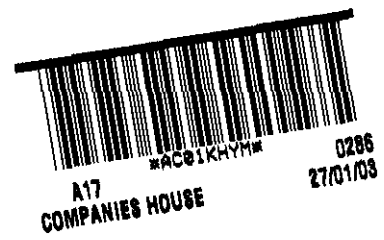


Registration number 590746

**Petwood Farming Co. (Woodhall) Limited**  
**Directors' report and financial statements**  
**for the year ended 5 April 2002**



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**Company information**

Director	R T Booth
Secretary	Mrs J Booth
Company number	590746
Registered office	Edlington Moor Farm Stixwould Woodhall Spa Lincs LN10 5HL
Accountants	Nicholsons Chartered Accountants 67 Newland Lincoln LN1 1YN
Bankers	HSBC Bank Plc 221 High Street Lincoln LN1 1TS
Solicitors	McKinnells 188 High Street Lincoln LN5 7BE

**Director's report  
for the year ended 5 April 2002**

The director presents his report and the financial statements for the year ended 5th April 2002.

**Principal activity**

The principal activity of the company during the year is farming.

**Directors and their interests**

The directors who served during the year and their interests in the company are as stated below

	Ordinary shares 2002	Ordinary shares 2001
R T Booth Senior (deceased 12/7/02)	1,000	1,000
R T Booth Junior	100	100
R T Booth Senior and R T Booth Junior as Trustees of E M Booth deceased	123,600	123,600

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

This report was approved by the Board on..7 JANUARY 2003.....and signed on its behalf by

*J Booth*.....

J Booth  
Secretary

**Accountants' report on the unaudited financial statements to the director  
of Petwood Farming Co. (Woodhall) Limited**

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 5 April 2002 set out on pages 3 to 9, and you consider that the company is exempt from an audit. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities, from the accounting records and information supplied to us.

*Nicholsons.*

Nicholsons  
Chartered Accountants  
67 Newland  
Lincoln  
LN1 1YN

Date: 10 January 2002

**Profit and loss account  
year ended 5 April 2002**

	Note	£	2002 £	£	2001 £
<b>Turnover</b>	2		181,413		148,015
Cost of sales:					
Direct costs		94,515		82,346	
Change in valuation		5,865		(13,544)	
		<u>          </u>	100,380	<u>          </u>	68,802
<b>Gross profit</b>			81,033		79,213
Other operating income			5,993		7,152
			<u>          </u>		<u>          </u>
			87,026		86,365
Distribution costs		100,297		110,663	
Administrative expenses		10,998		11,131	
		<u>          </u>	111,295	<u>          </u>	121,794
<b>Operating (loss)</b>	3		(24,269)		(35,429)
Interest payable			4,561		7,391
			<u>          </u>		<u>          </u>
<b>(Loss) on ordinary activities before taxation</b>			(28,830)		(42,820)
Tax on (loss) on ordinary activities			-		-
			<u>          </u>		<u>          </u>
<b>(Loss) on ordinary activities after taxation</b>			(28,830)		(42,820)
Balance brought forward			(138,428)		(95,608)
			<u>          </u>		<u>          </u>
Balance carried forward			(167,258)		(138,428)
			<u>          </u>		<u>          </u>

The notes on pages 6 to 9 form part of these financial statements.

**Balance sheet  
as at 5 April 2002**

	Note	£	2002 £	£	2001 £
<b>Fixed assets</b>					
Tangible assets	4		98,498		120,397
<b>Current assets</b>					
Stocks		135,605		141,407	
Debtors	5	30,736		8,895	
Cash in hand		441		-	
		166,782		150,302	
Creditors: amounts falling due within one year	6	(303,249)		(284,427)	
Net current liabilities			(136,467)		(134,125)
Total assets less current liabilities			(37,969)		(13,728)
Creditors: amounts falling due after more than one year	7		(4,589)		-
			(42,558)		(13,728)
<b>Capital and reserves</b>					
Called up share capital	8		124,700		124,700
Profit and loss account			(167,258)		(138,428)
Shareholders' funds			(42,558)		(13,728)

The directors' statements required by Section 249B(4) are shown on the following page which forms part of this balance sheet.

**Balance sheet (continued)**

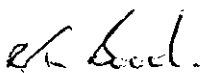
**Director's statement required by Section 249B(4)  
for the year ended 5 April 2002**

In approving these financial statements as director of the company I hereby confirm:

- (a) that for the year stated above the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985;
- (b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 5 April 2002 and
- (c) that I acknowledge my responsibility for:
  - (1) ensuring that the company keeps accounting records which comply with Section 221, and
  - (2) 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 year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The financial statements were approved by the Board on..7 JANUARY 2003.... and signed on its behalf by

  
.....  
R T Booth  
Director

The notes on pages 6 to 9 form an integral part of these financial statements.



**Notes on financial statements  
for the year ended 5 April 2002**

**1 Accounting policies**

**1.1 Accounting convention**

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

**1.2 Turnover**

Turnover represents the total invoice value, excluding value added tax, of sales made during the year and the proportion of Rural Payments Agency arable area aid relating to crop sales in the year.

**1.3 Tangible fixed assets and depreciation**

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Sheds	10% straight line
Plant and machinery	25% reducing balance
Motor vehicles	25% reducing balance

**1.4 Leasing**

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce constant periodic rates of charge on the net obligations outstanding in each period.

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

**1.5 Stock**

Stock and work in progress is valued at the lower of cost and net realisable value.

**1.6 Deferred taxation**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed by the balance sheet date. Deferred tax is not recognised when assets are revalued, unless by the balance sheet date, the company has entered into a binding agreement to sell the assets and recognised the gains and losses expected to arise on sale, or where assets have been sold and it is expected that the taxable gain will be rolled over into a replacement asset.

Any liability is covered by tax losses.

**Notes on financial statements  
for the year ended 5 April 2002**

**2 Turnover**

The total turnover of the company for the current and previous year has been derived from its principal activity wholly undertaken in the UK.

**3 Operating (loss)**

	2002 £	2001 £
Operating (loss) is stated after charging:		
Depreciation of tangible fixed assets:		
- owned by the company	31,540	36,928
- held under hire purchase contracts	4,209	3,080
Directors remuneration	3,900	4,350
	<u>          </u>	<u>          </u>

**4 Tangible fixed assets**

	Total £	Sheds £	Vehicles tractors implements and machinery £
<b>Cost</b>			
At 5/4/01	530,105	131,732	398,373
Additions	17,350	-	17,350
Disposals	(14,696)	-	(14,696)
	<u>          </u>	<u>          </u>	<u>          </u>
Cost at 5/4/02	532,759	131,732	401,027
	<u>          </u>	<u>          </u>	<u>          </u>
<b>Depreciation</b>			
At 5/4/01	409,708	95,323	314,385
Provided during the year	35,749	12,137	23,612
Disposals	(11,196)	-	(11,196)
	<u>          </u>	<u>          </u>	<u>          </u>
At 5/4/02	434,261	107,460	326,801
	<u>          </u>	<u>          </u>	<u>          </u>
<b>Net book amount</b>			
At 5/4/01	120,397	36,409	83,988
	<u>          </u>	<u>          </u>	<u>          </u>
At 5/4/02	98,498	24,272	74,226
	<u>          </u>	<u>          </u>	<u>          </u>

Included above are assets held under hire purchase contracts amounting to £12,626 (2001: £9,239).

**Notes on financial statements  
for the year ended 5 April 2002**

**5 Debtors**

	2002 £	2001 £
Trade debtors	24,968	4,081
Customs & Excise - VAT	1,211	510
Prepayments	4,557	4,304
	<hr/> 30,736	<hr/> 8,895
	<hr/> <hr/>	<hr/> <hr/>

**6 Creditors**

Amounts falling due within one year:

	2002 £	2001 £
HSBC Midland Bank overdraft (secured)	14,315	10,513
Bank of Scotland Bank loans (unsecured)	36,210	43,830
Obligations under hire purchase contracts (secured)	2,688	5,698
Trade creditors	14,334	11,498
Other taxes and social security costs	535	356
Set-Aside received in advance	8,024	10,801
Trustees E. M. Booth deceased loan account	223,440	196,991
Accruals	3,703	4,740
	<hr/> 303,249	<hr/> 284,427
	<hr/> <hr/>	<hr/> <hr/>

The life tenant of the E M Booth Deceased Trust (Mr R T Booth senior) died on 12 July 2002. The residuary beneficiary of the Trust is Mr R T Booth junior and therefore the Trust Loan Account balance becomes his director's loan account from the above date.

**7 Creditors**

Amounts falling due after more than one year but within five years:

	2002 £	2001 £
Obligations under hire purchase contracts (secured)	4,589	-
	<hr/> 4,589	<hr/> -
	<hr/> <hr/>	<hr/> <hr/>

**8 Share capital**

	2002 £	2001 £
<b>Authorised</b>		
165,000 Ordinary shares of £1 each	165,000	165,000
	<hr/>	<hr/>
<b>Allotted, called up and fully paid</b>		
124,700 Ordinary shares of £1 each	124,700	124,700
	<hr/> <hr/>	<hr/> <hr/>

**Notes on financial statements  
for the year ended 5 April 2002**

**9 Related party transactions**

The directors are also beneficiaries and trustees of the E M Booth Deceased Trust.

The Trust has been charged with the private element of certain expenses paid on behalf of the directors in the amount of £5,192 (2001: £4,959)

The balance due to the Trust at 5/4/02 was £223,440 (5/4/01: £196,991)

The land farmed by the company is owned by the E M Booth Deceased Trust. The rent charged to the company by the Trust was £1,714 (2001: £1,714).