

DIRECTORS' REPORT

The directors have pleasure in submitting their report together with the accounts for the year ended 31st December 2008.

PRINCIPAL ACTIVITIES

The principal activities of the company are those of contracting and farming.

DIRECTORS AND THEIR INTERESTS

The directors of the company who served during the year were as follows:

C R Sansum
M T Sansum
A J Sansum
C L Sansum

The Directors' Report is prepared in accordance with special provisions of Part VII of the Companies Act 1985 relating to small companies.

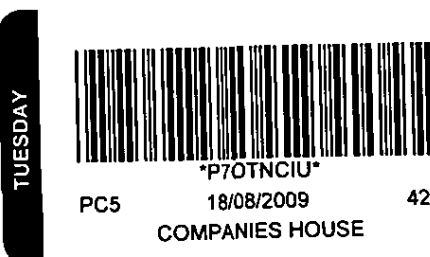
By Order of the Board



C L SANSUM

Secretary

31st July 2009



A G SANSUM & SONS LIMITEDPROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31st DECEMBER 2008

	<u>Note</u>	<u>2008</u> £	<u>2007</u> £
TURNOVER	3	1,081,599	959,627
Cost of Sales		(890,680)	(780,940)
		<hr/>	<hr/>
GROSS PROFIT		190,919	178,687
Administrative Expenses		(123,336)	(117,581)
		<hr/>	<hr/>
OPERATING PROFIT	3	67,583	61,106
Interest Payable		(63,910)	(53,185)
		<hr/>	<hr/>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		3,673	7,921
Tax on profit on ordinary activities	4	(4,902)	(5,376)
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(LOSS)/PROFIT FOR THE FINANCIAL YEAR	12	(1,229)	2,545
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A G SANSUM & SONS LIMITED
BALANCE SHEET AS AT 31st DECEMBER 2008

	<u>Note</u>	<u>2008</u> £	<u>2007</u> £
TANGIBLE FIXED ASSETS	5	1,245,270	1,070,121
CURRENT ASSETS			
Stock	6	100,484	95,737
Debtors	7	187,620	165,307
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		288,104	261,044
CREDITORS: Amounts falling due within one year	8	(753,856)	(794,211)
		<hr/>	<hr/>
NET CURRENT (LIABILITIES)		(465,752)	(533,167)
TOTAL ASSETS LESS CURRENT LIABILITIES			
		<hr/>	<hr/>
		779,518	536,954
CREDITORS: Amounts falling due within one year	9	(683,187)	(418,296)
PROVISION FOR LIABILITIES			
Deferred Taxation	10	(45,802)	(40,900)
		<hr/>	<hr/>
		50,529	77,758
CAPITAL AND RESERVES			
Called Up Share Capital	11	100	100
Profit and Loss Account	12	50,429	77,658
		<hr/>	<hr/>
Shareholders' Funds		50,529	77,758
		<hr/>	<hr/>

These accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective January 2007).

These accounts have not been audited because the company is entitled to the exemption provided by Section 249A(1) of the Companies Act 1985 and members have not required the company to obtain an audit of its accounts for the period, in accordance with Section 249B(2).

The directors acknowledge their responsibilities for:

- (i) ensuring that the company keeps proper 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 of the Companies Act 1985, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

Approved by the directors on 31st July 2009 and signed below:

C R SANSUM *C. R. Sansum*

M T SANSUM *M T Sansum*

A G SANSUM & SONS LIMITEDNOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31st DECEMBER 20081. STATEMENT OF DIRECTORS' RESPONSIBILITIES

In respect of preparation of the accounts:

The directors are responsible for preparing the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice. Company law requires the directors to prepare accounts for each financial year which 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 year. In preparing those accounts the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the accounts 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 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.

2. ACCOUNTING POLICIES

a) Accounting Basis and Standards

The accounts have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007).

b) Depreciation

Depreciation has been provided to write off the following fixed assets over their expected useful lives at the stated annual values:-

Freehold and Leasehold Buildings	4% Straight Line Basis
Motor Vehicles	25% Reducing Balance Basis
Tractors, Machinery and Equipment	15% - 25% Reducing Balance Basis
Office Equipment	25% Reducing Balance Basis

Freehold land is not depreciated.

c) Turnover

Turnover represents fair value of deliveries and services rendered during the year, excluding VAT.

d) Stocks and Work in Progress

Stocks and work in progress are stated at the lower of cost and net realisable value. Cost represents materials, direct labour and appropriate overheads.

e) Deferred Taxation

Deferred tax is provided on the liability method to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred is accounted for in respect of all material timing differences, except for deferred tax assets, which are only recognised to the extent that they are regarded as recoverable. Deferred tax assets and liabilities are not discounted.

f) Leased Assets

Where assets are acquired under finance leases and hire purchase, the amount representing the outright purchase price is included in tangible fixed assets and depreciation provided thereon. The capital element of future rentals is treated as a liability and the interest is charged to revenue over the period of the leases in proportion to the balances outstanding.

Expenditure on leases other than finance is charged to revenue as incurred.

A G SANSUM & SONS LIMITEDNOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31st DECEMBER 20083. TURNOVER AND OPERATING PROFIT

Turnover :	<u>2008</u>	<u>2007</u>
	£	£
Contracting	765,426	757,668
Farming	316,173	201,959
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	1,081,599	959,627
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Turnover is all within the United Kingdom:

Operating Profit is stated after charging/(crediting):

Directors' emoluments (including pension costs)	47,846	50,670
Depreciation on owned assets	52,609	66,505
Depreciation on finance leases and hire purchase assets	117,399	54,165
(Profit) on disposal of fixed assets	(20,767)	(5,113)
Pension costs	2,880	4,253
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4. TAXATION

	<u>2008</u>	<u>2007</u>
	£	£
On profit on ordinary activities:		
U.K. Corporation tax - current period	-	-
Deferred taxation	4,902	5,376
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	4,902	5,376
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The company has tax losses of £14,009 available to carry forward against future profits.

A G SANSUM & SONS LIMITEDNOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER 2008 (Cont'd/...)5. TANGIBLE FIXED ASSETS

	<u>Freehold Agricultural Land & Buildings</u> £	<u>Leasehold Agricultural Buildings</u> £	<u>Tractors Machinery & Equipment</u> £	<u>Vehicles</u> £	<u>TOTAL</u> £
At 1 st January 2008	691,302	16,238	1,040,029	381,200	2,128,769
Additions	23,340	-	268,050	82,000	373,390
(Disposals)	-	-	(151,200)	-	(151,200)
At 31 st December 2008	714,642	16,238	1,156,879	463,200	2,350,959

AGGREGATE DEPRECIATION

At 1 st January 2008	77,148	9,086	639,055	333,359	1,058,648
Charge for the year	9,635	649	127,261	32,463	170,008
(Disposals)	-	-	(122,967)	-	(522,967)
At 31 st December 2008	86,783	9,735	643,349	365,822	1,105,689

NET BOOK VALUE

At 31 st December 2008	627,859	6,503	*513,530	*97,378	1,245,270
At 1 st January 2008	614,154	7,152	*400,974	*47,841	1,070,121

* These amounts include £445,910 (2007 : £206,060) in respect of assets held under finance leases and hire purchase.

6. <u>STOCKS</u>	<u>2008</u> £	<u>2007</u> £
Livestock and Crops	100,484	95,737
7. <u>DEBTORS</u>	<u>2008</u> £	<u>2007</u> £
Trade Debtors	159,512	146,994
Trade Investment Account	1,530	1,530
Prepayments	26,578	16,783
	187,620	165,307

A G SANSUM & SONS LIMITEDNOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER 2008 (Cont'd/...)

8. <u>CREDITORS</u> : Amounts falling due within one year	<u>2008</u> £	<u>2007</u> £
Bank Overdraft (Secured)	84,371	188,848
Bank Loans (Secured)	63,095	78,743
Hire Purchase and Finance Leases (Secured)	110,331	52,555
Trade Creditors	132,370	120,391
Other Taxes and Social Security	11,935	13,401
Directors' Current Accounts	343,739	331,129
Accruals	8,015	9,144
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	753,856	794,211
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9. <u>CREDITORS</u> : Amounts falling due after more than one year	<u>2008</u>	<u>2007</u>
Bank Loans (Secured)	441,593	337,875
Hire Purchase and Finance Leases (Secured)	241,594	80,421
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	683,187	418,296
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10. DEFERRED TAXATION

	<u>Capital Allowances</u> £	<u>Short Term Timing Differences</u> £	<u>Tax Losses Carried Forward</u> £	<u>TOTAL</u> £
At 1 st January 2008	45,784	487	(5,371)	40,900
Charge for the Year	2,529	(56)	2,429	4,902
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As at 31 st December 2008	48,313	431	(2,942)	45,802
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11. <u>SHARE CAPITAL</u>	<u>2008</u> £	<u>2007</u> £
Authorised:		
Ordinary Shares of £1 each	50,000	50,000
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Allotted, Called Up and Fully Paid:		
Ordinary Shares of £1 each	100	100
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12. PROFIT & LOSS ACCOUNT

Balance at 1 st January 2008	
(Loss) for the financial year	77,658
Dividend paid	(1,229)
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Balance as at 31 st December 2008	50,429
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14. RELATED PARTY TRANSACTIONS

During the year the company paid two directors, C R Sansum and M T Sansum, a total sum of £916 (2007 : £3,299) for the use of the land owned by the directors.