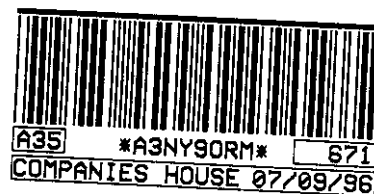


SUTTONS FARMS LIMITED  
ABBREVIATED STATUTORY ACCOUNTS  
FOR THE YEAR ENDED 5TH APRIL 1996

Company Number: 991519



SUTTONS FARMS LIMITED

CONTENTS

	<u>Page</u>
Accountants' Report	2
Balance Sheet	3
Notes to the Accounts	4 - 5

**ACCOUNTANTS' REPORT TO THE SHAREHOLDERS ON THE UNAUDITED ACCOUNTS OF  
SUTTONS FARMS LIMITED**

The following reproduces the text of the report prepared for the purposes of section 249A(2) of the Companies Act 1985 in respect of the company's annual accounts from which the abbreviated accounts as set out on pages 3 to 5 have been prepared.

We report on the accounts for the year ended 5th April 1996 set out on pages 4 to 9.

**Respective responsibilities of Directors and Reporting Accountants**

As described on page 5 the company's directors are responsible for the preparation of the accounts, 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.

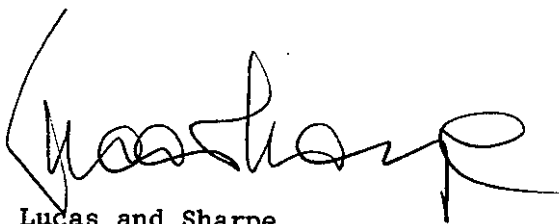
**Basis of Opinion**

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the accounts 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:

- a) the accounts are in agreement with the accounting records kept by the company under section 221 of the Companies Act 1985;
- b) having regard only to, and on the basis of, the information contained in those accounting records:
  - i) the accounts have been drawn up in a manner consistent with the accounting requirements specified in section 249C(6) of the Act; and
  - ii) the company satisfied the conditions for exemption from an audit of the accounts 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).



Lucas and Sharpe  
Reporting Accountants  
5 South Square  
Boston  
Lincs

14th August, 1996

**SUTTONS FARMS LIMITED****Abbreviated Balance Sheet At 5th April 1996**

	<u>Notes</u>	<u>1996</u>	<u>1995</u>
		£	£
<b><u>Fixed Assets</u></b>			
Tangible Assets	2)	49927	35484
<b><u>Current Assets</u></b>			
Valuation		36469	33299
Debtors		18348	15480
Investments		2225	2225
Cash at Bank and in Hand		120	120
		<u>57162</u>	<u>51124</u>
<b><u>Creditors: Amounts falling due within one year</u></b>	3) (62152)		(79899)
<b><u>Net Current Liabilities</u></b>		(4990)	(28775)
<b><u>Total Assets less Current Liabilities</u></b>		<u>44937</u>	<u>6709</u>
<b><u>Provision for Liabilities &amp; Charges</u></b>		-	-
		<u>44937</u>	<u>6709</u>
<b><u>Capital and Reserves</u></b>			
Called up Share Capital	4)	20000	20000
Profit and Loss Account		24937	(13291)
Equity Shareholders Funds		<u>44937</u>	<u>6709</u>

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 249A(2) of the Companies Act 1985. Shareholders holding 10% or more of the nominal value of the company's issued share capital have not issued a notice requiring an audit. The directors acknowledge their responsibility for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and for preparing accounts which give a true and fair view of the state of affairs of the company as at 5th April 1996 and of its profit for the year then ended in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to the accounts so far as applicable to the company.

In preparing these abbreviated accounts the directors have taken advantage of the exemptions conferred by Schedule 8 Part III A of the Companies Act 1985, and has done so on the grounds that, in their opinion, the company qualifies as a small company and is entitled to make use of the exemptions.

The directors have taken advantage in the preparation of these accounts of special exemptions applicable to small companies under Schedule 8 Part I of the Companies Act 1985, on the grounds that, in the opinion of the directors the company qualifies as a small company and is entitled to make use of the special exemptions.

The abbreviated accounts were approved by the board on 14th August, 1996 and signed on its behalf.

*F. A. Smith*  
F A Smith (Director)

The notes on pages 4 and 5 form part of these abbreviated accounts

**SUTTONS FARMS LIMITED****Notes to the Abbreviated Accounts**  
**For the year ended 5th April 1996****1. ACCOUNTING POLICIES****a) Basis of preparation of Accounts**

The accounts are prepared under the historical cost convention and include the results of the company's operations which are described in the Directors Report and all of which are continuing.

The company has taken advantage of the exemption in Financial Reporting Standard No. 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

**b) Turnover**

Turnover comprises the invoiced value of goods and services supplied by the company, net of Value Added Tax, and after adjusting for stocks included in opening and closing valuations.

**c) Tangible Fixed Assets and Depreciation**

Tangible Fixed Assets are stated at cost or valuation less depreciation.

Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the reducing balance basis.

Farm Buildings	10%	reducing balance basis
Farm Fixtures & Fittings	12.5%	reducing balance basis
Implements & Machinery	12.5%	reducing balance basis
Tractors	30%	reducing balance basis
Harvesters & Binder	20%	reducing balance basis
Motor Vehicles	25%	reducing balance basis
Office Equipment	12.5%	reducing balance basis

**d) Leasing and hire purchase**

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets and depreciated over the shorter of the lease term and their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

**e) Valuation**

The valuation of Stock was carried out by a professional valuer Messrs William H Brown, 14 Wide Bargate, Boston, Lincolnshire. The basis of valuation is cost of production and is consistent with Statement of Standard Accounting Practice No. 9 and Business Economic Note No. 19.

**SUTTONS FARMS LIMITED****Notes to the Abbreviated Accounts**  
**For the year ended 5th April 1996****f) Deferred Taxation**

Provision is made for taxation deferred as a result of material timing differences between the incidence of income and expenditure for taxation and accounts purposes, using the liability method, only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the near future.

**g) 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.

**2. TANGIBLE FIXED ASSETS**

<u>Cost or Valuation</u>	£
At 6th April 1995	124753
Additions in the year	23768
Disposals in the year	(2155)
	_____
At 5th April 1996	146366
	_____
<u>Depreciation</u>	
At 6th April 1995	89269
Charge for the year	7170
	_____
At 5th April 1996	96439
	_____
<u>Net Book Value</u>	
At 5th April 1996	49927
	_____
At 5th April 1995	35484
	_____

**3. CREDITORS**

Of the Creditors outstanding at 5th April 1996 £10837 was secured.

**4. SHARE CAPITAL**

	<u>1996</u>	<u>1995</u>
	£	£
<u>Authorised:</u>		
"A" Ordinary Shares of £1 each	1000	1000
"B" Ordinary Shares of £1 each	19000	19000
	_____	_____
	20000	20000
	_____	_____
<u>Allotted, Issued and Fully Paid:</u>		
"A" Ordinary Shares of £1 each	1000	1000
"B" Ordinary Shares of £1 each	19000	19000
	_____	_____
	20000	20000
	_____	_____