



G READ (FARMS) LIMITED

COMPANY NUMBER: 888427

DIRECTORS' REPORT AND
UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 APRIL 1995

Bird
Luckin

Chartered
Accountants



DIRECTORS' REPORT

The directors present their annual report and the unaudited financial statements of the company for the year ended 30 April 1995.

ACTIVITIES

The principal activity of the company is arable farming.

DIRECTORS

The directors of the company during the year are shown below together with their interests in the company's shares at the year end.

	30 April 1995	1 May 1994
MJ Read	8,448	8,448
Mrs PA Read	-	-

SMALL COMPANY EXEMPTIONS

In preparing this directors' report, the board has taken advantage of special exemptions available to small companies, on the grounds that this company qualifies as a small company for the year ended 30 April 1995.

By order of the board

P. A. Read.

MRS PA READ
Secretary

Date *24.2.96*

ACCOUNTANT'S REPORT TO THE SHAREHOLDERS ON THE UNAUDITED
FINANCIAL STATEMENTS OF G READ (FARMS) LIMITED

We report on the financial statements for the year ended 30 April 1995
set out on pages 3 to 10.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND REPORTING ACCOUNTANTS
As described on page 4, the company's directors are responsible for the
preparation of the financial statements, and they consider that the
company is exempt from an audit. It is our responsibility to carry out
procedures designed to enable us to report our opinion.

BASIS OF OPINION

Our work was conducted in accordance with the Statement of Standards for
Reporting Accountants, and so our procedures consisted of comparing the
financial statements with the accounting records kept by the company, and
making such limited enquiries of the officers of the company as we
considered necessary for the purposes of this report. These procedures
provide only the assurance expressed in our opinion.

OPINION

In our opinion:

1. the financial statements are in agreement with the accounting records
kept by the company under section 221 of the Companies Act 1985;
2. having regard only to, and on the basis of, the information contained
in those accounting records:
 - 2.1 the financial statements have been drawn up in a manner consistent with
the accounting requirements specified in section 249C(6) of the Act; and
 - 2.2 the company satisfied the conditions for exemption from an audit of the
financial statements for the year specified in section 249A(4) of the
Act and did not, at any time within that year, fall within any of the
categories of companies not entitled to the exemption specified in
section 249B(1).



BIRD LUCKIN
Reporting Accountants and
Chartered Accountants

Aquila House
Waterloo Lane
Chelmsford
Essex CM1 1BN

Date...24.2.96.....

UNAUDITED PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 30 APRIL 1995

	Note	£	1994 £
TURNOVER	2	152,021	153,599
Cost of sales		37,074	45,847
GROSS PROFIT		114,947	107,752
Administrative expenses		(96,778)	(83,677)
Other operating income		2,011	2,332
OPERATING PROFIT		20,180	26,407
Interest receivable and similar income		783	726
Interest payable and similar charges		(637)	(212)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	3	20,326	26,921
Tax on profit on ordinary activities	4	(5,668)	(6,556)
PROFIT RETAINED	13	14,658	20,365

Movements in reserves are set out in note 13.

Turnover and operating profit derive from continuing operations.

Total gains recognised since the last annual report wholly comprise the profits for the financial year as detailed above. A statement of total recognised gains and losses is therefore not required. There is no difference between the figures stated above and their historical cost equivalent.

The only movement in shareholders' funds is the profits shown above.

UNAUDITED BALANCE SHEET
30 APRIL 1995

	Note	£	£	1994 £	£
FIXED ASSETS					
Tangible assets	5		88,547		94,338
Investments	6		-		1,137
			<u>88,547</u>		<u>95,475</u>
CURRENT ASSETS					
Stocks	7	52,584		42,732	
Debtors	8	7,138		3,948	
Cash at bank and in hand		51,365		60,710	
		<u>111,087</u>		<u>107,390</u>	
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR					
	9	(26,392)		(39,981)	
NET CURRENT ASSETS					
			<u>84,695</u>		<u>67,409</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
			173,242		162,884
CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR					
	10	-		(5,000)	
PROVISIONS FOR LIABILITIES AND CHARGES					
	11	(11,200)		(10,500)	
			<u>(11,200)</u>		<u>(15,500)</u>
			<u>162,042</u>		<u>147,384</u>
CAPITAL AND RESERVES					
Called up share capital	12		10,002		10,002
Profit and loss account	13		152,040		137,382
EQUITY SHAREHOLDERS' FUNDS					
			<u>162,042</u>		<u>147,384</u>

We have taken advantage of the exemptions for small companies conferred by Part I of Schedule 8 to the Companies Act 1985 because, in our opinion, the company is entitled to benefit from those exemptions as a small company.

NOTES TO THE UNAUDITED BALANCE SHEET
30 APRIL 1995

These financial statements were approved by the board on ...24/2/96.....

The directors confirm in accordance with section 249B(4) of the Companies Act 1985 that:-

1. for the year ended 30 April 1995 the company was entitled to exemption under section 249A(2) of the above Act from the requirement to have an audit;
2. no notice has been deposited under section 249B(2) of the above Act in relation to these financial statements;
3. they acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the above Act and preparing financial statements which give a true and fair view of the state of affairs of the company as at 30 April 1995 and of its profit for the year then ended in accordance with the requirements of section 226 of the above Act and which otherwise comply with the requirements of the above Act relating to financial statements, so far as applicable to the company.

Directors:

MJ READ

M. J. Read

MRS PA READ

P. A. Read

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
30 APRIL 1995

1. ACCOUNTING POLICIES

1.1 ACCOUNTING CONVENTION

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

1.2 DEPRECIATION

Fixed assets are stated at cost or professional valuation less depreciation. Depreciation is calculated to write off fixed assets, less estimated residual value, over their estimated useful lives at the following annual rates:

Improvements to property	10% on cost
Grain dryer	12.5% on written down value
Motor vehicles	25% on written down value
Combines and implements	12.5% to 27.5% on written down value

1.3 VALUATION

The basis of the valuation is as follows:

Growing crops and stores	Lower of cost and net realisable value
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1.4 DEFERRED TAXATION

Provision is made at the current rate of corporation tax for timing differences that arise between the accounting and taxation treatment of income and expenditure to the extent that it is probable that a liability or asset will crystallise.

1.5 PENSION SCHEME

The company operates a defined contribution scheme for the benefit of the directors. At the balance sheet date there were no arrears and no prepayments of premiums.

1.6 REVENUE ARISING FROM THE ARABLE AREA PAYMENTS SCHEME

Area payments expected to arise under the arable area payments scheme are not recognised in full or in part until the crops attracting area payments are sold, when the income is recognised on a pro-rata basis as the crop is sold. Revenue arising on bare land which has been setaside is recognised in full when the setaside compliance period is ended.

2. TURNOVER

Turnover represents the invoiced amount of goods sold and services provided net of value added tax and trade discounts.

The turnover originated in the United Kingdom.

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
30 APRIL 1995

	£	1994 £
3. PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		
After charging:		
Depreciation (note 5):		
Owned assets	14,533	14,598
Assets acquired under finance leases and hire purchase contracts	5,760	7,200
Finance charges payable - finance lease and hire purchase contracts	637	212
Directors' remuneration	27,087	29,154
	<u> </u>	<u> </u>
and after crediting:		
Other receipts including wayleaves	500	441
Contract work	1,511	1,891
Interest receivable and similar income	783	726
	<u> </u>	<u> </u>
4. TAX ON PROFIT ON ORDINARY ACTIVITIES		
On the profit for the year:		
Corporation tax @ 25% (1994: 25%)	4,830	4,230
Deferred tax current year	700	2,250
	<u> </u>	<u> </u>
	5,530	6,480
Prior year:		
Corporation tax	138	76
	<u> </u>	<u> </u>
	5,668	6,556
	<u> </u>	<u> </u>

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
30 APRIL 1995

5. TANGIBLE FIXED ASSETS

	Property improvement £	Grain dryer £	Motor vehicles £	Combines & implements £	Total £
COST					
1 May 1994	23,192	35,616	26,601	185,131	270,540
Additions	-	-	10,576	8,000	18,576
Disposals	-	-	(9,650)	(4,567)	(14,217)
30 April 1995	23,192	35,616	27,527	188,564	274,899
DEPRECIATION					
1 May 1994	23,192	31,109	14,777	107,124	176,202
Charge	-	563	5,028	14,702	20,293
Disposals	-	-	(7,361)	(2,782)	(10,143)
30 April 1995	23,192	31,672	12,444	119,044	186,352
NET BOOK AMOUNT					
30 APRIL 1995	-	3,944	15,083	69,520	88,547
30 APRIL 1994	-	4,507	11,824	78,007	94,338
Finance leases and hire purchase contracts included in the above net book amounts:					
30 April 1995	-	-	-	23,040	23,040
30 April 1994	-	-	-	28,800	28,800

6. INVESTMENTS

Unlisted (at cost)

1 May 1994	1,137	1,137
Written off	(1,137)	-
30 April 1995	-	1,137

These shares represented an investment in Eastern Counties Farmers, a company which is in liquidation.

7. STOCKS

Harvested crops	395	-
Tillages	50,631	40,342
Sundry stocks	1,558	2,390
	52,584	42,732

The replacement value of stocks is not considered to be materially different from the stated figures.

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
30 APRIL 1995

	£	1994 £
8. DEBTORS		
Trade debtors	5,149	-
Other debtors	1,989	3,948
	<u>7,138</u>	<u>3,948</u>
There are no debtors falling due after more than one year.		
9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR		
Trade creditors	6,471	7,243
Corporation tax	4,830	6,758
Other taxes and social security costs	774	8,486
Obligations under finance leases and hire purchase contracts (note 10)	5,000	7,500
Accruals and deferred income	3,290	2,850
Directors loans	6,027	7,144
	<u>26,392</u>	<u>39,981</u>
10. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR		
Obligations under finance leases and hire purchase contracts (note 10.1)	-	5,000
	<u>-</u>	<u>5,000</u>
10.1 Obligations under Finance Leases and Hire Purchase Contracts		
Payable between one and two years	-	5,000
	<u>-</u>	<u>5,000</u>
The amount repayable within one year of £ 5,000 (1994: £ 7,500) is shown in note 9.		
11. PROVISIONS FOR LIABILITIES AND CHARGES DEFERRED TAXATION		
Comprising timing differences at 25% (1994: 25%) on:		
Depreciation	11,200	10,500
	<u>11,200</u>	<u>10,500</u>

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS
30 APRIL 1995

	£	1994 £
12. SHARE CAPITAL		
Authorised:		
20,000 (1994: 20,000)		
ordinary shares of £1 each	<u>20,000</u>	<u>20,000</u>
Allotted, called up and fully paid:		
10,002 (1994: 10,002)		
ordinary shares of £1 each	<u>10,002</u>	<u>10,002</u>
13. PROFIT AND LOSS ACCOUNT		
1 May 1994	137,382	117,017
Profit retained	<u>14,658</u>	<u>20,365</u>
30 April 1995	<u>152,040</u>	<u>137,382</u>
14. RECONCILIATION OF EQUITY SHAREHOLDERS' FUNDS		
Profit for the financial year		
after taxation	14,658	20,365
Opening equity shareholders' funds	<u>147,384</u>	<u>127,019</u>
Closing equity shareholders' funds	<u>162,042</u>	<u>147,384</u>