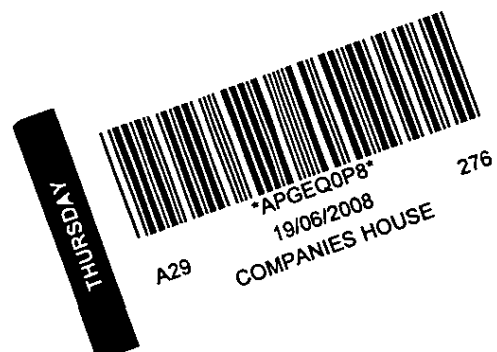


Company Registration No 1088851 (England and Wales)

STOWELL HILL LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2007



STOWELL HILL LIMITED

CONTENTS

	Page
Abbreviated balance sheet	1 - 2
Notes to the abbreviated accounts	3 - 5

STOWELL HILL LIMITED

**ABBREVIATED BALANCE SHEET
AS AT 31 DECEMBER 2007**

	Notes	2007 £	£	2006 £	£
Fixed assets					
Tangible assets	2	1,465,711		1,441,665	
Investments	2	45		30	
		<u>1,465,756</u>		<u>1,441,695</u>	
Current assets					
Stocks		318,972		349,782	
Debtors		255,780		257,864	
Cash at bank and in hand		4,097		1,249	
		<u>578,849</u>		<u>608,895</u>	
Creditors amounts falling due within one year		<u>(681,421)</u>		<u>(783,934)</u>	
Net current liabilities		(102,572)		(175,039)	
Total assets less current liabilities		<u>1,363,184</u>		<u>1,266,656</u>	
Capital and reserves					
Called up share capital	3	51,840		51,840	
Share premium account		714,640		714,640	
Revaluation reserve		259,495		162,321	
Profit and loss account		337,209		337,855	
Shareholders' funds		<u>1,363,184</u>		<u>1,266,656</u>	

STOWELL HILL LIMITED

**ABBREVIATED BALANCE SHEET (CONTINUED)
AS AT 31 DECEMBER 2007**

In preparing these abbreviated accounts

- (a) The directors are of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985,
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The directors acknowledge their responsibilities for
 - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
 - (ii) preparing accounts 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 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company

These abbreviated 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 for issue on 7 May 2008



R J McCreery
Director

STOWELL HILL LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2007

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention modified to include the revaluation of freehold land and buildings and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007)

1.2 Turnover

Turnover represents amounts derived from the provision of bloodstock goods and services falling within the company's activities after deduction of value added tax

1.3 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land are stated at cost or valuation less depreciation. Depreciation is provided at rates calculated to write off the cost or valuation less estimated residual value of each asset over its expected useful life, as follows

Land and buildings Freehold	Land not depreciated	Buildings 2% straight line method
Improvements to property	10% reducing balance method	
Plant and machinery	25% reducing balance method	
Fixtures, fittings and equipment	15% reducing balance method	
Motor vehicles	25% reducing balance method	

Investment properties are included in the balance sheet at their open market value. Depreciation is provided only on those investment properties which are leasehold and where the unexpired lease term is less than 20 years

Although this accounting policy is in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007), it is a departure from the general requirement of the Companies Act 1985 for all tangible assets to be depreciated. In the opinion of the directors compliance with the standard is necessary for the financial statements to give a true and fair view. Depreciation or amortisation is only one of many factors reflected in the annual valuation and the amount of this which might otherwise have been charged cannot be separately identified or quantified

1.4 Investments

Fixed asset investments are stated at cost less provision for diminution in value

STOWELL HILL LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2007

1 Accounting policies

(Continued)

1.5 Stock

Bloodstock is valued at the lower of cost and net realisable value. Cost is either the purchase price where bloodstock is bought in or an amalgamation of separate costs where the horse is home bred. The total is arrived at as follows:

Foals - cost is calculated as a total of:

- a) Feed costs incurred during the gestation period estimated according to the Thoroughbred Breeders Association formula at £10 per day
- b) Feed costs incurred from the date of birth to 31 December of the year in which the foal was born, estimated as a) at £10 per day
- c) Nomination fee paid and payable where the mare is covered by a stallion owned by an external stud, or £275 where the mare is covered by a syndicate stallion

Yearlings - cost is made up of a total of costs brought forward from the previous year, calculated as described above and a further 52 weeks of feed costs estimated at £10 per day, until the horse is sold or transferred into training.

Other horses, excluding stallions - cost is made up of a total of brought forward costs calculated as described above.

Stallions - cost is calculated as for other horses, except that stallions are depreciated in equal amounts until the age of 10.

The above figures are pro-rated if the horse is not fully owned.

Net realisable value is determined by R J McCreery (director) who has extensive knowledge of the bloodstock industry. All horses are written down if their market value, as estimated by the director, drops below their net book value.

Deadstock value is estimated by the director.

1.6 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

STOWELL HILL LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2007

2 Fixed assets

	Tangible assets £	Investments £	Total £
Cost or valuation			
At 1 January 2007	1,695,099	55,690	1,750,789
Additions	19,038	15	19,053
Revaluation	97,174	-	97,174
Disposals	(80,014)	-	(80,014)
At 31 December 2007	1,731,297	55,705	1,787,002
Depreciation			
At 1 January 2007	253,434	55,660	309,094
On disposals	(17,374)	-	(17,374)
Charge for the year	29,526	-	29,526
At 31 December 2007	265,586	55,660	321,246
Net book value			
At 31 December 2007	1,465,711	45	1,465,756
At 31 December 2006	1,441,665	30	1,441,695

3 Share capital

	2007 £	2006 £
Authorised		
100,000 Ordinary shares of £1 each	100,000	100,000
Allotted, called up and fully paid		
51,840 Ordinary shares of £1 each	51,840	51,840