

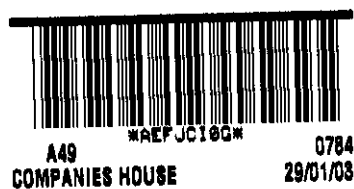
Registered number

1474497

**IAN S FERGUSON AND SONS LIMITED**

**FINANCIAL STATEMENTS**

**31 MARCH 2002**



**Scrutton Bland  
Chartered Accountants  
Colchester**

# IAN S FERGUSON AND SONS LIMITED

## CONTENTS

	Pages
Directors, officers and advisers	1
Directors' report	2
Profit and loss account	3
Balance sheet	4 - 5
Notes to the financial statements	6 - 12

---

The following pages do not form part of the statutory financial statements :

Detailed profit and loss account	13
Overhead expenses	14
Accountants' report	15

**IAN S FERGUSON AND SONS LIMITED**  
**DIRECTORS, OFFICERS AND ADVISERS**

**Directors**                    I S Ferguson  
                                     Mrs I M Ferguson  
                                     G G Ferguson  
                                     J A Ferguson

**Secretary**                    I S Ferguson

**Registered Office**           Hales Farm  
                                     Mundon  
                                     Near Maldon  
                                     Essex

**Registered Number**        1474497

**Accountants**                Scrutton Bland  
                                     18 Sir Isaac's Walk  
                                     Colchester  
                                     CO1 1JL

**Bankers**                      Lloyds Bank plc  
                                     27 High Street  
                                     Colchester  
                                     CO1 1DU

# IAN S FERGUSON AND SONS LIMITED

## DIRECTORS' REPORT

The directors present their annual report and the financial statements of the company for the year ended 31 March 2002.

### Principal activity

The principal activity of the company in the year under review was that of arable farming.

### Directors

The directors, who served the company throughout the year, and their beneficial interests in the company's issued ordinary share capital, were as follows:

		2001
I S Ferguson	733	733
Mrs I M Ferguson	400	400
G G Ferguson	400	400
J A Ferguson	400	400

### Accounting exemptions

Advantage is taken in the preparation of the directors' report of the special provisions contained in Part VII of the Companies Act 1985 relating to small companies.

Signed by order of the board



I S Ferguson

Secretary

Approved by the board on

26/1/03

**IAN S FERGUSON AND SONS LIMITED**

**PROFIT AND LOSS ACCOUNT  
YEAR ENDED 31 MARCH 2002**

**Notes**

		£	2001 £
<b>Turnover</b>		137,490	162,500
<b>Cost of sales</b>		(35,195)	(35,567)
<b>Gross profit</b>		102,295	126,933
<b>Administrative expenses</b>		(104,315)	(171,231)
<b>Operating (loss)</b>	3	(2,020)	(44,298)
Income from investments		1,529	2,302
Other interest receivable and similar income		3,300	3,300
Interest payable and similar charges	4	(4,087)	(4,376)
<b>(Loss) on ordinary activities before taxation</b>		(1,278)	(43,072)
Tax on profit on ordinary activities	5	534	6,958
<b>(Loss) for the financial year</b>		(744)	(36,114)
Dividend	6	-	-
<b>Retained (loss) for the financial year</b>		(744)	(36,114)
<b>Retained profit at 31 March 2001</b>		230,525	266,639
<b>Retained profit at 31 March 2002</b>		£ 229,781	£ 230,525

**Continuing operations**

None of the company's activities were acquired or discontinued during the above two financial years.

**Total recognised gains and losses**

The company has no recognised gains or losses other than the profit or loss for the above two financial years.

**IAN S FERGUSON AND SONS LIMITED**

**BALANCE SHEET  
AS AT 31 MARCH 2002**

	Notes	£	2001 £
<b>Fixed assets</b>			
Tangible assets	7	388,179	395,435
<b>Current assets</b>			
Stocks		66,537	52,871
Debtors	8	21,057	37,642
Cash at bank and in hand		62,306	74,864
		149,900	165,377
<b>Creditors: amounts falling due within one year</b>	9	(217,598)	(231,427)
<b>Net current liabilities</b>		(67,698)	(66,050)
<b>Total assets less current liabilities</b>		320,481	329,385
<b>Creditors: amounts falling due after more than one year</b>	10	(37,574)	(44,717)
<b>Provisions for liabilities and charges</b>			
Deferred taxation	11	-	(1,017)
		<u>£ 282,907</u>	<u>£ 283,651</u>
<b>Capital and reserves</b>			
Called up share capital	12	1,935	1,935
Share premium account		51,191	51,191
Profit and loss account		229,781	230,525
<b>Shareholders' funds - equity interests</b>	13	<u>£ 282,907</u>	<u>£ 283,651</u>

The statement on page 5 forms part of this balance sheet.

IAN S FERGUSON AND SONS LIMITED

BALANCE SHEET -- (continued)  
AS AT 31 MARCH 2002

The directors confirm that for the financial year ended 31 March 2002 the company was entitled to exemption under Section 249A(1) of the Companies Act 1985 and that no notice has been deposited with the company requesting an audit under Section 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for :

- (i) ensuring that the company keeps 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 31 March 2002 and of its loss for the year then ended and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as is applicable.

Advantage is taken in the preparation of the financial statements of the special provisions contained in Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the directors on 26/1/03

I S Ferguson



G G Ferguson



Directors

# IAN S FERGUSON AND SONS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED 31 MARCH 2002

### 1 FUNDAMENTAL ACCOUNTING CONCEPT

At 31 March 2002 the company had net current liabilities of £67,698 (2001 : £66,050). Included within creditors falling due within one year are loans from the directors of £199,116 (2001 : £173,187). The financial statements have been prepared on a going concern basis because the directors have undertaken to continue to provide sufficient funding as is required to enable the company to continue to meet its liabilities as they fall due.

### 2 ACCOUNTING POLICIES

#### *Basis of accounting*

The financial statements have been prepared under the historical cost convention, and in accordance with applicable accounting standards.

#### *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 Financial Reporting Standard 1 "Cash flow statements".

#### *Turnover*

Turnover represents net invoiced sales of crops and surplus on contract farming.

#### *Tangible fixed assets*

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:

Freehold buildings	-	2% on cost
Implements	-	10% on cost
Tractors and combines	-	12½% on cost
Motor vehicles	-	20% on cost
Leased assets	-	12½% on cost

No depreciation is provided on freehold land.

#### *Stocks*

Stocks and work in progress comprise neat stock, corn, stores and artificials, cultivations and drainage, valued on a basis of lower of cost or market value consistently applied by a firm of Chartered Surveyors.



# IAN S FERGUSON AND SONS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED 31 MARCH 2002

### 2 ACCOUNTING POLICIES - (continued)

#### *Taxation*

The charge for taxation is based on the result for the year. The charge also takes into account taxation deferred because of timing differences between the treatment of certain items for accounting and taxation purposes. Provision is made for deferred taxation on all timing differences. The rate of tax used is that which is expected to be applied when the liability is expected to crystallise, based on tax rates that have been enacted by the balance sheet date.

#### *Leases and hire purchase*

Assets held under finance leases and hire purchase contracts are capitalised in the balance sheet with an equivalent liability included under creditors. An asset held under a finance lease is depreciated over the shorter of the lease term and its useful life, whilst an asset acquired under a hire purchase contract is depreciated over its useful life. The interest element of the amount payable is charged to the profit and loss account and the capital element reduces the liability in the balance sheet.

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profit as incurred.

#### *Pension costs*

The company operates a defined contribution pension scheme, the assets of which are held separately from those of the company in an independently administered fund. Contributions are charged to the profit and loss account for the year in which they are payable to the scheme.

### 3 OPERATING (LOSS)

The operating (loss) is stated after charging :

	£	2001 £
Depreciation of tangible fixed assets	23,615	26,823
Operating lease rentals : other	17,352	26,400
Directors' emoluments	26,630	74,474
	<hr/>	<hr/>

Contributions to the company's defined contribution pension scheme were made on behalf of three directors and amounted to £2,400 (2001 : £ Nil).

# IAN S FERGUSON AND SONS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED 31 MARCH 2002

### 4 INTEREST PAYABLE

		2001
	£	£
Bank loan interest	3,837	4,289
Bank interest	250	87
	<u>£ 4,087</u>	<u>£ 4,376</u>

### 5 TAX ON PROFIT ON ORDINARY ACTIVITIES

#### (a) Analysis of charge in the year

		2001
	£	£
Based on the profit for the year		
Corporation tax at 10% (2001 : 20%)	483	-
Deferred taxation	(1,017)	(6,947)
Adjustment to previous year	-	(11)
	<u>£ (534)</u>	<u>£ (6,958)</u>

#### (b) Factors affecting tax charge for year

The tax assessed for the year is lower than the standard rate of corporation tax for small companies in the UK 10% (2001 : 20%). The difference is explained below:

		2001
	£	£
(Loss) on ordinary activities before tax	<u>£ (1,278)</u>	<u>(43,072)</u>
Profit on ordinary activities multiplied by standard rate of corporation tax for small companies in the UK of 10% (2001 : 20%)	(128)	(8,614)
Effects of:		
Depreciation in excess of capital allowances	1,331	3,089
Losses carried forward	-	5,525
Utilisation of losses brought forward	(720)	-
	<u>£ 483</u>	<u>£ -</u>

# IAN S FERGUSON AND SONS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED 31 MARCH 2002

### 6 DIVIDENDS

	£	2001 £
Dividends paid £Nil per share (2001 : £Nil)	-	-
Dividends waived of £Nil (2001 : £Nil)	-	-
	<u>          </u>	<u>          </u>

### 7 TANGIBLE FIXED ASSETS

	Freehold property £	Motor vehicles £	Tractors and combines £	Farm equipment £	Total £
<b>Cost</b>					
At 1 April 2001	347,728	26,249	209,497	73,088	656,562
Additions	8,396	-	-	8,100	16,496
Disposals	-	(2,800)	-	-	(2,800)
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
At 31 March 2002	356,124	23,449	209,497	81,188	670,258
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Depreciation</b>					
At 1 April 2001	10,710	26,246	164,254	59,917	261,127
Charge for the year	2,310	-	18,049	3,392	23,751
On disposals	-	(2,799)	-	-	(2,799)
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
At 31 March 2002	13,020	23,447	182,303	63,309	282,079
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Net book values</b>					
At 31 March 2002	<u>£ 343,104</u>	<u>£ 2</u>	<u>£ 27,194</u>	<u>£ 17,879</u>	<u>£ 388,179</u>
At 31 March 2001	<u>£ 337,018</u>	<u>£ 3</u>	<u>£ 45,243</u>	<u>£ 13,171</u>	<u>£ 395,435</u>

### 8 DEBTORS

	£	2001 £
Trade debtors	13,296	33,249
Other debtors	3,581	625
Prepayments	4,180	3,768
	<u>£ 21,057</u>	<u>£ 37,642</u>

IAN S FERGUSON AND SONS LIMITED

NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED 31 MARCH 2002

9 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

		2001
	£	£
Trade creditors	7,287	8,345
Other taxes and social security costs	477	3,157
Other creditors	845	38,723
Accruals and deferred income	3,560	3,615
Directors' current accounts	199,116	173,187
Bank loan - AMC Limited (secured)	5,830	4,400
Corporation tax	483	-
	<u>£ 217,598</u>	<u>£ 231,427</u>

10 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

		2001
Bank loan - AMC Limited (secured)	<u>£ 37,574</u>	<u>£ 44,717</u>

		2001
	£	£
Debt due after more than one year :		
- Repayable in one to two years	5,830	4,400
- Repayable in two to five years	17,490	17,600
- Repayable after five years	14,254	22,717
	<u>£ 37,574</u>	<u>£ 44,717</u>

**Repayable after five years:**

£14,254 (2001 : £22,717) is repayable by 3 instalments (2001 : 7). Interest falls due on the balance outstanding at quarterly intervals at 8.27%.

# IAN S FERGUSON AND SONS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED 31 MARCH 2002

### 11 DEFERRED TAXATION

	Provision
	2001
Capital allowances in advance of depreciation	£ -
	£ 1,017

The movement in deferred taxation during the year was :

	£
At 1 April 2001	1,017
Movement for the year	(1,017)
At 31 March 2002	£ -

No provision has been made for a deferred tax asset arising due to tax losses being carried forward as future recovery is uncertain.

### 12 CALLED UP SHARE CAPITAL

	2001
Authorised :	
5,000 ordinary shares of £1 each	£ 5,000
Allotted, called up and fully paid :	
1,935 ordinary shares of £1 each	£ 1,935

### 13 RECONCILIATION OF MOVEMENTS ON SHAREHOLDERS' FUNDS

	£	2001 £
(Loss) for the financial year after taxation	(744)	(36,114)
Opening shareholders' funds at 1 April 2001	283,651	319,765
Closing shareholders' funds at 31 March 2002	£ 282,907	£ 283,651

# IAN S FERGUSON AND SONS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED 31 MARCH 2002

### 14 COMMITMENTS

#### Capital commitments

At 31 March 2002 capital expenditure of £Nil (2001 : £Nil) was contracted for but not provided for in the financial statements.

#### Pension commitments

At 31 March 2002 the company had annual commitments of £2,400 (2001 : £ Nil).

#### Lease commitments

At 31 March 2002 the company had annual commitments relating to leases in respect of land and buildings expiring after five years of £26,400 (2001 : £26,400).

### 15 TRANSACTIONS WITH DIRECTORS

The directors, by virtue of their shareholdings, are interested in rental arrangements with I S Ferguson and Sons Limited, under which the company pays rents as follows :

		2001
	£	£
I S Ferguson	-	9,048
G G Ferguson	8,676	8,676
J A Ferguson	8,676	8,676
	<u>£ 17,352</u>	<u>£ 26,400</u>

As at 31 March 2002 the balances on the directors' current accounts shown under creditors in note 9 were as follows :

		2001
	£	£
I S Ferguson	82,458	67,063
Mrs I M Ferguson	9,448	9,448
G G Ferguson	62,990	57,911
J A Ferguson	44,220	38,765
	<u>£ 199,116</u>	<u>£ 173,187</u>

### 16 RELATED PARTIES

No member or director has ultimate control of the company.