

D HARGREAVES & SON LIMITED

ABBREVIATED ACCOUNTS

**FOR THE YEAR ENDED 31 MARCH
2006**

WEDNESDAY



AVAAQMOP

A28

31/01/2007

330

COMPANIES HOUSE

D HARGREAVES & SON LIMITED

The following reproduces the text of the accountants' report in respect of the company's annual financial statements, from which the abbreviated accounts (set out on pages 2 to 6) have been prepared.

**ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE
UNAUDITED FINANCIAL STATEMENTS OF D HARGREAVES & SON LIMITED**

In accordance with the engagement letter dated 7 April 2006, and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company which comprise the Balance sheet and the related notes from the accounting records and information and explanations you have given to us.

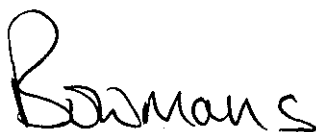
This report is made to the company's Board of Directors, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the company's Board of Directors that we have done so, and state those matters that we have agreed to state to them in this 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 Board of Directors, as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the balance sheet as at 31 March 2006 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.

30 JAN 2007



Bowmans

Chartered Accountants
88 - 96 Market Street West
Preston
PR1 2EU

D HARGREAVES & SON LIMITED

**ABBREVIATED BALANCE SHEET
AS AT 31 MARCH 2006**

	Note	2006 £	2005 £
FIXED ASSETS			
Intangible fixed assets	2	192,811	204,153
Tangible fixed assets	3	295,642	315,833
Investments	4	45,267	25,318
		<u>533,720</u>	<u>545,304</u>
CURRENT ASSETS			
Stocks		53,237	75,979
Debtors		51,872	27,591
Cash at bank and in hand		15,717	58,325
		<u>120,826</u>	<u>161,895</u>
CREDITORS: amounts falling due within one year		<u>(674,985)</u>	<u>(693,873)</u>
NET CURRENT LIABILITIES		<u>(554,159)</u>	<u>(531,978)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>(20,439)</u>	<u>13,326</u>
PROVISIONS FOR LIABILITIES			
Deferred Tax		(2,919)	(3,330)
NET (LIABILITIES)/ASSETS		<u>(23,358)</u>	<u>9,996</u>
CAPITAL AND RESERVES			
Called up share capital	5	100	100
Profit and loss account		(23,458)	9,896
SHAREHOLDERS' FUNDS		<u>(23,358)</u>	<u>9,996</u>

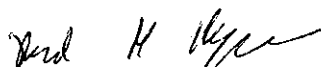
D HARGREAVES & SON LIMITED

ABBREVIATED BALANCE SHEET (continued)
AS AT 31 MARCH 2006

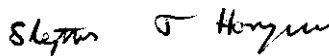
The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 249A(1) of the Companies Act 1985 and members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 249B(2) of the Act. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at 31 March 2006 and of its profit for the year then ended in accordance with the requirements of section 226 of the Act and which otherwise comply with the requirements of the Companies Act 1985 relating to the financial statements so far as applicable to the company.

The abbreviated accounts, which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies, were approved and authorised for issue by the board and were signed on its behalf on

29 JAN 2007



D N Hargreaves
Director



S J Hargreaves
Director

The notes on pages 4 to 6 form part of these financial statements.

NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2006

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005).

1.2 Cash flow

The financial statements do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under the Financial Reporting Standard for Smaller Entities (effective January 2005).

1.3 Turnover

Turnover comprises revenue recognised by the company in respect of goods and services supplied, exclusive of Value Added Tax and trade discounts.

1.4 Investments

Investments held as fixed assets are shown at cost less provisions for their impairment.

1.5 Intangible fixed assets and amortisation

Purchased milk quota is included at cost as an intangible fixed asset. Amortisation is provided over 20 years.

The carrying values of intangible fixed assets are reviewed for impairment when events or changes in circumstances indicate the carrying value may not be recoverable.

1.6 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Farm buildings	-	10%	reducing balance
Equipment	-	20%	reducing balance
Tractors	-	25%	reducing balance

1.7 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

1.8 Production herd

Production herd stock is included in tangible fixed assets at cost. The need for any impairment write down is assessed by comparison of the carrying value of the herd against the higher of realisable value and value in use.

NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2006

1. ACCOUNTING POLICIES (continued)

1.9 Going concern

At the year end the company had net liabilities amounting to £23,358 after the inclusion of directors' loan accounts of £631,336. The directors are of the opinion that the company will continue in business for the foreseeable future with the directors' continued support.

2. INTANGIBLE FIXED ASSETS

	£
Cost	
At 1 April 2005 and 31 March 2006	226,837
Amortisation	
At 1 April 2005	22,684
Charge for the year	11,342
At 31 March 2006	34,026
Net book value	
At 31 March 2006	192,811
At 31 March 2005	204,153

3. TANGIBLE FIXED ASSETS

	£
Cost	
At 1 April 2005	371,940
Additions	1,811
At 31 March 2006	373,751
Depreciation	
At 1 April 2005	56,107
Charge for the year	22,002
At 31 March 2006	78,109
Net book value	
At 31 March 2006	295,642
At 31 March 2005	315,833

D HARGREAVES & SON LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2006**

4. INVESTMENTS

	£
Cost or valuation	
At 1 April 2005	25,318
Additions	19,949
At 31 March 2006	<u>45,267</u>

5. SHARE CAPITAL

	2006 £	2005 £
Authorised		
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
Allotted, called up and fully paid		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

6. TRANSACTIONS WITH DIRECTORS

During the year Mr D N Hargreaves, a director, paid farmhouse rent amounting to £nil (2005: £6,000).

At the balance sheet date the company owed £441,916 (2005: £442,549) to D N Hargreaves and £189,420 (2005: £201,974) to S J Hargreaves.