A & A FARMERS LIMITED REPORTS AND ACCOUNTS FOR THE YEAR ENDED 31ST OCTOBER 2001

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REPORT OF THE DIRECTORS

For the year ended 31st October 2001

The directors submit their report and accounts for the year ended 31st October 2001.

PRINCIPAL ACTIVITY

The company's principal activity is that of property management and investment.

RESULTS

The profit for the year after taxation was £223,069.

The directors do not recommend payment of a final dividend for the year leaving the interim dividend of £15,000 as the only dividend for the year.

DIRECTORS AND THEIR INTERESTS

The directors during the year ended 31st October 2001 and their beneficial interests in the share capital of the company throughout the financial year were as follows:-

D.E. Abbott D.M. Abbott

1

CLOSE COMPANY

A & A Farmers Limited is a close company within the terms of the Income and Corporation Taxes Act 1988.

SPECIAL EXEMPTIONS

The above report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

BY ORDER OF THE BOARD

D.E. ABBORT Director

REGISTERED OFFICE Star House Pudding Lane Maidstone Kent ME14 1LT

18 April Zorz

A & A FARMERS LIMITED PROFIT AND LOSS ACCOUNT

For the year ended 31st October 2001

	<u>Notes</u>		31.10.2000
Interest received Sales and work done		21,842 ————————————————————————————————————	10,967 138 11,105
Administrative expenses		5,563	8,137
OPERATING PROFIT	2	16,279	2,968
Profit on sale of freehold proper	rty	210,090	26,596
Bank interest payable and simil PROFIT ON ORDINARY	ar charges	(21)	(51)
ACTIVITIES BEFORE TAXA	ATION	226,348	29,513
Taxation	3	3,279	1,058
PROFIT FOR THE FINANCIAL YEAR	9	223,069	28,455
Dividend – paid		15,000	-
RETAINED PROFIT FOR TH	E YEAR	£208,069	£28,455
NOTE OF	HISTORICAL COS	T PROFITS AND LOSSES	
	For the year ended 3	31st October 2001	
			31.10.2000
Reported profit on ordinary activities before taxation Realisation of property rev		226,348	29,513
realisation of property fev	uruation	0.266	0.000

HISTORICAL COST PROFIT
FOR THE YEAR RETAINED
AFTER TAXATION AND DIVIDENDS
£217,335
£37,455

The company has no recognised gains or losses other than those shown in the profit and loss

9,266

£235,614

9,000

£38,513

The notes on pages 4 to 7 form part of these accounts.

gains of previous year

account.

HISTORICAL COST PROFIT ON

ORDINARY ACTIVITIES BEFORE TAXATION

BALANCE SHEET

As at 31st October 2001

100000	<u>Notes</u>				31.10.2000
FIXED ASSETS					
Tangible fixed assets	4		60,508		25,101
CURRENT ASSETS					
Stock					
Debtors	5	164		73	
Investments	6	25,397		25,387	
Cash at bank		460,047		283,503	
		485,608		308,963	
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	NG				
Creditors	7	9,072		5,089	
NET CURRENT ASSETS			476,536		303,874
NET ASSETS			£537,044		£328,975
CAPITAL AND RESERVES					
Called up share capital	8		3		3
Revaluation reserve	9		_		9,266
Profit and loss account	9		537,041		319,706
SHAREHOLDERS' FUNDS	9		£537,044		£328,975

For the year ended 31st October 2001 the company was entitled to exemption from the requirement to have an audit under the provisions of Section 249 A(1) of the Companies Act 1985. No notice has been deposited with the company under Section 249 B(2) of that Act requiring an audit to be carried out.

The director acknowledges his responsibility for,

- a) ensuring the company keeps accounting records in accordance with Section 221 of the Company Act 1985, and
- b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of its financial year and of its profit for that financial year and which comply with the accounting provisions of the Companies Act 1985 applicable to the company.

The accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Approved by the board of directors on 18th Upril 2002

D.E. ABBOTT (DIRECTOR)

The notes on pages 4 to 7 form part of these accounts.

NOTES TO THE ACCOUNTS

31st October 2001

1. ACCOUNTING POLICIES

a) Accounting convention

The accounts are prepared under the historical cost convention as modified by the revaluation of freehold property and incorporate the results of the activity described in the directors' report which is continuing.

b) Depreciation

Depreciation is provided on tangible fixed assets other than freehold investment property at annual rates calculated to write off the cost, less estimated residual value, of each asset over its expected useful life, as follows:-

Plant and equipment

25% on written down value

No depreciation is charged on freehold investment property. This represents a departure from the Companies Act 1985 but is considered necessary to ensure that the financial statements give a true and fair view.

The directors previously followed the transitional provisions of FRS 15 Tangible Fixed Assets. Accordingly the carrying value of the freehold property in the financial statements had been retained at the valuation carried out by one of the directors on 31st October 1980.

2. OPERATING PROFIT

This is stated after charging the following:-

	<u>31.10.2001</u>	<u>31.10.2000</u>
Depreciation of owned assets	243	443
Loss on sale of plant and equipment	-	335
Directors' remuneration	4,450	3,950

NOTES TO THE ACCOUNTS

31st October 2001

(continued)

31.10.2001

31.10.2000

3. TAXATION

		31,10,2001	<u>51.</u>	10.2000
Corporation tax at 16.3% (2000 – 14.1% Overprovision for previous year		3,279	_	1,061 (3)
		£3,279	:	£1,058
TANGIBLE FIXED ASSETS				
-	Freehold investment property	Freehold property	Plant and equipment	Total
COST OR VALUATION		24 170	2 47 4	27.644
	- 	24,170	3,4/4	27,644
Disposals	59,820 -	(24,170)	-	59,820 (24,170)
At 31 st October 2001	59,820		3,474	63,294
DEPRECIATION				
At 1st November 2000	-	-	2,543	2,543
Charge for the year	-	-	243	243
At 31 st October 2001		_	2,786	2,786
NET BOOK VALUE				
At 31 st October 2001	£59,820	£-	£688	£60,508
At 31st October 2000	£-	£24,170	£931	£25,101
	COST OR VALUATION At 1st November 2000 Additions Disposals At 31st October 2001 DEPRECIATION At 1st November 2000 Charge for the year At 31st October 2001 NET BOOK VALUE At 31st October 2001	TANGIBLE FIXED ASSETS Freehold investment property COST OR VALUATION At 1st November 2000 Additions Disposals At 31st October 2001 DEPRECIATION At 1st November 2000 Charge for the year At 31st October 2001 NET BOOK VALUE At 31st October 2001 £59,820	Cost of Valuation Freehold investment property Freehold property	Corporation tax at 16.3% (2000 - 14.1%) 3,279 -

The freehold property disposed of in the year had been revalued on 31st October 1980 by one of the directors on an existing use open market value basis.

The historical cost of the freehold land and buildings included at valuation was £14,904 at 31st October 2000.

NOTES TO THE ACCOUNTS

31st October 2001

(continued)

	<u>31.10.2001</u>	<u>31.10.2000</u>
Prepayments	164	73
6. INVESTMENTS	<u>31.10.2001</u>	31.10.2000

Kent Wool Growers Limited (at cost)	397	387
Investment Bond	25,000	25,000
	£25,397	£25,387

7. CREDITORS

5. DEBTORS

	<u>31.10.2001</u>	31.10.2000
Director's current account	5,368	3,337
Corporation tax	3,279	1,061
Other creditors	20	391
Accruals	405	300
	£9,072	£5,089
		

NOTES TO THE ACCOUNTS

31st October 2001

(continued)

8. CALLED UP SHARE CAPITAL

	31.10.2001	<u>31.10.2000</u>
Authorised: 1,000 ordinary shares of £1 each	£1,000	£1,000
2,000 8% Redeemable Preference shares of £1 each	£2,000	£2,000
Allotted, issued and fully paid: 3 ordinary shares of £1 each	£3	£3

9. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

		Profit		
	Share capital	and <u>loss</u>	Revaluation reserve	<u>Total</u>
Balance at 1 st November 2000	3	319,706	9,266	328,975
Profit for the year	-	223,069	_	223,069
Dividend Realised revaluation surplus	-	(15,000)	-	(15,000)
on sale of property	-	9,266	(9,266)	_
Balance at 31 st October 2001	£3	£537,041	£-	£537,044

10. RELATED PARTIES

The company is under the control of the trustees of the D.E. Abbott Discretionary Settlement, two of whom are also directors of the company, by virtue of their holding of 2 ordinary shares of £1 each.