

LEDGER FARMS LIMITED
UNAUDITED ABBREVIATED ACCOUNTS
30 SEPTEMBER 2007



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LEDGER FARMS LIMITED

ABBREVIATED ACCOUNTS

YEAR ENDED 30 SEPTEMBER 2007

CONTENTS

PAGES

Abbreviated balance sheet

1

Notes to the abbreviated accounts

2 to 4

LEDGER FARMS LIMITED**ABBREVIATED BALANCE SHEET****30 SEPTEMBER 2007**

	Note	2007 £	£	2006 £	£
FIXED ASSETS	2				
Tangible assets			448,555		474,915
CURRENT ASSETS					
Stocks		67,435		48,688	
Debtors		752,167		697,975	
		<u>819,602</u>		<u>746,663</u>	
CREDITORS: Amounts falling due within one year	3	<u>673,219</u>		<u>668,177</u>	
NET CURRENT ASSETS			146,383		78,486
TOTAL ASSETS LESS CURRENT LIABILITIES			594,938		553,401
PROVISIONS FOR LIABILITIES			56,329		47,443
NET ASSETS			<u>538,609</u>		<u>505,958</u>
CAPITAL AND RESERVES					
Called-up equity share capital	4		2		2
Profit and loss account			538,607		505,956
SHAREHOLDERS' FUNDS			<u>538,609</u>		<u>505,958</u>

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act

The directors acknowledge their responsibilities for

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing financial statements 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 the Act relating to financial statements, so far as applicable to the company

These abbreviated accounts have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985

These abbreviated accounts were approved by the directors and authorised for issue on

21 June 2008, and are signed on their behalf by

J D LEDGER

LEDGER FARMS LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS****YEAR ENDED 30 SEPTEMBER 2007****1. ACCOUNTING POLICIES****Basis of accounting**

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005)

Turnover

The turnover in the profit and loss account represents the sales value of produce moved from the farm during the year, exclusive of value added tax, together with a proportion of the amount due under the single payment scheme, calculated on a time basis, and the value of services provided during the year

In respect of long-term contracts and contracts for on-going services, turnover represents the value of work done in the year, including estimates of amounts not invoiced. Turnover in respect of long-term contracts and contracts for on-going services is recognised by reference to the stage of completion

Fixed assets

All fixed assets are initially recorded at cost

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows

Plant and equipment	-	10% on cost
Tractors	-	15% on cost
Motor vehicles	-	20% on cost
Fixtures and fittings	-	15% on cost

Stocks

Stock has been valued at the lower of cost and net realisable value after making due allowance for obsolete and slow moving items. Cost includes any expenditure incurred in bringing the harvested crop to its present location and condition. This includes the cost of raw materials, labour and attributable overheads. Net realisable value is based on estimated selling price less further costs to sale

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease

LEDGER FARMS LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS****YEAR ENDED 30 SEPTEMBER 2007****1. ACCOUNTING POLICIES** *(continued)***Provisions**

Provisions are set up only where it is probable that a present obligation exists as a result of an event prior to the balance sheet date and that a payment will be required in settlement that can be estimated reliably. Where material, provisions are calculated on a discounted basis.

Deferred taxation

Provision is made in full for all taxation deferred in respect of timing differences that have originated but not reversed by the balance sheet date except for timing differences arising on revaluations of fixed assets which are not intended to be sold and gains on disposals of fixed assets which will be rolled over into replacement assets. No provision is made for taxation on permanent differences. Deferred tax assets are recognised to the extent that it is more likely than not that they will be recovered. Deferred tax is measured using the rate of tax that is expected to apply in the periods in which the timing differences are expected to reverse.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

2. FIXED ASSETS

	Tangible Assets £
COST	
At 1 October 2006	1,002,363
Additions	283,000
Disposals	(243,450)
At 30 September 2007	<u>1,041,913</u>
DEPRECIATION	
At 1 October 2006	527,448
Charge for year	111,820
On disposals	(45,910)
At 30 September 2007	<u>593,358</u>
NET BOOK VALUE	
At 30 September 2007	<u>448,555</u>
At 30 September 2006	<u>474,915</u>

LEDGER FARMS LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS****YEAR ENDED 30 SEPTEMBER 2007****3. CREDITORS: Amounts falling due within one year**

The following liabilities disclosed under creditors falling due within one year are secured by the company

	2007	2006
	£	£
Bank loans and overdrafts	<u>149,783</u>	<u>223,383</u>

4. SHARE CAPITAL**Authorised share capital:**

	2007	2006
	£	£
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

Allotted, called up and fully paid:

	2007		2006
	No	£	No
			£
Ordinary shares of £1 each	<u>2</u>	<u>2</u>	<u>2</u>

5. ULTIMATE CONTROLLING PARTY

The company is controlled by the directors by virtue of their individual control of Appleton Farms Limited and Ripple Farms Limited, each of which holds 50% of the issued share capital of Ledger Farms Limited