

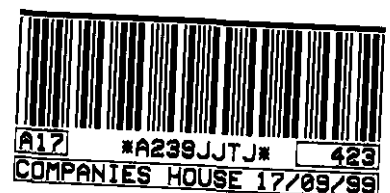
Registration Number: 1237541

C. AND E. FRANKS LIMITED

Companies House

**Directors' Report
and
Accounts
For the year ended 31st December 1998**

**WHITING & PARTNERS
CHARTERED ACCOUNTANTS
THE OLD SCHOOL HOUSE
DARTFORD ROAD
MARCH CAMBS
PE15 8AE**



C. AND E. FRANKS LIMITED

Directors:	Mrs. E. Franks Mrs. J. E. Walker Mrs. H. M. Fosbueary
Secretary:	Mrs. H. M. Fosbueary
Registered Office:	16 Stonecross Way, March, Cambs. PE15 9DH
Registered Number:	1237541
Bankers:	Barclays Bank Plc, 2 Broad Street, March, Cambs. PE15 8TQ
Accountants:	Whiting & Partners, Chartered Accountants, The Old School House, Dartford Road, March, Cambs. PE15 8AE

C. AND E. FRANKS LIMITED

REPORT OF THE DIRECTORS
For the year ended 31st December 1998

The Directors present their report and the financial statements for the year ended 31st December 1998.

PRINCIPAL ACTIVITY

The Company's principal activity during the year was the same as in previous years, namely arable farming.

DIRECTORS

The Directors at 31st December 1998 and their interests in the share capital of the company were as follows:

	31 December 1998 Ordinary Shares	1st January 1998 Ordinary Shares
Mrs. E. Franks	6,002	6,002
Mrs. J. E. Walker	2,999	2,999
Mrs. H. M. Fosbueary	2,999	2,999

Mrs. H. M. Fosbueary retires by rotation and, being eligible, offers herself for re-election.

YEAR 2000 ISSUES

The Directors have been considering the impact of Year 2000 issues on the Company and are taking steps to address them. It is not possible to precisely identify the impact or quantify the costs of compliance at this point.

SMALL COMPANY RULES

These accounts have been 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 March 1999).

This report was approved by the Board on 3-9-99
and signed on its behalf.

..... E. Franks
Mrs. E. Franks
Director

C. AND E. FRANKS LIMITED

PROFIT AND LOSS ACCOUNT
For the year ended 31st December 1998

	Notes	£	1998 £	£	1997 £
<u>TURNOVER</u>	1 & 2		55,562		78,206
Change in Valuation of Produce			290		(16,400)
Other Operating Income			<u>2,506</u>		<u>2,475</u>
			58,358		64,281
<u>DEDUCT:</u>					
Raw Materials and Consumables		3,721		3,526	
Staff Costs		21,845		14,720	
Depreciation Charges		165		165	
Other Operating Charges		<u>49,796</u>	<u>75,527</u>	<u>56,101</u>	<u>74,512</u>
<u>OPERATING (LOSS)</u>	3		(17,169)		(10,231)
Profit on Disposal of Fixed Asset Investments			<u>28,375</u>		—
<u>PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE INTEREST</u>			11,206		(10,231)
Income from Fixed Asset Investments		959		266	
Other Interest Receivable		<u>11,044</u>	<u>12,003</u>	<u>11,524</u>	<u>11,790</u>
<u>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</u>			23,209		1,559
Tax on Profit on Ordinary Activities	4		<u>(4,635)</u>		<u>(309)</u>
<u>PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION</u>			18,574		1,250
<u>RETAINED PROFITS</u> brought forward			<u>149,906</u>		<u>148,656</u>
<u>RETAINED PROFITS</u> carried forward			<u>168,480</u>		<u>149,906</u>

The notes on pages 5 to 7 form part of these financial statements.

C. AND E. FRANKS LIMITED

BALANCE SHEET
As at 31st December 1998

	Notes	£	1998 £	£	1997 £
<u>FIXED ASSETS</u>					
Tangible Assets	5	46,706		46,871	
Investments	6	<u>50</u>	46,756	<u>4,973</u>	51,844
<u>CURRENT ASSETS</u>					
Stocks		11,660		11,170	
Debtors	7	19,071		31,396	
Cash at Bank		<u>224,730</u>		<u>188,368</u>	
		255,461		230,934	
<u>CREDITORS: amounts falling due within one year</u>	8	<u>(121,737)</u>		<u>(120,872)</u>	
<u>NET CURRENT ASSETS</u>			<u>133,724</u>		<u>110,062</u>
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>			<u>180,480</u>		<u>161,906</u>
<u>CAPITAL AND RESERVES</u>					
Called Up Share Capital	10		12,000		12,000
Profit and Loss Account			<u>168,480</u>		<u>149,906</u>
<u>SHAREHOLDERS' FUNDS</u>			<u>180,480</u>		<u>161,906</u>

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. Shareholders holding 10% or more of the company's share capital have not issued a notice requiring an audit under section 249B(2) of the Companies Act 1985. The directors acknowledge their responsibility for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and for preparing accounts 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 accounts so far as applicable to the company.

The financial statements, which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies, and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 1999) were approved by the Board on 3rd September 1999 and signed on its behalf.

E. Franks

.....
Mrs. E. Franks
Director

The notes on pages 5 to 7 form part of these financial statements.

C. AND E. FRANKS LIMITED

NOTES TO ACCOUNTS
For the year ended 31st December 1998

1. ACCOUNTING POLICIES

Basis of Preparation of Financial Statements

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold land.

Turnover

Turnover represents the invoiced amount of goods sold and services provided, stated net of value added tax and trade discounts.

Tangible Fixed Assets and Depreciation

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

Agricultural Buildings	Over 10 years straight line
Land Drainage	Over 25 years straight line

Stocks

Stocks are stated at the lower of cost or net realisable value a basis consistent with previous years as follows:-

Cost incurred in bringing each product to its present location and condition.

Growing crops, cultivations and produce on hand - cost of direct materials and labour plus attributable overheads based on normal level of activity. Net realisable value is based on estimated selling price less further costs expected to be incurred to harvest and disposal.

Deferred Taxation

Deferred Taxation is provided at the current tax rate on differences arising from the inclusion of income and expenditure in taxation computations in periods different from those in which they are included in the financial statements.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the Profit and Loss Account.

2. TURNOVER

In the year to 31st December 1998 none of the Company's turnover was to markets outside the United Kingdom (1997: None).

3. OPERATING (LOSS)

The operating (loss) is stated after charging:

	1998	1997
	£	£
Depreciation of tangible fixed assets		
- owned by the company	165	165
Directors' emoluments	20,340	13,745
Pension Costs (note 12)	600	600

During the year retirement benefits were accruing to 2 directors (1997: 2) in respect of money purchase pension schemes.

4. TAXATION

	1998	1997
	£	£
Corporation Tax at 21% (1997: 21 & 24%)	4,443	256
Tax Credits on Dividends Received	192	53
	<u>4,635</u>	<u>309</u>

C. AND E. FRANKS LIMITED

NOTES TO ACCOUNTS (CONTINUED)
For the year ended 31st December 1998

5. TANGIBLE FIXED ASSETS

	<u>Freehold Land and Buildings</u> £
Cost or valuation	
At 1.1.98	61,066
At 31.12.98	61,066
Depreciation	
At 1.1.98	14,195
Charge for year	165
At 31.12.98	14,360
Net Book Value	
At 31.12.98	46,706
At 1.1.98	46,871

Included above is land at valuation of £44,221 (1997: £44,221) which is not depreciated.

The land was valued on an open market value basis on 31st December 1991 by the Directors and the loss of £13,156 was written off to Revenue Reserve.

Historical Cost at 1.1.98 and 31.12.98	57,377
Net Book Value at 1.1.98 and 31.12.98	44,221

6. FIXED ASSET INVESTMENTS

	1998 £	1997 £
At original cost:-		
Other investments other than loans	50	3,561
Loans	-	1,412
	<u>50</u>	<u>4,973</u>

In the opinion of the Directors, the open market value of the investments at 31st December 1998 was not materially different from their book values.

7. DEBTORS

	1998 £	1997 £
Amounts due within one year:		
Trade Debtors	16,295	13,917
Other Debtors	2,776	17,479
	<u>19,071</u>	<u>31,396</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

Trade Creditors	17,611	13,023
Advance Corporation Tax	-	14,000
Current Corporation Tax	4,443	21
Other Taxes and Social Security Costs	6,185	3,536
Other Creditors	93,498	90,292
	<u>121,737</u>	<u>120,872</u>

9. DEFERRED TAXATION ASSET

	1998 £	Provided 1997 £	1998 £	Potential 1997 £
Other Timing Differences	=	=	=	116

C. AND E. FRANKS LIMITED

NOTES TO ACCOUNTS (CONTINUED)
For the year ended 31st December 1998

10. SHARE CAPITAL

Ordinary Shares of £1 each:-

	1998	1997
	£	£
Authorised	<u>20,000</u>	<u>20,000</u>
Allotted, Called Up and Fully Paid	<u>12,000</u>	<u>12,000</u>

11. CONTINGENT LIABILITIES

There were no known contingent liabilities not provided for at the Balance Sheet date (1997: None).

12. PENSION COMMITMENTS

The benefits payable under the money purchase pension scheme which the Company operates for its Directors are based upon the value of the fund at the date of retirement. There is no commitment to fully fund the scheme. Premiums paid to this scheme during the year amounted to £600 (1997: £600).

13. TRANSACTIONS WITH DIRECTORS

The Directors have interests in various parcels of land and certain agricultural buildings situated thereon, which are occupied by the Company for the purpose of its farming activities. No rent is paid for some of these tenancies, but the Company meets all the outgoings in connection with the land and buildings, including all drainage, water and general rates and all maintenance and repair costs. Since September 1990 rent at normal commercial rates has applied to the land and buildings at Postmill Farm, Doddington.

14. RELATED PARTY DISCLOSURES

Control

The controlling party is Mrs. E. Franks by virtue of her ownership of 50.02% of the issued ordinary share capital in the company.

Related Party Transactions

Listed below are related parties with whom the Company transacted during the year ended 31st December 1998 and a description of their relationship with the Company:

Mrs. E. Franks	Director/Shareholder
Mrs. J. E. Walker	Director/Shareholder
Mrs. H. M. Fosbueary	Director/Shareholder
Mrs. E. Franks Settlement	Controlled by the Directors and Trustees

	1998	1997
	£	£
Transactions:-		
Rents paid	<u>9,990</u>	<u>9,990</u>

Amounts owed to related parties were as follows:-

Directors' Account - Mrs. E. Franks	<u>46,710</u>	<u>48,653</u>
- Mrs. J. E. Walker	<u>10,191</u>	<u>8,158</u>
- Mrs. H. M. Fosbueary	<u>19,012</u>	<u>16,458</u>

Accrued Rent Payable	<u>2,498</u>	<u>2,498</u>
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There were no other material related party transactions during the year.