

W.G. WATTS LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31ST MARCH 1998



W.G. WATTS LIMITED

ABBREVIATED BALANCE SHEET

31ST MARCH 1998

| | Notes | 1998 £ | 1997 £ |
|---|-------|----------------|----------------|
| FIXED ASSETS | | | |
| Intangible assets | 2 | 18,000 | 21,000 |
| Tangible assets | 3 | 432,186 | 452,645 |
| Investments | 4 | <u>4,104</u> | <u>3,445</u> |
| | | 454,290 | <u>477,090</u> |
| CURRENT ASSETS | | | |
| Valuation | | 116,033 | 79,894 |
| Debtors due within one year | | 31,344 | 21,893 |
| Cash at bank and in hand | | <u>377</u> | <u>667</u> |
| | | 147,754 | 102,454 |
| CREDITORS: Amounts falling due within one year | 5 | (301,300) | (269,801) |
| NET CURRENT LIABILITIES | | (153,546) | (167,347) |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | 300,744 | 309,743 |
| CREDITORS: Amounts falling due after more than one year | 6 | - | (2,966) |
| PROVISIONS FOR LIABILITIES AND CHARGES | | (16,018) | (18,531) |
| | | <u>284,726</u> | <u>288,246</u> |
| CAPITAL AND RESERVES | | | |
| Called-up share capital | 7 | 10,000 | 10,000 |
| Other reserves | | 10,000 | 10,000 |
| Profit and loss account | | <u>264,726</u> | <u>268,246</u> |
| | | <u>284,726</u> | <u>288,246</u> |

The notes set out on pages 3 to 6 form an integral part of these accounts

W.G. WATTS LIMITED

ABBREVIATED BALANCE SHEET - CONTINUED

31ST MARCH 1998

The directors have taken advantage of the exemption conferred by section 249A(1) not to have these accounts audited and confirm that no notice has been deposited under section 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for ensuring that:

- i the company keeps accounting records which comply with section 221 of the Companies Act 1985, and
- ii the accounts give a true and fair view of the state of affairs of the company as at 31st March 1998 and of its result for the year then ended in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Companies Act 1985 relating to accounts, so far as applicable to the company.

The accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small Companies.

Approved by the board on: 26 November 1998

W.R. WATTS

Director

W. R. Watts

W.G. WATTS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

AT 31ST MARCH 1998

1 ACCOUNTING POLICIES

(a) Basis of accounting

These accounts have been prepared under the historical cost convention and in accordance with applicable accounting standards.

(b) Depreciation

Depreciation is calculated to write off the cost, less estimated residual values, of tangible fixed assets over their estimated useful lives to the business. The annual depreciation rates and methods are as follows:

| | |
|--------------------|---------------------------|
| Tools and plant | 15% and 10% straight line |
| Vehicles | 20% straight line |
| Computer equipment | 15% straight line |

The cost or valuation, less estimated residual value, of intangible fixed assets is amortised over their estimated useful lives to the business. The rates and methods used are as follows:

| | |
|----------|---------------------------------------|
| Goodwill | Written off over a period of 10 years |
|----------|---------------------------------------|

(c) Valuation and stocks

Farming stock is stated at the lower of cost and net realisable value in accordance with methods recognised by the Inland Revenue.

(d) Hire purchase and leasing

Assets held under hire purchase and finance leases are capitalised and depreciated and the resultant obligations are included in creditors. Operating lease rentals are charged to the profit and loss account over the period of the lease.

(e) Deferred taxation

Provision is made for deferred taxation except where, in the opinion of the directors, it is not likely to be payable in the foreseeable future.

(f) Arable area aid and Set-aside

Grants received are recognised in the profit and loss account in the period when sales take place of the crops to which they relate.

W.G. WATTS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

AT 31ST MARCH 1998

2 INTANGIBLE FIXED ASSETS

| | |
|-----------------------|-----------------|
| COST | Goodwill |
| | £ |
| At 1st April 1997 | 30,000 |
| At 31st March 1998 | <u>30,000</u> |
| AMORTISATION | |
| At 1st April 1997 | 9,000 |
| Charge for the year | 3,000 |
| At 31st March 1998 | <u>12,000</u> |
| NET BOOK VALUE | |
| At 31st March 1998 | <u>18,000</u> |
| At 31st March 1997 | <u>21,000</u> |

3 TANGIBLE FIXED ASSETS

| | | | | | |
|-------------------------|--|----------------------------|-----------------|-------------------------------|----------------|
| | Farm land, buildings and drainage | Tools and plant | Vehicles | Computer equipment | Total |
| COST | £ | £ | £ | £ | £ |
| At 1st April 1997 | 327,120 | 324,233 | 54,225 | 2,995 | 708,573 |
| Additions at cost | 1,859 | 13,764 | - | - | 15,623 |
| Applicable to disposals | - | (1,000) | - | - | (1,000) |
| At 31st March 1998 | <u>328,979</u> | <u>336,997</u> | <u>54,225</u> | <u>2,995</u> | <u>723,196</u> |
| DEPRECIATION | | | | | |
| At 1st April 1997 | - | 227,506 | 26,177 | 2,245 | 255,928 |
| Charge for the year | - | 27,021 | 8,612 | 449 | 36,082 |
| Released by disposals | - | (1,000) | - | - | (1,000) |
| At 31st March 1998 | <u>-</u> | <u>253,527</u> | <u>34,789</u> | <u>2,694</u> | <u>291,010</u> |
| NET BOOK VALUE | | | | | |
| At 31st March 1998 | <u>328,979</u> | <u>83,470</u> | <u>19,436</u> | <u>301</u> | <u>432,186</u> |
| At 31st March 1997 | <u>327,120</u> | <u>96,727</u> | <u>28,048</u> | <u>750</u> | <u>452,645</u> |

Details of fixed assets held under finance leases and hire purchase contracts, which are included in the relevant headings in the table above, are as follows:

| | | |
|-----------------------------------|--------------|---------------|
| | 1998 | 1997 |
| | £ | £ |
| Net book value at 31st March 1998 | <u>4,125</u> | <u>23,696</u> |
| Depreciation charge for the year | <u>1,125</u> | <u>5,077</u> |

4 INVESTMENTS

| | | |
|----------------------|--------------|--------------|
| | 1998 | 1997 |
| | £ | £ |
| Unlisted investments | 70 | 50 |
| Loans | <u>4,034</u> | <u>3,395</u> |
| | <u>4,104</u> | <u>3,445</u> |

W.G. WATTS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

AT 31ST MARCH 1998

| | | | |
|--------------------|--|--------------|---------------|
| Investment | | £ | |
| At 1st April 1997 | | 50 | |
| Additions | | 20 | |
| At 31st March 1998 | | <u>70</u> | |
| Loans | | £ | |
| At 1st April 1997 | | 3,395 | |
| Advances | | 639 | |
| At 31st March 1998 | | <u>4,034</u> | |
| 5 | CREDITORS: Amounts falling due within one year | 1998 | 1997 |
| | | £ | £ |
| | The following secured amounts fall due within one year: | | |
| | Bank loans and overdrafts: | | |
| | secured on Freehold land and buildings | 1,413 | 8,386 |
| | Finance lease and hire purchase contracts: | | |
| | secured on the assets concerned | <u>2,045</u> | <u>11,082</u> |
| | | <u>3,458</u> | <u>19,468</u> |
| 6 | CREDITORS: Amounts falling due after more than one year | 1998 | 1997 |
| | | £ | £ |
| | Secured creditors included above are as follows: | | |
| | Bank loans: | | |
| | secured on Freehold land and buildings | - | 921 |
| | Finance lease and hire purchase contracts: | | |
| | secured on the assets concerned | <u>-</u> | <u>2,045</u> |
| | | <u>-</u> | <u>2,966</u> |

W.G. WATTS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

AT 31ST MARCH 1998

| 6 | SHARE CAPITAL | Number | Value | Number | Value |
|---|------------------------|---------------|---------------|---------------|---------------|
| | | 1998 | 1998 | 1997 | 1997 |
| | Authorised: | | £ | | £ |
| | Ordinary shares | | | | |
| | of £1 each | <u>10,000</u> | <u>10,000</u> | <u>10,000</u> | <u>10,000</u> |
| | Issued and fully paid: | | | | |
| | Ordinary shares | | | | |
| | of £1 each | <u>10,000</u> | <u>10,000</u> | <u>10,000</u> | <u>10,000</u> |

7 TRANSACTIONS WITH DIRECTORS

Rent of £6,600 per annum for 82.5 acres of land is paid to the Watts Grandchildren's Trust. Rent of £4,000 per annum for Highfield House is paid to the Watts Family Discretionary Trust. The trustees for both of these trusts included the directors T.W. Watts and D.J. Watts.