

1859632 (England)  
3187/S50

STRATFORD-UPON-AVON BUTTERFLY FARM LIMITED

Directors' Report and Financial Statements

for the year ended 31 August 1996

# ACCOUNTS FOR REGISTRAR





STRATFORD-UPON-AVON BUTTERFLY FARM LIMITED

Company Information

Directors	C.P. Farrell J.A. Farrell
Secretary	Mrs. S. Smith
Company Number	1859632 (England)
Registered Office	18 Queen Anne Street London W1M 0HB
Accountants	Cavendish & Co Chartered Certified Accountants Reporting Accountants 18 Queen Anne Street London W1M 0HB
Business Address	Butterfly House Tramway Walk, Swans Nest Lane Stratford-Upon-Avon Warwickshire CV37 7LS
Bankers	Bank of Scotland plc West End Office 14/16 Cockspur Street London SW1Y 5BL



STRATFORD-UPON-AVON BUTTERFLY FARM LIMITED

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STRATFORD-UPON-AVON BUTTERFLY FARM LIMITED

Directors' Report for the year ended 31 August 1996

The directors present their report and the financial statements for the year ended 31 August 1996.

**Principal Activities and Review of the Business**

The principal activity of the company in the year under review were the display, breeding and exhibition of live butterflies.

The directors consider the results achieved and the state of the company's affairs at the year end to be satisfactory.

**Results and Dividends**

The results for the year are set out on page 3.

The directors do not recommend payment of a dividend.

**Directors and their Interests**

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

	Class of share	Number of shares	
		1996	1995
C.P. Farrell	Ordinary shares	80,000	100,000
J.A. Farrell	Ordinary shares	40,000	50,000

This report was approved by the Board on 11-12-96

Mrs. S. Smith  
Secretary





STRATFORD-UPON-AVON BUTTERFLY FARM LIMITED

Accountants' Report to the shareholders on the  
unaudited accounts of Stratford-Upon-Avon Butterfly Farm Limited

We report on the accounts for the year ended 31 August 1996 set out on pages 3 to 8.

**Respective responsibilities of directors and reporting accountants**

As described on page 4 the company's directors are responsible for the preparation of the accounts, and they consider that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

**Basis of opinion**

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the accounts with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

**Opinion**

In our opinion:

- (a) the accounts are in agreement with the accounting records kept by the company under section 221 of the Companies Act 1985;
- (b) having regard only to, and on the basis of, the information contained in those accounting records:
  - (i) the accounts have been drawn up in a manner consistent with the accounting requirements specified in section 249C(6) of the Act; and
  - (ii) the company satisfied the conditions for exemption from an audit of the accounts for the year specified in section 249A(4) of the Act and did not, at any time within that year, fall within any of the categories of companies not entitled to the exemption specified in section 249B(1).



Cavendish & Co  
Chartered Certified Accountants  
Reporting Accountants  
18 Queen Anne Street  
London W1M 0HB

Date : 12-12-96  
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STRATFORD-UPON-AVON BUTTERFLY FARM LIMITED

Profit and Loss Account  
for the year ended 31 August 1996

	Notes	1996 £	1995 £
Turnover	2	326,933	276,512
Cost of sales		(76,253)	(61,208)
Gross profit		250,680	215,304
Other operating costs		(79,495)	(83,896)
Administrative expenses		(128,861)	(126,170)
Operating profit	3	42,324	5,238
Other interest receivable and similar income	4	26	-
Interest payable and similar charges	5	(1,122)	(2,673)
Profit on ordinary activities before taxation		41,228	2,565
Tax on profit on ordinary activities	6	(7)	-
Retained profit for the year	12	£ 41,221	£ 2,565

There are no recognised gains and losses other than those passing through the profit and loss account.



STRATFORD-UPON-AVON BUTTERFLY FARM LIMITED

Balance Sheet  
as at 31 August 1996

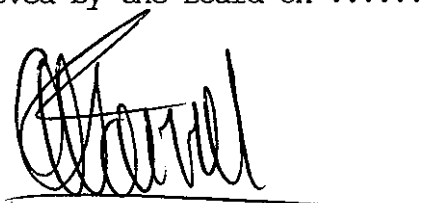
	Notes	1996 £	1995 £
<b>Fixed Assets</b>			
Tangible assets	7	33,743	5,335
<b>Current Assets</b>			
Stocks	8	49,796	32,988
Debtors	9	2,112	2,654
Cash at bank and in hand		36,112	10,146
		<u>88,020</u>	<u>45,788</u>
<b>Creditors: amounts falling due within one year</b>	10	<u>(58,852)</u>	<u>(29,433)</u>
<b>Net Current Assets</b>		<u>29,168</u>	<u>16,355</u>
<b>Total Assets Less Current Liabilities</b>		<u>£ 62,911</u>	<u>£ 21,690</u>
<b>Capital and Reserves</b>			
Called up share capital	11	225,000	225,000
Profit and loss account	12	(162,089)	(203,310)
<b>Shareholders' Funds (equity interests)</b>	13	<u>£ 62,911</u>	<u>£ 21,690</u>

In preparing these financial statements:

- The directors are of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(2) of the Companies Act 1985;
- No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- The directors acknowledge their responsibilities for:
  - ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
  - 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 this Act relating to accounts, so far as applicable to the company.

The financial statements were approved by the Board on 11.12.96

C.P. Farrell  
Director





**STRATFORD-UPON-AVON BUTTERFLY FARM LIMITED**

**Notes to the Financial Statements  
for the year ended 31 August 1996**

**1. Accounting Policies**

**1.1 Accounting convention**

The financial statements are prepared under the historical cost convention and include the results of the company's operations as indicated in the directors' report, all of which are continuing.

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

**1.2 Turnover**

Turnover represents entrance fees income and net invoiced sales of goods excluding value added tax.

**1.3 Tangible fixed assets and depreciation**

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Plant and machinery	-	20 %	on cost
Fixtures, fittings and equipment	-	20 %	on cost
Greenhouse	-	10 %	on cost

No depreciation is provided in respect of library books.

**1.4 Stock**

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

**2. Turnover**

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the United Kingdom.

**3. Operating Profit**

Operating profit is stated after charging:

Depreciation of tangible assets

1996	1995
£	£
2,084	16,064
<u>2,084</u>	<u>16,064</u>



STRATFORD-UPON-AVON BUTTERFLY FARM LIMITED

Notes to the Financial Statements  
for the year ended 31 August 1996

4.	Other Interest Receivable and Similar Income	1996 £	1995 £			
	Other interest received	<u>26</u>	<u>-</u>			
5.	Interest Payable	1996 £	1995 £			
	On bank loans and overdrafts	<u>1,122</u>	<u>2,673</u>			
		£ <u>1,122</u>	£ <u>2,673</u>			
6.	Taxation	1996 £	1995 £			
	U.K. Current year taxation					
	U.K. Corporation tax at 25% (1995 - 25%)	<u>7</u>	<u>-</u>			
7.	Tangible Assets					
		Library books	Plant and machinery	Fixtures, fittings & equipment	Greenhouse	Total
		£	£	£	£	£
	Cost					
	At 1 September 1995	-	28,010	77,183	143,238	248,431
	Additions	<u>28,752</u>	<u>-</u>	<u>1,740</u>	<u>-</u>	<u>30,492</u>
	At 31 August 1996	<u>28,752</u>	<u>28,010</u>	<u>78,923</u>	<u>143,238</u>	<u>278,923</u>
	Depreciation					
	At 1 September 1995	-	28,009	71,850	143,237	243,096
	Charge for year	<u>-</u>	<u>-</u>	<u>2,084</u>	<u>-</u>	<u>2,084</u>
	At 31 August 1996	<u>-</u>	<u>28,009</u>	<u>73,934</u>	<u>143,237</u>	<u>245,180</u>
	Net book values					
	At 31 August 1996	£ <u>28,752</u>	£ <u>1</u>	£ <u>4,989</u>	£ <u>1</u>	£ <u>33,743</u>
	At 31 August 1995	£ <u>-</u>	£ <u>1</u>	£ <u>5,333</u>	£ <u>1</u>	£ <u>5,335</u>



STRATFORD-UPON-AVON BUTTERFLY FARM LIMITED

Notes to the Financial Statements  
for the year ended 31 August 1996

8.	Stocks	1996 £	1995 £
	Finished goods and goods for resale	<u>49,796</u>	<u>32,988</u>
9.	Debtors	1996 £	1995 £
	Other debtors	7	-
	Prepayments and accrued income	<u>2,105</u>	<u>2,654</u>
		<u>£ 2,112</u>	<u>£ 2,654</u>
10.	Creditors: amounts falling due within one year	1996 £	1995 £
	Corporation tax	7	-
	Other taxes and social security costs	15,188	14,849
	Other creditors	28,752	-
	Accruals and deferred income	<u>14,905</u>	<u>14,584</u>
		<u>£ 58,852</u>	<u>£ 29,433</u>
11.	Share Capital	1996 £	1995 £
	Authorised		
	225,000 Ordinary shares of £1 each	<u>225,000</u>	<u>225,000</u>
	Allotted, called up and fully paid		
	225,000 Ordinary shares of £1 each	<u>225,000</u>	<u>225,000</u>

The company has granted a debenture in favour of its bankers which has a legal charge on the fixed assets and is supported by the guarantees of the directors.



STRATFORD-UPON-AVON BUTTERFLY FARM LIMITED

Notes to the Financial Statements  
for the year ended 31 August 1996

12. Profit And Loss Account	1996 £	1995 £
Accumulated losses at 1 September 1995	(203,310)	(205,875)
Retained profit for the year	41,221	2,565
	<u>          </u>	<u>          </u>
Accumulated losses at 31 August 1996	<u>£(162,089)</u>	<u>£(203,310)</u>

13. Reconciliation of Movements in Shareholders' Funds	1996 £	1995 £
Profit for the financial year	41,221	2,565
Opening shareholders' funds	21,690	19,125
	<u>          </u>	<u>          </u>
Closing shareholders' funds	<u>£ 62,911</u>	<u>£ 21,690</u>

14. Employees

Number of employees

The average monthly number of employees (including directors) during the year was:

	1996 Number	1995 Number
Administration	10	10
	<u>          </u>	<u>          </u>

Employment costs

	£	£
Wages and salaries	79,867	70,373
Social security costs	6,404	5,601
	<u>          </u>	<u>          </u>
	<u>£ 86,271</u>	<u>£ 75,974</u>