

**Company number:  
1761489 (ENGLAND & WALES)**

**KNIGHT FARM MACHINERY LIMITED  
ABBREVIATED STATUTORY FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2010**

**MOORE STEPHENS  
CHARTERED ACCOUNTANTS  
STATUTORY AUDITORS  
RUTLAND HOUSE  
MINERVA BUSINESS PARK  
LYNCH WOOD  
PETERBOROUGH  
PE2 6PZ**

MONDAY



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20/12/2010

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COMPANIES HOUSE

**KNIGHT FARM MACHINERY LIMITED**  
**REPORTS AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2010**

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## **AUDITORS' REPORT TO KNIGHT FARM MACHINERY LIMITED**

### **UNDER SECTION 449 OF THE COMPANIES ACT 2006.**

We have examined the abbreviated accounts on pages 2 to 5 together with the financial statements of Knight Farm Machinery Limited for the year ended 31 March 2010, prepared under s 396 of the Companies Act 2006

This report is made solely to the company's members, as a body, in accordance with Section 449 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

#### **Respective responsibilities of directors and auditors**

The directors are responsible for preparing the abbreviated accounts in accordance with s 244 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the regulations made under that section and to report our opinion to you.

#### **Basis of opinion**

We conducted our work in accordance with Bulletin 2008/4 "The special auditor's report on abbreviated accounts in the United Kingdom" issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

#### **Opinion**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with s 444 of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the regulations made under that section.

**Richard Sandbach FCA**  
**(Senior Statutory Auditor)**

for and on behalf of Moore Stephens  
Chartered Accountants  
Statutory Auditors  
Rutland House  
Minerva Business Park  
Lynch Wood  
Peterborough

Date 16 December 2010

COMPANY NUMBER: 1761489 (ENGLAND & WALES)

**KNIGHT FARM MACHINERY LIMITED**

**ABBREVIATED BALANCE SHEET**

**AT 31 MARCH 2010**

	Note	2010	2009
		£	£
<b>Fixed assets</b>			
Tangible assets	2	128,312	123,928
<b>Current assets</b>			
Stocks		1,115,815	1,154,938
Debtors		705,680	495,137
Cash at bank and in hand		781,368	550,135
		<u>2,602,863</u>	<u>2,200,210</u>
<b>Creditors</b>			
Amounts falling due within one year		<u>(641,013)</u>	<u>(655,626)</u>
<b>Net current assets</b>		<u>1,961,850</u>	<u>1,544,584</u>
<b>Total assets less current liabilities</b>		<u>2,090,162</u>	<u>1,668,512</u>
<b>Provisions for liabilities</b>		<u>(12,000)</u>	<u>(5,181)</u>
<b>Net assets</b>		<u><u>2,078,162</u></u>	<u><u>1,663,331</u></u>
<b>Capital and reserves</b>			
Called up share capital	3	500,100	500,100
Profit and loss account		<u>1,578,062</u>	<u>1,163,231</u>
<b>Shareholders' funds</b>		<u><u>2,078,162</u></u>	<u><u>1,663,331</u></u>

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime

Approved by the board of directors on 1-12-2010 and signed on its behalf

  
**B G Knight**  
Director

The annexed notes form part of these financial statements

**KNIGHT FARM MACHINERY LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2010**

**1 Accounting policies**

The accounts have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

**Turnover**

Turnover represents charges to external customers exclusive of Value Added Tax and trade discounts. Royalties in respect of design work done are included within turnover when the related sales occur.

**Depreciation of fixed assets**

Depreciation has been computed to write off the cost of fixed assets over their expected useful lives at the following rates -

Leasehold Premises Improvements	evenly over the period of the lease
Leasehold premises	2% on cost
Fixtures and fittings	15% per annum reducing balance
Plant and machinery	15% per annum reducing balance
Motor vehicles	25% per annum reducing balance
Computer equipment	33 1/3% straight line

A full year's depreciation is charged in the year of acquisition of an asset but none in the year of disposal.

**Stocks**

Stocks and work in progress are valued consistently at the lower of cost (on first in first out basis) or net realisable value. Cost, where appropriate, includes a proportion of directly attributable overheads.

**Debtors**

Debtors are shown after providing for any amounts which in the opinion of the directors may not be collected in full.

**Deferred taxation**

Deferred tax assets and liabilities have arisen from timing differences between the recognition of gains and losses in the financial statements and their recognition in a tax computation. Full provision has been made to the extent to which it is considered more likely than not to become payable/recoverable in the foreseeable future and at the rate eventually expected to be charged.

**Foreign exchange**

Transactions in foreign currencies have been translated at the rate prevailing at the date of the transaction, the closing balances of monetary assets and liabilities denominated in a foreign currency have been translated at the rate prevailing on the Balance Sheet date. All profits and losses arising on exchange have been recognised in the Profit and Loss Account.

**KNIGHT FARM MACHINERY LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2010**

**Leasing**

Leasing rentals payable on agreements which transfer substantially all the risks and rewards associated with ownership to the lessee (finance leases) are capitalised within Fixed Assets, and the obligation to pay future rentals included in creditors as a liability. The interest charges implicit in such a lease are written off to the Profit and Loss Account in proportion to the balance outstanding during the year.

All other leasing rentals (operating leases) are written off to the Profit and Loss Account on a straight line basis over the lease term.

**Pension costs**

Pension costs are recognised in the profit and loss account as they fall due.

**2 Tangible fixed assets**

	<b>Total £</b>
Cost	
At 1 April 2009	630,627
Additions	48,500
Disposals	(29,384)
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At 31 March 2010	649,743
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Depreciation	
At 1 April 2009	506,698
Charge for the year	36,098
Eliminated on disposal	(21,365)
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At 31 March 2010	521,431
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Net book value	
At 31 March 2010	128,312
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At 31 March 2009	123,929
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**KNIGHT FARM MACHINERY LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2010**

**3 Share capital**

	<b>2010</b>	<b>2009</b>
	<b>£</b>	<b>£</b>
<b>Allotted, called up and fully paid</b>		
Ordinary shares of £1 each	100	100
7% (Net) Cumulative Non-Redeemable Preference	500,000	500,000
	<u>500,100</u>	<u>500,100</u>

In accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008), the 7% Cumulative Non-redeemable Preference shares are appropriately classified as equity

The 7% Cumulative Non-Redeemable Preference Shares do not confer any voting rights, but are paid off at par in the event of a winding up in priority to any repayment on the Ordinary Shares

Dividends totalling £70,000 per year in relation to the 7% net cumulative Non-Redeemable Preference shares are in arrears in respect of the years ended 31 March 2009 and 31 March 2010

**4 Ultimate holding company**

The ultimate holding company is Knights of Casterton Limited by virtue of its 100% share holding