Registered no. 2403785

Glympton Farms Limited

Abbreviated accounts
for the year ended 31 March 2007

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for the year ended 31 March 2007

Nexia Smith & Williamson

Independent auditors' report to Glympton Farms Limited under Section 247B of the Companies Act 1985

We have examined the abbreviated accounts which comprise the Balance Sheet and the related notes 1 to 5, together with the full statutory accounts of the company for the year ended 31 March 2007 prepared under section 226 of the Companies Act 1985

This report is made solely to the company, in accordance with section 247B of the Companies Act 1985 Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditors' report and for no other purpose To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company, for our work, for this report, or for the opinions formed

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985 It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with those provisions and to report our opinion to you

Basis of audit opinion

We conducted our work in accordance with Bulletin 2006/3 "The special auditor's report on abbreviated accounts in the United Kingdom" issued by the Auditing Practices Board In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the accounts, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the full statutory accounts

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts have been properly prepared in accordance with those provisions

Nexia Smith & Williamson

Nexia Smith & Williamson

Chartered Accountants
Registered Auditors

Old Library Chambers
21 Chipper Lane
Salisbury
SP1 1BG

27th July 2007

Abbreviated balance sheet as at 31 March 2007

	Note		2007 £		2006 £
Fixed assets					
Tangible assets	2		**410,488**		409,412
Current assets					
Stock		**343,015**		303,250	
Debtors		**159,952**		215,433	
Cash at bank and in hand		**1,013,131**		956,675	
			1,516,098		1,475,358
Creditors – Amounts falling due within one year			**(144,960)**		(100,955)
Net current assets			**1,371,138**		1,374,403
Total assets less current liabilities			**1,781,626**		1,783,815
Creditors – Amounts falling due after more than one year	3		**-**		(14,586)
Net assets			**1,781,626**		1,769,229
Capital and reserves					
Called-up share capital	4	**10,028,499**		10,028,499	
Profit and loss account		**(8,246,873)**		(8,259,270)	
Equity shareholders' funds			**1,781,626**		1,769,229

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

The financial statements were approved by the board of directors on 25th July 2007 and were signed on its behalf by

M.R. Cooper

M. R. Cooper

Director

Notes to the abbreviated accounts for the year ended 31 March 2007

1 Principal accounting policies

Basis of accounting

These financial statements are prepared under the historical cost convention, the accounting policies set out below and in accordance with applicable accounting standards The financial statements have been prepared on the going concern basis

Cashflow statement

The company has adopted the provisions of FRS1 (revised 1996), Cash Flow Statements, and has taken advantage of the exemption for small-sized companies therein Accordingly, a cashflow statement has not been included in these financial statements

Revenue recognition

Turnover, which excludes value added tax, represents the invoiced value of goods supplied relating to the year, together with receipts due under the Single Payment Scheme

Single Payment Scheme

Prior to the introduction of the Single Payment Scheme, arable subsidies were recognised on an accruals basis in the harvest year to which they related to the extent that the harvested crops had been sold and agri-monetary compensation was recognised when it could be quantified with certainty Following the introduction of the Scheme, the Single Payment is recognised on a calendar year basis, provided that the basis period ends prior to the year end

Tangible fixed assets

The cost of tangible fixed assets is their purchase cost, together with any incidental costs of acquisition

Depreciation is calculated so as to write off the cost of tangible fixed assets, less their estimated residual values, on a straight line basis over the expected useful economic lives of the assets concerned The estimated useful economic lives used for this purpose are

Tenant's improvements	2 – 10 years
Plant and machinery	6 – 20 years
Motor vehicles	9 years
Fixtures and fittings	3 years

Finance leases and hire purchase

Where fixed assets are financed by leasing and hire purchase agreements which transfer to the company substantially all the benefits and risks of ownership, the assets are treated as if they had been purchased outright The assets are included in tangible fixed assets and the capital element of the leasing commitments is shown as obligations under finance leases or hire purchase The lease rentals are treated as consisting of capital and interest elements The capital element is applied to reduce the outstanding obligations and the interest element is charged against profit on a straight line basis

Assets held under finance leases are depreciated over the shorter of the lease terms or hire purchase agreement and the useful lives of equivalent owned assets Assets held under hire purchase agreements are depreciated over their estimated economic lives

Operating leases

The operating lease rentals are charged to operating profit as incurred over their estimated useful economic lives

Stocks

Stocks, which are valued by professional agricultural valuers, are stated at the lower of cost and net realisable value and in accordance with BEN 19

The cost of crops in store and home produced livestock is determined by the cost of production The cost of purchased livestock, fertilisers, sprays, seeds, feed, fuel and oil and stores is based on purchase price Cultivations are calculated by reference to Central Association of Agricultural Valuers statistics

Net realisable value is the price at which the stocks can be sold in normal course of business after allowing for the costs of realisation

Deferred taxation

Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes Any deferred tax asset is recognised to the extent that the asset is recoverable Any recognised asset or liability has not been discounted

Pension scheme

Contributions to pension schemes in respect of current and past services are charged to the profit and loss account on a basis that spreads the expected cost of providing pensions over the employees' working lives with the company

Government Grants

Grants towards capital expenditure are released to the profit and loss account over the expected useful life of the assets Grants towards revenue expenditure are released to the profit and loss account as the related expenditure is incurred

2 Fixed assets

	Tangible assets £	Total £
Cost		
At 1 April 2006	1,040,403	1,040,403
Additions	92,193	92,193
Disposals	(121,348)	(121,348)
At 31 March 2007	**1,011,248**	**1,011,248**
Depreciation		
At 1 April 2006	630,991	630,991
Charge for the year	70,147	70,147
Disposals	(100,378)	(100,378)
At 31 March 2007	**600,760**	**600,760**
Net book value		
At 31 March 2007	**410,488**	**410,488**
At 31 March 2006	409,412	409,412

3 Creditors – Amounts falling due after more than one year

The aggregate amount of secured creditors is £nil (2006 £14,586)

4 Called-up share capital

	2007 £	2006 £
Authorised		
20,000,000 ordinary shares of £1 each	**20,000,000**	20,000,000
Allotted, called-up and fully paid		
10,028,499 ordinary shares of £1 each	**10,028,499**	10,028,499

5 Ultimate parent company and controlling party

The directors regard Glympton Park Holdings Limited, a company registered in Jersey, as the ultimate parent company The trustees of Glympton Park Trust are considered the controlling party by virtue of the Trust's controlling interest in Glympton Park Holdings Limited