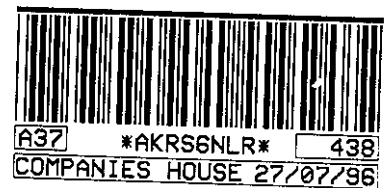


BELGRAVE FARM LIMITED

Registered No: 2750987

**REPORT &
FINANCIAL STATEMENTS**

31ST DECEMBER 1995



BELGRAVE FARM LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 1995

CONTENTS

	<u>Page No</u>
Directors' Report	1 and 2
Auditors' Report	3
Profit and Loss Account	4
Balance Sheet	5
Notes to the Financial Statements	6 - 8

BELGRAVE FARM LIMITED

DIRECTORS' REPORT

The directors submit their report together with the financial statements for the year ended 31st December 1995.

1. **PRINCIPAL ACTIVITIES AND BUSINESS REVIEW**

The Company has not traded during the year.

2. **DIRECTORS**

The directors of the Company during the year were:

T J Heywood
J O Hagger

3. **RESULTS AND DIVIDENDS**

The profit for the year after tax amounted to £1,000 (1994 - £7,000) and the directors propose that this be transferred to reserves.

The directors do not propose the payment of a dividend.

4. **DIRECTORS' INTERESTS IN SHARE CAPITAL**

None of the directors held an interest in the share or loan capital of the Company.

5. **AUDITORS**

Messrs Allwood Baird Hack have expressed their willingness to continue in office as auditors of the Company and a resolution proposing their re-appointment will be placed before the Annual General Meeting.

BELGRAVE FARM LIMITED**DIRECTORS' REPORT****6. 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;
- state whether applicable accounting standards have been followed, subject to any material departure disclosed and explained in the financial statements;
- 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 to 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.

By Order of the Board



Mrs S M Lord
Secretary

23 February 1996

REPORT OF THE AUDITORS TO THE MEMBERS OF
BELGRAVE FARM LIMITED

We have audited the financial statements on pages 4 to 8 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

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

BASIS OF OPINION

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. 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 December 1995 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Allwood Baird Hack

ALLWOOD BAIRD HACK
Chartered Accountants
Registered Auditors

37-43 White Friars
Chester
CH1 1QD

23 February 1996

BELGRAVE FARM LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST DECEMBER 1995

<u>Results of continuing operations:</u>	<u>Note</u>	<u>1995</u> <u>£000</u>	<u>1994</u> <u>£000</u>
<u>Operating profit</u>		-	-
Interest receivable	2	<u>1</u>	<u>7</u>
<u>Profit on ordinary activities before taxation</u>		1	7
Taxation	4	<u>-</u>	<u>-</u>
<u>Profit for the year transferred to reserves</u>	8	<u>1</u>	<u>7</u>

Total recognised gains and losses

There are no recognised gains or losses other than the profit for the year.

BELGRAVE FARM LIMITED**BALANCE SHEET****31ST DECEMBER 1995**

	<u>Notes</u>	<u>1995</u> £000	<u>1994</u> £000
<u>Current Assets</u>			
Stocks		111	84
Debtors	5	114	23
		<u>225</u>	<u>107</u>
Creditors: Amounts falling due within one year	6	(122)	(5)
		<u>103</u>	<u>102</u>
<u>Net Current Assets</u>		<u><u> </u></u>	<u><u> </u></u>
 <u>Capital and Reserves</u>			
Called up share capital	7	1	1
Profit and loss account	8	102	101
		<u>103</u>	<u>102</u>
<u>Shareholders' Funds</u>	9	<u><u> </u></u>	<u><u> </u></u>

Approved by the Board on 23 February 1996

.....
T J Heywood

Directors

.....
J O Hagger

BELGRAVE FARM LIMITED
NOTES TO THE FINANCIAL STATEMENTS
31ST DECEMBER 1995

1. **ACCOUNTING POLICIES**

(a) **Basis of Accounting**

The financial statements have been prepared under the historical cost convention and in accordance with the provisions of the Companies Act 1985 and applicable accounting standards.

(b) **Stocks**

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

2. **INTEREST RECEIVABLE**

	<u>1995</u> <u>£000</u>	<u>1994</u> <u>£000</u>
Bank interest	-	1
On loan to ultimate parent company	1	6
	<u>1</u>	<u>7</u>
	<u><u>1</u></u>	<u><u>7</u></u>

3. **AVERAGE NUMBER OF EMPLOYEES**

	<u>1995</u>	<u>1994</u>
The average number of part-time persons employed by the Company was	3	3
	<u>3</u>	<u>3</u>

None of the employees received any remuneration during the period from this company.

4. **TAXATION**

	<u>1995</u> <u>£000</u>	<u>1994</u> <u>£000</u>
UK Corporation tax at 33% (1994:33%)	-	2
Prior year adjustment	-	(2)
	<u>-</u>	<u>-</u>
	<u><u>-</u></u>	<u><u>-</u></u>

BELGRAVE FARM LIMITED
NOTES TO THE FINANCIAL STATEMENTS
31ST DECEMBER 1995

5.	<u>DEBTORS</u>	<u>1995</u> <u>£000</u>	<u>1994</u> <u>£000</u>
	Amounts owed by group undertakings	-	23
	Prepayments	114	-
		<u>114</u>	<u>23</u>
		<u><u>114</u></u>	<u><u>23</u></u>
6.	<u>CREDITORS: Amounts falling due within one year</u>	<u>1995</u> <u>£000</u>	<u>1994</u> <u>£000</u>
	Bank overdraft	81	-
	Amounts due to group undertakings	41	3
	UK corporation tax on profits	-	2
		<u>122</u>	<u>5</u>
		<u><u>122</u></u>	<u><u>5</u></u>
<p>The amount due to group undertakings at 31st December 1995 comprises £41,183 owing to Grosvenor Estate Holdings. This loan is unsecured and repayable on demand.</p>			
7.	<u>SHARE CAPITAL</u>	<u>Authorised</u> <u>Issued and Fully Paid</u>	
	1,000 Ordinary shares of £1 each at 31st December 1994 and 1995	<u>£1,000</u>	
8.	<u>PROFIT AND LOSS ACCOUNT</u>	<u>1995</u> <u>£000</u>	<u>1994</u> <u>£000</u>
	Balance at 1st January 1995	101	94
	Profit for the period	<u>1</u>	<u>7</u>
		<u>102</u>	<u>101</u>
	Balance at 31st December 1995	<u><u>102</u></u>	<u><u>101</u></u>

BELGRAVE FARM LIMITED
NOTES TO THE FINANCIAL STATEMENTS
31ST DECEMBER 1995

9. **RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

	<u>1995</u> £000	<u>1994</u> £000
Profit for the period	1	7
Opening shareholders' funds	102	95
	<u> </u>	<u> </u>
Closing shareholders' funds	<u>103</u>	<u>102</u>

10. **PARENT COMPANY**

The parent company is Grosvenor Farms Limited, a company incorporated in England and Wales.

The ultimate parent company is Grosvenor Estate Holdings, a company incorporated in England and Wales.