

**RIDGEWOOD FARM LIMITED**

**ANNUAL REPORT**

**YEAR ENDED 31 AUGUST 1995**



**PANNELL KERR FORSTER**  
Chartered Accountants

# **RIDGEWOOD FARM LIMITED**

## **COMPANY INFORMATION**

<b>Directors</b>	Mrs B W Brook F Brook
<b>Secretary</b>	S G Brook
<b>Company Number</b>	1743884
<b>Auditors</b>	Pannell Kerr Forster Chartered Accountants Address

# RIDGEWOOD FARM LIMITED

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**RIDGEWOOD FARM LIMITED**  
**DIRECTORS' REPORT**  
**FOR THE YEAR ENDED 31 AUGUST 1995**

The directors submit their report and the financial statements for the year ended 31 August 1995.

**Principal activity**

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

**Directors**

The directors at 31 August 1995 were as follows:

Mrs B W Brook  
F Brook

The directors interests in the shares of the parent company are given in the accounts of that company.

**Auditors**

The auditors, Pannell Kerr Forster, will be proposed for reappointment in accordance with section 385 of the Companies Act 1985.

**Small company exemptions**

Advantage has been taken in the preparation of this report of the exemptions applicable to small companies conferred by Part II of Schedule 8 to the Companies Act 1985.

By order of the board



**S G Brook**  
Secretary

**RIDGEWOOD FARM LIMITED**  
**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**AUDITORS' REPORT TO THE SHAREHOLDERS OF  
RIDGEWOOD FARM LIMITED**

We have audited the financial statements on pages 4 to 9 which have been prepared under the accounting policies set out on page 6.

**Respective responsibilities of directors and auditors**

As described on page 2 the company's directors are responsible for the preparation of the financial statements. It is our responsibility to form an independent opinion, based on our audit, on the financial statements and to report our opinion to you.

**Basis of opinion**

We conducted our audit in accordance with Auditing Standards. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

**Opinion**

In our opinion the financial statements give a true and fair view of the state of affairs of the company as at 31 August 1995 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.



**PANNELL KERR FORSTER**  
Chartered Accountants  
Registered Auditors

Derby  
28 March 1996

**RIDGEWOOD FARM LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 31 AUGUST 1995**

	Notes	1995 £	1994 £
<b>TURNOVER</b>	<b>2</b>	<b>56,314</b>	<b>15,965</b>
Cost of sales		(51,444)	(19,751)
<b>GROSS PROFIT/(LOSS)</b>		<b>4,870</b>	<b>(3,786)</b>
Administrative expenses		(30,428)	(36,598)
Other operating income		58,162	9,214
<b>OPERATING PROFIT/(LOSS)</b>	<b>3</b>	<b>32,604</b>	<b>(31,170)</b>
Interest payable and similar items		(1,586)	(3,562)
<b>PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		<b>31,018</b>	<b>(34,732)</b>
<b>TAXATION</b>		<b>17,978</b>	<b>-</b>
<b>PROFIT/(LOSS) FOR THE FINANCIAL YEAR</b>		<b>48,996</b>	<b>(34,732)</b>

All amounts relate to continuing operations.

There were no recognised gains or losses for the year other than those included in the profit and loss account.

**RIDGEWOOD FARM LIMITED**  
**BALANCE SHEET**  
**AS AT 31 AUGUST 1995**

	Notes	1995 £	1994 £
<b>FIXED ASSETS</b>			
Tangible	4	338,582	308,233
<b>CURRENT ASSETS</b>			
Stocks		19,810	56,157
Debtors	5	91,978	68,038
		<hr/> 111,788	<hr/> 124,195
<b>CREDITORS: amounts falling due within one year</b>	6	(659,431)	(680,779)
<b>NET CURRENT LIABILITIES</b>		<hr/> (547,643)	<hr/> (556,584)
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<hr/> (209,061)	<hr/> (248,351)
<b>CREDITORS: amounts falling due after more than one year</b>		(8,938)	(13,968)
<b>PROVISIONS FOR LIABILITIES AND CHARGES</b>		-	(4,676)
<b>NET LIABILITIES</b>		<hr/> (217,999) <hr/>	<hr/> (266,995) <hr/>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	7	100,000	100,000
Profit and loss account	8	(317,999)	(366,995)
<b>SHAREHOLDERS' FUNDS</b>	9	<hr/> (217,999) <hr/>	<hr/> (266,995) <hr/>

Advantage has been taken in the preparation of the financial statements of the exemptions conferred by Part I of Schedule 8 to the Companies Act 1985 on the grounds that the company is entitled to the exemptions mentioned in section 246 of the Act as a small company.

The financial statements were approved by the board on 28 MARCH 1996

Signed on behalf of the board of directors

  
Mrs B W Brook Director

**RIDGEWOOD FARM LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 AUGUST 1995**

**1 ACCOUNTING POLICIES**

**(a) Basis of preparation of financial statements**

The financial statements have been prepared under the historical cost convention. The balance sheet shows that liabilities exceed assets by £217,999 including a liability to group undertakings of £648,750. The parent company, Honormead Limited, has confirmed that it will maintain its financial support for the foreseeable future to enable the company to continue normal trading operations. The financial statements are therefore drawn up on a going concern basis.

**(b) Turnover**

Turnover comprises the invoiced value of goods and services supplied by the company, net of value added tax and trade discounts.

**(c) Tangible fixed assets and depreciation**

Tangible fixed assets, except for property costs, are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on a reducing balance basis at the following rates:

Plant and equipment	20 %
Motor vehicles	25 %

Property costs are not depreciated as in the opinion of the directors the farm buildings are maintained to a high standard such that residual values will not fall below original cost.

**(d) Stocks**

Stocks are stated at the lower of cost and net realisable value.

**(e) Deferred taxation**

Provision is made for deferred tax using the liability method to the extent that it is probable that a liability will crystallise.

**2 TURNOVER**

All turnover arose within the United Kingdom.

**3 OPERATING PROFIT**

The operating profit is stated after charging:

	1995	1994
	£	£
Depreciation of tangible fixed assets:		
- owned by the company	12,889	12,550
Audit fees	500	1,000
	<u>13,389</u>	<u>13,550</u>

No director received any emoluments (1994 - £NIL).

**4 TANGIBLE FIXED ASSETS**

**RIDGEWOOD FARM LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 AUGUST 1995**

	Property costs £	Plant and machinery £	Motor vehicles £	Total £
<b>Cost</b>				
At 1 September 1994	254,710	132,319	20,050	407,079
Additions	31,747	-	13,865	45,612
Disposals	-	-	(12,300)	(12,300)
At 31 August 1995	286,457	132,319	21,615	440,391
<b>Depreciation</b>				
At 1 September 1994	-	87,765	11,081	98,846
Charge for year	-	8,911	3,978	12,889
On disposals	-	-	(9,926)	(9,926)
At 31 August 1995	-	96,676	5,133	101,809
<b>Net book amount</b>				
At 31 August 1995	286,457	35,643	16,482	338,582
At 31 August 1994	254,710	44,554	8,969	308,233

**5 DEBTORS**

	1995 £	1994 £
Trade debtors	10,810	420
Amounts due from group undertakings	63,999	66,051
Other debtors	17,169	1,567
	91,978	68,038

**RIDGEWOOD FARM LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 AUGUST 1995**

**6 CREDITORS:**

**Amounts falling due within one year**

	1995	1994
	£	£
Bank loans and overdrafts	8,137	19,480
Trade creditors	1,327	2,156
Amounts owed to group undertakings	648,750	655,019
Net obligations under finance lease and hire purchase contracts	-	1,985
Other creditors	1,217	2,139
	<u>659,431</u>	<u>680,779</u>

The bank facilities are secured over the properties of the company. A composite accounting agreement exists between this and other group companies giving the bank certain rights of set off between companies. The bank overdraft is also secured by an unlimited guarantee between group companies and by specific charges over group assets including certain assets held by the company.

Finance lease and hire purchase creditors are secured on the assets concerned.

**7 SHARE CAPITAL**

	Authorised	Allotted, called up and fully paid	
	£	No.	£
At 1 September 1994 and 31 August 1995			
Ordinary shares of £1 each	100,000	100,000	100,000
	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>

**8 RESERVES**

<b>Profit and loss account</b>	<b>£</b>
At 1 September 1994	(366,995)
Profit/(loss) for the year	48,996
At 31 August 1995	<u>(317,999)</u>

**9 SHAREHOLDERS' FUNDS**

	1995	1994
	£	£
Shareholders' funds at 1 September 1994	(266,995)	(232,263)
Profit/(loss) for the year	48,996	(34,732)
Shareholders' funds at 31 August 1995	<u>(217,999)</u>	<u>(266,995)</u>

**RIDGEWOOD FARM LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 AUGUST 1995**

**10 PARENT COMPANY**

The parent undertaking of the largest and smallest groups for which consolidated accounts are prepared is Honormead Limited, incorporated in Great Britain and registered in England & Wales. Consolidated accounts are available from Companies House, Cardiff, CF4 3UZ.

In the opinion of the directors this is the company's ultimate parent company.