling due after more than one year**

	2007 £	2006 £
Amounts owed to group undertakings	<u>30,000</u>	<u>30,000</u>

**11. Share capital**

	2007 £	2006 £
<b>Authorised</b>		
500,000 Ordinary shares of 10p each	<u>50,000</u>	<u>50,000</u>
<b>Allotted, called up and fully paid</b>		
433,474 Ordinary shares of 10p each	<u>43,347</u>	<u>43,347</u>

**12. Reserves**

	Profit and loss account £
At 1 April 2006	7,395,366
Profit retained for the year	1,830,607
Dividends Equity capital	<u>(1,018,664)</u>
At 31 March 2007	<u>8,207,309</u>

**13 Dividends**

On 19 June 2007 the directors proposed a final dividend of 35p per ordinary share. In accordance with Financial Reporting Statement 21 no provision is included in the financial statements for the year ended 31 March 2007



**Notes to the financial statements  
For the year ended 31 March 2007**

**14. Capital commitments**

At 31 March 2007 the company had capital commitments as follows

	2007 £	2006 £
Contracted for but not provided in these financial statements	<u>829,900</u>	<u>600,002</u>

**15. Pension commitments**

The company operates a defined contribution scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension costs charge represents contributions payable by the company to the fund and amounted to £11,095 (2006 - £14,109).

**16. Related party transactions**

The company acquired goods and services for £4,890 from Bax Farm. Goods and services were also acquired from Bax Farm Fishery for £3,972, and had a creditor outstanding at the year end of £1,020. Goods and services were supplied to Bax Farm of £10,525 and had a debtor outstanding at the year end for £4,465. Both Bax Farm and Bax Farm Fishery are owned by Mr O P Doubleday and all transactions were carried out at market value.

Mileage, use of car and other expenses paid to Mr O P Doubleday amounted to £4,670.