

Agricultural Supply Company (Fairford) Limited

Unaudited Financial Statements

Year ended 31 October 2010



AGRICULTURAL SUPPLY COMPANY (FAIRFORD) LIMITED

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2010

Contents of the Annual Report

| | Page |
|-----------------------------------|-------------|
| Company information | 1 |
| Report of the directors | 2-3 |
| Chartered Accountants' Report | 4 |
| Profit and loss account | 5 |
| Balance sheet | 6 |
| Notes to the financial statements | 7-12 |

AGRICULTURAL SUPPLY COMPANY (FAIRFORD) LIMITED

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2010

Company Information

| | |
|-------------------|--|
| Directors | P A Walsh A P Walsh J A Clay M Walsh |
| Secretary | J M O'Sullivan |
| Registered office | C/o Walsh Mushrooms Limited Vale Park Evesham Worcestershire WR11 1GY |
| Registered number | 747532 |
| Accountants | Grant Thornton UK LLP Chartered Accountants Enterprise House 115 Edmund Street Birmingham B3 2HJ |
| Bankers | Lloyds TSB Bank PLC High Street Fairford Gloucestershire Bank of Ireland Lower Baggot Street Dublin 2 Ireland |

AGRICULTURAL SUPPLY COMPANY (FAIRFORD) LIMITED

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2010

Report of the Directors

The directors present their report and the unaudited financial statements for the year ended 31 October 2010

Principal activities

The principal activities of the company are the manufacture and sale of compost

Business review and future developments

The company ceased to trade during the period under review. The directors are considering the future of the company

Dividends

The directors do not propose a dividend for the year (2009 £Nil)

Directors

The directors of the company at the date of this report are set out on page 1

All directors served throughout the period

Report of the Directors

(continued)

Statement of directors' responsibilities for the financial statements

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 financial statements in accordance with United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice). 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
- state whether applicable United Kingdom Accounting Standards have been followed, 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 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 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.

Small company provisions

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

Approval

The report of the directors was approved by the Board on 21 March 2011 and signed on its behalf by



J A Clay
Director

Chartered Accountants' Report to the Board of Directors of Agricultural Supply Company (Fairford) Limited

In accordance with the engagement letter and in order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Agricultural Supply Company (Fairford) Limited for the year ended 31 October 2010 which comprise the profit and loss account, the balance sheet and the related notes from the company's accounting records and from information and explanations you have given to us

As a practising member firm of the Institute of Chartered Accountants in England and Wales, we are subject to its ethical and other professional requirements which are detailed at www.icaew.com

This report is made to the Board of Directors of Agricultural Supply Company (Fairford) Limited as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of Agricultural Supply Company (Fairford) Limited and state those matters that we have agreed to state to the Board of Directors of Agricultural Supply Company (Fairford) Limited as a body, in this report in accordance with the requirements of the Institute of Chartered Accountants in England and Wales, as detailed at www.icaew.com. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Agricultural Supply Company (Fairford) Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Agricultural Supply Company (Fairford) Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit or loss of Agricultural Supply Company (Fairford) Limited. You consider that Agricultural Supply Company (Fairford) Limited is exempt from the statutory audit requirement for the year ended 31 October 2010.

We have not been instructed to carry out an audit or a review of the accounts of Agricultural Supply Company (Fairford) Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.

Grant Thornton UK LLP

GRANT THORNTON UK LLP
CHARTERED ACCOUNTANTS
BIRMINGHAM
DATE 21 March 2011

Company registration number 747532

AGRICULTURAL SUPPLY COMPANY (FAIRFORD) LIMITED

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2010

Profit and Loss Account

for the year ended 31 October 2010

| | Note | 2010 £ | 2009 £ |
|--|------|-----------|-------------|
| Turnover | | 18,457 | 1,669,584 |
| Cost of sales | | (31,513) | (1,489,810) |
| | | <hr/> | <hr/> |
| Gross (loss)/profit | | (13,056) | 179,774 |
| Administrative expenses | | (68,489) | (439,487) |
| | | <hr/> | <hr/> |
| Operating loss | 2 | (81,545) | (259,713) |
| Interest payable | 3 | (3,067) | (3,101) |
| | | <hr/> | <hr/> |
| Loss on ordinary activities before taxation | | (84,612) | (262,814) |
| Tax on loss on ordinary activities | 4 | - | (16,000) |
| | | <hr/> | <hr/> |
| Loss for the year | 12 | (84,612) | (278,814) |
| | | <hr/> | <hr/> |

There have been no recognised gains or losses other than those reported above

All operations were discontinued during the year

AGRICULTURAL SUPPLY COMPANY (FAIRFORD) LIMITED

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2010

Balance Sheet

at 31 October 2010

| | Note | 2010 £ | 2009 £ |
|--|------|---------------------|----------------------|
| Fixed assets | 5 | 436,523 | 536,007 |
| Current assets | | | |
| Stocks | 7 | - | 20,367 |
| Debtors | 8 | 545 | 105,775 |
| Cash at bank and in hand | | 10,799 | 41,409 |
| | | | |
| Creditors: Amounts falling due within one year | 9 | 11,344 (469,203) | 167,551 (632,981) |
| | | | |
| Net current liabilities | | (457,859) | (465,430) |
| | | | |
| Total assets less current liabilities | | (21,336) | 70,577 |
| Creditors: Amounts falling due after more than one year | 10 | - | (7,301) |
| | | | |
| Net (liabilities)/assets | | (21,336) | 63,276 |
| | | | |
| Capital and reserves | | | |
| Called up share capital | 11 | 30,000 | 30,000 |
| Profit and loss account | 12 | (51,336) | 33,276 |
| | | | |
| Equity shareholders' (deficit)/surplus | 13 | (21,336) | 63,276 |

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 2006 (the Act) relating to the audit of the financial statements for the year by virtue of section 477(2), and that no member or members have requested an audit pursuant to section 476(1) of the Act

The directors acknowledge their responsibilities for

- (i) ensuring that the company keeps proper accounting records which comply with section 386 of the Act, and
- (ii) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 393, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company

These financial statements have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

The financial statements were approved by the Board on 21 March 2011 and signed on its behalf by


J A Clay
Director

Notes to the Unaudited Financial Statements

31 October 2010

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements are prepared in accordance with applicable accounting standards under the historical cost convention

Going concern

The accounts have been prepared on the going concern basis

The Directors have confirmed that the parent undertaking will provide suitable funding to meet known external creditors, and that it will not seek repayment of inter company balances due until the company is satisfied that external creditor liabilities have been met

Turnover

Turnover consists of the invoiced value (excluding VAT) for goods and services supplied to third parties

Development work in progress

Development work in progress is shown at the lower of cost and net realisable value

Deferred taxation

The payment of taxation is deferred or accelerated because of timing differences between the treatment of certain items for accounting and taxation purposes. Full provision for deferred taxation is made under the liability method, without discounting, on all timing differences that have arisen but not reversed by the balance sheet date, unless such provision is not permitted by FRS 19

Provision is only made for a deferred tax asset when the reversal of an asset is anticipated in the foreseeable future

Tangible fixed assets and depreciation

Depreciation is provided evenly on the cost of tangible fixed assets, to write them down to their estimated residual values over their expected useful lives. No depreciation is provided on freehold land. The principal annual rates used for other assets are

| | |
|--|-------------------------|
| Freehold buildings | 2% straight line |
| Plant and machinery, fixtures and fittings | 10% - 33% straight line |
| Motor vehicles | 20% - 25% straight line |
| Leased assets | 20% straight line |

Leased assets

Where assets are financed by leasing agreements ('finance leases') the assets are included in the balance sheet at cost less depreciation in accordance with the company's normal accounting policies. The present value of future rentals is shown as a liability. The interest element of rental obligations is charged to the profit and loss account over the period of the lease in proportion to the balance of capital repayments outstanding

Rentals payable under operating leases are charged to the profit and loss account as incurred

Stocks

Stocks and work in progress are valued at the lower of cost and estimated net realisable value. Cost comprises purchase price of goods

Notes to the Unaudited Financial Statements

31 October 2010

1. ACCOUNTING POLICIES (Continued)

Foreign currencies

Assets and liabilities denominated in foreign currency are translated into sterling at the rates of exchange ruling at the period end. Currency differences are taken to the profit and loss account.

Pensions

The company operates a defined contribution pension scheme for certain employees. The assets of the scheme are invested and managed independently of the finances of the company. The pension cost charge represents contributions payable in the year.

Financial instruments

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities.

Where the contractual obligations of financial instruments (including share capital) are equivalent to a similar debt instrument, those financial instruments are classed as financial liabilities. Financial liabilities are presented as such in the balance sheet. Finance costs and gains or losses relating to financial liabilities are included in the profit and loss account. Finance costs are calculated so as to produce a constant rate of return on the outstanding liability.

Where the contractual terms of share capital do not have any terms meeting the definition of a financial liability then this is classed as an equity instrument. Dividends and distributions relating to equity instruments are debited direct to equity.

2. OPERATING LOSS

Operating loss is arrived at after charging

| | 2010 £ | 2009 £ |
|---|-------------------|-------------------|
| Directors' remuneration | 20,934 | 77,781 |
| Profit on disposal of fixed assets | (21,749) | (35,000) |
| Auditors' remuneration | - | 7,000 |
| Depreciation of tangible fixed assets | 43,756 | 64,361 |
| Exchange (gain)/loss on retranslation of balances with parent undertaking | (13,273) | 43,852 |
| | <u> </u> | <u> </u> |

3. NET INTEREST PAYABLE

| | 2010 £ | 2009 £ |
|--------------------------|-------------------|-------------------|
| Bank interest receivable | - | (84) |
| Hire purchase interest | 3,067 | 3,185 |
| | <u> </u> | <u> </u> |
| | 3,067 | 3,101 |
| | <u> </u> | <u> </u> |

Notes to the Unaudited Financial Statements

31 October 2010

4. TAXATION

Taxation charge for the year

| | 2010 £ | 2009 £ |
|------------------------------------|-----------|-----------|
| Current taxation | | |
| United Kingdom Corporation tax | - | - |
| | <hr/> | <hr/> |
| Total current taxation | - | - |
| | <hr/> | <hr/> |
| Deferred Taxation | | |
| Net reversal of timing differences | - | 16,000 |
| | <hr/> | <hr/> |
| Tax charge for the year | - | 16,000 |
| | <hr/> | <hr/> |

Current reconciliation

The taxation charge for the year is analysed below

| | 2010 £ | 2009 £ |
|---|-----------|-----------|
| Loss on ordinary activities before taxation | (84,612) | (262,813) |
| | <hr/> | <hr/> |
| Theoretical tax at UK corporation tax rate of 21% (2009 28%) | (17,769) | (73,588) |
| Effects of | | |
| - expenditure that is not tax deductible | - | 2,591 |
| - accelerated capital allowances | - | (3,575) |
| - group relief not charged | - | 44,836 |
| - losses carried back | - | 2,856 |
| - movement in un-provided deferred tax asset | - | 26,880 |
| - unutilised losses | 17,769 | - |
| | <hr/> | <hr/> |
| Actual current taxation charge | - | - |
| | <hr/> | <hr/> |

Notes to the Unaudited Financial Statements

31 October 2010

5 TANGIBLE FIXED ASSETS

| | Freehold land and buildings £ | Plant and machinery, fixtures and fittings £ | Motor vehicles £ | Total £ |
|------------------------|-------------------------------------|--|------------------------|----------------|
| Cost | | | | |
| At 1 November 2009 | 775,809 | 2,208,682 | 236,858 | 3,221,349 |
| Disposals | (36,093) | (201,615) | (15,757) | (253,465) |
| | <hr/> | <hr/> | <hr/> | <hr/> |
| At 31 October 2010 | 739,716 | 2,007,067 | 221,101 | 2,967,884 |
| | <hr/> | <hr/> | <hr/> | <hr/> |
| Depreciation | | | | |
| At 1 November 2009 | 292,956 | 2,159,617 | 232,769 | 2,685,342 |
| Provided in the year | 18,376 | 23,105 | 2,275 | 43,756 |
| Disposals | (8,139) | (175,655) | (13,943) | (197,737) |
| | <hr/> | <hr/> | <hr/> | <hr/> |
| At 31 October 2010 | 303,193 | 2,007,067 | 221,101 | 2,531,361 |
| | <hr/> | <hr/> | <hr/> | <hr/> |
| Net book amount | | | | |
| 31 October 2010 | 436,523 | - | - | 436,523 |
| | <hr/> | <hr/> | <hr/> | <hr/> |
| 31 October 2009 | 482,853 | 49,065 | 4,089 | 536,007 |
| | <hr/> | <hr/> | <hr/> | <hr/> |

The net book value of tangible fixed assets includes £Nil (2009 £25,940) in respect of assets held under finance leases. Depreciation charged in the period on those assets amounted to £Nil (2009 £12,980).

6. FIXED ASSET INVESTMENTS

The company holds an investment in a subsidiary comprising the entire share capital of Rowbury Mushrooms Limited, which is incorporated in England and Wales.

This investment is carried at a value of £Nil (2009 £Nil).

During the 2004 year Rowbury Mushrooms Limited ceased to trade and continues to be dormant at the date of these accounts. Rowbury Mushrooms Limited has net liabilities of £223,695.

7 STOCKS

| | 2010 £ | 2009 £ |
|-------------------------------|-----------|-----------|
| Raw materials and consumables | - | 8,445 |
| Work in progress | - | 11,922 |
| | <hr/> | <hr/> |
| | - | 20,367 |
| | <hr/> | <hr/> |

AGRICULTURAL SUPPLY COMPANY (FAIRFORD) LIMITED

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2010

Notes to the Unaudited Financial Statements

31 October 2010

8. DEBTORS

| | 2010 £ | 2009 £ |
|---------------|------------|----------------|
| Trade debtors | 545 | 97,687 |
| Prepayments | - | 8,088 |
| | <u>545</u> | <u>105,775</u> |

9. CREDITORS. AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2010 £ | 2009 £ |
|--|----------------|----------------|
| Obligations under finance leases and hire purchase contracts | - | 14,602 |
| Trade creditors | 14,665 | 61,522 |
| Other taxation and social security | 948 | 12,981 |
| Accruals | 2,250 | 69,931 |
| Amounts due to related parties | 451,340 | 473,945 |
| | <u>469,203</u> | <u>632,981</u> |

10. CREDITORS. AMOUNTS FALLING DUE AFTER ONE YEAR

| | 2010 £ | 2009 £ |
|--|-----------|--------------|
| Obligations under finance leases and hire purchase contracts | - | 7,301 |
| | <u>-</u> | <u>7,301</u> |

11. SHARE CAPITAL

| | 2010 £ | 2009 £ |
|--|---------------|---------------|
| Authorised, allotted and fully paid | | |
| 'A' Ordinary shares of £1 each | 27,003 | 27,003 |
| 'B' Ordinary shares of £1 each | 2,997 | 2,997 |
| | <u>30,000</u> | <u>30,000</u> |
| Both 'A' and 'B' shares rank <i>pari passu</i> in all respects | 30,000 | 30,000 |

Notes to the Unaudited Financial Statements

31 October 2010

12 RESERVES

| | Profit and loss account £ |
|--------------------|------------------------------------|
| At 1 November 2009 | 33,276 |
| Loss for the year | (84,612) |
| | <hr/> |
| At 31 October 2010 | (51,336) |
| | <hr/> |

13. RECONCILIATION OF MOVEMENT IN EQUITY SHAREHOLDERS' FUNDS/(DEFICIT)

| | £ |
|--------------------------------------|----------|
| Opening equity shareholders' funds | 63,276 |
| Loss for the year | (84,612) |
| | <hr/> |
| Closing equity shareholders' deficit | (21,336) |
| | <hr/> |

14. PARENT UNDERTAKING

The immediate parent company is Birkby Traders Limited, which is registered in Eire

The ultimate parent company is Trevira, an unlimited company registered in the Republic of Ireland

Both accounts are available to the public on payment of the appropriate fee, from Companies Registration Office, Dublin Castle, Dublin, 2, Ireland

15. RELATED PARTY TRANSACTIONS

The company has taken advantage of the exemption granted under FRS 8, which does not require disclosure of transactions between a subsidiary undertaking and other group undertakings, as more than 90% of the company's voting rights are controlled within the group

16. CAPITAL COMMITMENTS

The company has no capital commitments at the year end date (2009 £Nil)

17 CONTINGENT LIABILITIES

The company has no contingent liabilities at the year end date (2009 £Nil)