

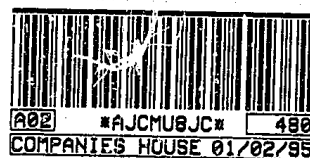
REGISTRAR

Company Number: 687758

BRIDGE AND IVY FARMS LIMITED

FINANCIAL STATEMENTS

Year ended 5th April 1994



BRIDGE AND IVY FARMS LIMITED

DIRECTORS' REPORT

The directors submit the financial statements for the year ended 5th April 1994.

PRINCIPAL ACTIVITY

The company's principal activity during the year was farming.

DIRECTORS AND THEIR INTERESTS

The directors for the whole year, and their interests in the share capital of the company were as follows:-

	Unclassified shares of £1 each	
	5.4.94	5.4.93
Mrs A.M. Hayward	7,000	7,000
G.A.H. Hayward	7,000	7,000

DIRECTORS' RESPONSIBILITIES

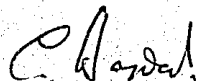
Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit of the company for that period. In preparing those financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- comply with applicable accounting standards subject to any material departures disclosed and explained in the financial statements;
- 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 maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to 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.

Advantage is taken in the preparation of the directors' report of the special exemptions applicable to small companies conferred by Part II of Schedule 8 to the Companies Act 1985.

On behalf of the Board



G.A.H. Hayward
Chairman

31st January 1995

AUDITORS' REPORT TO THE MEMBERS OF
BRIDGE AND IVY FARMS LIMITED

We have audited the financial statements on pages 3 to 10 which have been prepared following the accounting policies set out on pages 5 and 6.

Respective responsibilities of directors and auditors

As described on page 1 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

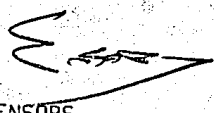
Basis of opinion

We conducted our audit in accordance with Auditing Standards 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 judgements 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.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 5th April 1994 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.


ENSORS
Chartered Accounts
Registered Auditor

Ipswich

31st January 1995

BRIDGE AND IVY FARMS LIMITED

PROFIT AND LOSS ACCOUNT

Year ended 5th April 1994

	<u>Note</u>	<u>1994</u>	<u>1993</u>
Turnover	2	675,510	678,660
Change in stocks		21,419	(18,083)
Other operating income		28,767	24,076
		-----	-----
		725,696	684,653
		-----	-----
Raw materials and livestock purchases		187,926	163,812
Other external charges		232,428	198,300
		-----	-----
		420,354	362,112
		-----	-----
		305,342	322,541
		-----	-----
Staff costs		159,394	161,531
Depreciation		53,310	53,334
		-----	-----
		212,704	214,865
		-----	-----
OPERATING PROFIT	3	92,638	107,676
(Interest payable)		(30,142)	(45,010)
(Investments written off)		(890)	-
		-----	-----
Profit on ordinary activities before taxation		61,606	62,666
Tax on profit on ordinary activities		9,268	-
		-----	-----
Profit on ordinary activities after taxation		52,338	62,666
PROFIT/(LOSS) BROUGHT FORWARD		7,668	(54,998)
		-----	-----
PROFIT CARRIED FORWARD		£60,006	£7,668
		=====	=====

The company's turnover and expenses all relate to continuing operations.

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

The profit on ordinary activities before taxation and the retained profit have been calculated on the historical cost basis.

The notes on pages 5 to 10 form part of these financial statements.

BRIDGE AND IVY FARMS LIMITED

BALANCE SHEET

5th April 1994

	Note	1994	93
<u>FIXED ASSETS</u>			
Intangible assets	4	50,760	6 30
Tangible assets	5	171,259	149 76
Livestock - herd	6	11,790	10,
Investments	7	6	
Loan - Deben Valley Beet Growers Limited		388	
		-----	-----
		234,203	229
		-----	-----
<u>CURRENT ASSETS</u>			
Valuation	8	198,670	178,241
Debtors	9	104,906	80,662
Cash and bank balances		327	403
		-----	-----
		303,903	259,306
<u>CREDITORS: amounts falling due within one year</u>	11	203,508	389,555
		-----	-----
<u>NET CURRENT ASSETS/(LIABILITIES)</u>		100,395	(130,249)
		-----	-----
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>		334,598	99,286
		-----	-----
<u>CREDITORS: amounts falling due after more than one year</u>	12	(248,163)	(70,618)
		-----	-----
<u>PROVISIONS FOR LIABILITIES AND CHARGES</u>	19	(5,429)	-
		-----	-----
		£81,006	£28,668
		=====	=====
<u>CAPITAL & RESERVES</u>			
CALLED UP SHARE CAPITAL		21,000	21,000
PROFIT AND LOSS ACCOUNT		60,006	7,668
		-----	-----
SHAREHOLDERS' FUNDS	17	£81,006	£28,668
		=====	=====

Shareholders' funds relate wholly to equity interests.

Advantage is taken in the preparation of the financial statements of the special exemptions applicable to small companies conferred by Parts I and II of Schedule 8 to the Companies Act 1985. In the directors' opinion, the company is entitled to those exemptions as a small company.

G.A.H. HAYWARD)

A.M. HAYWARD)

C. Howard
Directors

Approved by the board
31st January 1995

A.M. Hayward

The notes on pages 5 to 10 form part of these financial statements.

BRIDGE AND IVY FARMS LIMITED

NOTES TO ACCOUNTS

At 5th April 1994

1. ACCOUNTING POLICIES

(a) Accounting basis

The financial statements have been prepared in accordance with applicable accounting standards on the historical cost basis.

(b) Depreciation

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost of each asset over its expected useful life as follows:-

Property improvements - properties are depreciated over 8 to 25 years on the straight line basis

Plant and machinery - at 25% per annum on net book value.

(c) Amortisation of intangible assets

The company's intangible assets comprise milk quotas which have been purchased. These are being amortised over five years on a straight line basis, commencing from 6th April 1992.

(d) Government grants

Grants of a revenue nature are deducted from the expenditure in the period to which they relate, other than the Environmentally Sensitive Areas Grant and Arable Aid, which are shown as income.

(e) Stocks

Stocks are professionally valued at the lower of cost and net realisable value, and on a basis consistent with previous years.

(f) Deferred taxation

Deferred taxation is provided on the liability method on all short term timing differences. Provision is also made for long term timing differences, except for those which are not expected to reverse in the future. Deferred taxation is provided at the rate of tax expected to apply when the timing differences reverse.

(g) Livestock - herd

Livestock kept for production purposes, are valued on the herd basis as used for taxation purposes which values herd at cost.

(h) Hire purchase commitments and leased assets

Assets obtained under hire purchase contracts and finance leases are capitalised in the balance sheet and are depreciated over their estimated useful lives.

The interest element of the rental obligations is charged to profit and loss account over the period of the contract and represents a constant proportion of the balance of capital repayments outstanding.

Rentals payable under operating leases are charged on a straight line basis over the term of the lease.

Rentals received under operating leases are credited on the receivable basis.

BRIDGE AND IVY FARMS LIMITED

NOTES TO ACCOUNTS

At 5th April 1994

(continued...)

1. ACCOUNTING POLICIES (continued)

(i) Investments

Investments held as fixed assets are stated at cost less provision for any permanent diminution in value.

(j) Pension costs

The company operates a defined contribution pension scheme. Contributions payable to the scheme are charged to the profit and loss account in the period to which they relate.

2. TURNOVER

Turnover represents the invoiced amount of goods sold and services provided (stated net of value added tax).

Turnover and pre-tax results wholly relates to the principal activity and arises wholly within the United Kingdom.

3. OPERATING PROFIT

	<u>1994</u>	<u>1993</u>
(a) This is stated after charging or crediting:		
Directors' emoluments (see below)	24,109	27,424
Auditors' remuneration	3,300	3,150
Rental income	14,804	14,338
Hire of plant and machinery	5,482	2,033
Operating leases - rental of land and property	14,018	10,785
(b) Directors' emoluments		
Directors' remuneration	13,920	14,667
Pension contributions	4,857	7,925
Benefits in kind	5,332	4,832
	-----	-----
	£ 24,109	£ 27,424
	=====	=====

4. INTANGIBLE FIXED ASSETS

Milk Quota

Cost at 6th April 1993 and
at 5th April 1994

84,600	84,600
-----	-----

Depreciation

At 6th April 1993
Provided during the year

16,920	-
16,920	16,920
-----	-----

At 5th April 1994

33,840	16,920
-----	-----

Net Book Value

at 5th April 1994

£ 50,760	£ 67,680
=====	=====

BRIDGE AND IVY FARMS LIMITED

NOTES TO ACCOUNTS

At 5th April 1994

(continued...)

5. <u>TANGIBLE FIXED ASSETS</u>	<u>Property improvements</u>	<u>Plant and machinery</u>	<u>Total</u>
<u>Cost</u>			
At 6th April 1993	166,443	331,160	497,603
Additions	10,794	66,487	77,281
Disposals	-	(46,134)	(46,134)
At 5th April 1994	177,237	351,513	528,750
<u>Depreciation</u>			
At 6th April 1994	124,672	223,155	347,827
Provided during the year	3,056	40,948	44,004
Disposals	-	(34,340)	(34,340)
At 5th April 1994	127,728	229,763	357,491
<u>Net book value</u>			
At 5th April 1994	£ 49,509	£ 121,750	£ 171,259
At 5th April 1993	£ 41,771	£ 108,005	£ 149,776

The following leased assets are included in plant and machinery:-

	<u>1994</u>	<u>1993</u>
Cost	153,171	146,468
Depreciation	90,909	80,073
Net book value	£ 62,262	£ 66,395
Depreciation charge for year	£ 20,756	£ 22,132

6. LIVESTOCK - HERD

Cost as at 6th April 1993	10,800	10,530
Additions	990	270
At 5th April 1994	£ 11,790	£ 10,800

7. INVESTMENTS - UNLISTED

At cost 6th April 1993	891	896
Addition	5	-
Disposal	-	(5)
Written off	(890)	-
At 5th April 1994	£ 6	£ 891

BRIDGE AND IVY FARMS LIMITED

NOTES TO ACCOUNTS

At 5th April 1994

(continued...)

8. <u>VALUATION</u>	<u>1994</u>	<u>1993</u>
Livestock	49,668	46,695
Corn and stores	41,129	24,903
Cultivations	107,873	106,643
	-----	-----
£ 198,670	=====	£ 178,241
		=====
9. <u>DEBTORS</u>		
Directors' loan accounts	26,900	26,900
Trade debtors	68,369	47,291
Other debtors	6,902	3,856
Prepayments and accrued income	2,735	2,615
	-----	-----
£ 104,906	=====	£ 80,662
		=====
10. <u>DIRECTORS' LOAN ACCOUNTS</u>		
The directors' loan accounts amounting to £26,900 (1993: £26,900) arose on the initial purchase of one of the farms, and are repayable on demand. This amount was the maximum amount outstanding at any time during the period.		
11. <u>CREDITORS: amounts falling due within one year:</u>		
Current instalments on loans	36,085	19,688
Bank overdraft	37,600	244,027
Finance leases and hire purchase contracts	20,204	13,362
Trade creditors	64,096	46,517
Corporation Tax	3,839	-
Directors' current accounts	19,834	45,673
Other taxes and social security costs	3,207	6,479
Other creditors	3,385	2,952
Accruals	15,258	10,857
	-----	-----
£ 203,508	=====	£ 389,555
		=====

BRIDGE AND IVY FARMS LIMITED

NOTES TO ACCOUNTS

At 5th April 1994

(continued...)

12. CREDITORS: amounts falling due after more than one year:

	<u>1994</u>	<u>1993</u>
Obligations under finance leases and hire purchase contracts - Payable within two to five years	24,567	11,748
Bank loans	223,596	58,870
	-----	-----
	£ 248,163	£ 70,618
	=====	=====

Included in the above for bank loans are the following items:

Amounts repayable by instalments but not wholly within five years:

Repayable within five years	104,044	58,870
Repayable after five years	119,552	-
	=====	=====

13. SHARE CAPITAL

	<u>Authorised</u>	<u>Allotted, called up and fully paid</u>
Unclassified shares of £1 each	£ 25,000	£ 21,000
	=====	=====

14. CONTINGENT LIABILITY

The company has made a guarantee to James Morford Ltd to the extent of £26,000

15. CAPITAL COMMITMENTS

	<u>1994</u>	<u>1993</u>
Tangible Fixed Assets - contracted for but not provided for in the accounts.	15,000	-

16. PENSION COMMITMENTS

The company operates a defined contribution pension scheme for its present directors. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company in an independently administered fund and amounted to £4,857 (1993: £7,925).

BRIDGE AND IVY FARMS LIMITED

NOTES TO ACCOUNTS

At 5th April 1994

(continued...)

17. RECONCILIATION OF MOVEMENTS
IN SHAREHOLDERS' FUNDS

	<u>Share</u> <u>Capital</u>	<u>Profit and</u> <u>Loss Account</u>	<u>Total</u> <u>Shareholders</u> <u>Funds</u>
Balance at 6th April 1992	21,000	(54,998)	(33,998)
Profit for the year	-	62,666	62,666
	-----	-----	-----
Balance at 5th April 1993	21,000	7,668	28,668
Profit for the year	-	52,338	52,338
	-----	-----	-----
Balance at 5th April 1994	£ 21,000	£ 60,006	£ 81,006
	=====	=====	=====

18. TRANSACTIONS WITH DIRECTORS

One of the directors received the amount of £2,200 from the company in respect of the rent of land and property.

19. DEFERRED TAXATION

Deferred taxation provided in the accounts comprises the following:

Capital Allowances in advance of depreciation.

(42)

-

Other differences in recognising revenue and expense items in other periods for taxation purposes.

5,471

-

£ 5,429

£ -

=====

=====