

REGISTERED NUMBER: 3237079 (England and Wales)

ABBREVIATED ACCOUNTS  
FOR THE YEAR ENDED 30 SEPTEMBER 2003  
FOR  
MARCHAM FARMS LIMITED



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**For The Year Ended 30 September 2003**

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**COMPANY INFORMATION**  
**For The Year Ended 30 September 2003**

**DIRECTORS:** J L Duffield  
S I Selwood

**SECRETARY:** S I Selwood

**REGISTERED OFFICE:** Phoenix House  
Bartholomew Street  
Newbury  
BERKSHIRE  
RG14 5QA

**REGISTERED NUMBER:** 3237079 (England and Wales)

**AUDITORS:** James & Cowper  
Registered Auditor and  
Chartered Accountants  
Phoenix House  
Bartholomew Street  
Newbury  
Berkshire RG14 5QA

**REPORT OF THE INDEPENDENT AUDITORS TO  
MARCHAM FARMS LIMITED  
UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts on pages three to six, together with the full financial statements of the company for the year ended 30 September 2003 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 we have formed.

**Respective responsibilities of directors and auditors**

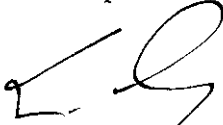
The directors are responsible for preparing the abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and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

**Basis of opinion**

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, 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 financial statements.

**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 on pages three to six are properly prepared in accordance with those provisions.



James & Cowper  
Registered Auditor and  
Chartered Accountants  
Phoenix House  
Bartholomew Street  
Newbury  
Berkshire RG14 5QA

Date: 29/9/04

**MARCHAM FARMS LIMITED**

**ABBREVIATED BALANCE SHEET**

30 September 2003

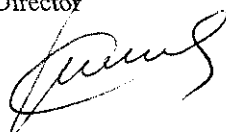
	Notes	2003 £	2002 £
<b>FIXED ASSETS</b>			
Intangible assets	2	5,454	5,454
Tangible assets	3	1,930,831	1,970,562
		<u>1,936,285</u>	<u>1,976,016</u>
<b>CURRENT ASSETS</b>			
Stocks		291,640	297,790
Debtors		19,293	20,871
Cash at bank		6,589	6,585
		<u>317,522</u>	<u>325,246</u>
<b>CREDITORS</b>			
Amounts falling due within one year	4	<u>1,018,573</u>	<u>938,019</u>
<b>NET CURRENT LIABILITIES</b>		<u>(701,051)</u>	<u>(612,773)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u><u>1,235,234</u></u>	<u><u>1,363,243</u></u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	5	2,500,000	2,500,000
Profit and loss account		(1,264,766)	(1,136,757)
<b>SHAREHOLDERS' FUNDS</b>		<u><u>1,235,234</u></u>	<u><u>1,363,243</u></u>

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

**ON BEHALF OF THE BOARD:**



J L Duffield - Director



S I Selwood - Director

Approved by the Board on .....

6.8.2004

The notes form part of these abbreviated accounts

**NOTES TO THE ABBREVIATED ACCOUNTS**

For The Year Ended 30 September 2003

**1. ACCOUNTING POLICIES**

**Accounting convention**

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

**Turnover**

Turnover represents net invoiced sales of goods, excluding value added tax.

**Intangible assets**

Bwe premium rights are capitalised at their purchase cost. Provision is made for any diminution in value.

**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% straight line
Improvements to property	- 2% straight line
Plant and machinery	- 20% on reducing balance
Tenant's improvement	- 2% straight line
Sheep flock	- Nil

**Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

The valuation has been prepared by professional valuers on a basis in accordance with normal farming practice and the Inland Revenue Business Economic Note 19.

**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

**Hire purchase and leasing commitments**

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

**Going concern**

The company is reliant on the continued support of J L Duffield (a director), the Trustees of the Peasmore Settlement and the Trustees of the Marcham Settlement, through their respective loan accounts. They have confirmed that they have no intention of withdrawing their loans in the foreseeable future.

**2. INTANGIBLE FIXED ASSETS**

	<b>Total £</b>
<b>COST</b>	
At 1 October 2002	
and 30 September 2003	<u>5,454</u>
<b>NET BOOK VALUE</b>	
At 30 September 2003	<u>5,454</u>
At 30 September 2002	<u>5,454</u>

**MARCHAM FARMS LIMITED**

**NOTES TO THE ABBREVIATED ACCOUNTS - continued**  
**For The Year Ended 30 September 2003**

**3. TANGIBLE FIXED ASSETS**

	Total £
<b>COST</b>	
At 1 October 2002	2,270,877
Additions	13,790
Disposals	(3,273)
	<hr/>
At 30 September 2003	2,281,394
<b>DEPRECIATION</b>	
At 1 October 2002	300,315
Charge for year	50,898
Eliminated on disposal	(650)
	<hr/>
At 30 September 2003	350,563
<b>NET BOOK VALUE</b>	
At 30 September 2003	<u>1,930,831</u>
At 30 September 2002	<u>1,970,562</u>

**4. CREDITORS**

The following secured debts are included within creditors:

	2003 £	2002 £
Bank overdrafts	<u>340,580</u>	<u>213,117</u>

**5. CALLED UP SHARE CAPITAL**

Authorised:			2003	2002
Number:	Class:	Nominal value:	£	£
2,500,000	A Ordinary	£1	2,500,000	2,500,000
2,500,000	B Ordinary	£1	2,500,000	2,500,000
			<hr/>	<hr/>
			5,000,000	5,000,000
			<hr/>	<hr/>
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	2003 £	2002 £
1,250,000	A Ordinary	£1	1,250,000	1,250,000
1,250,000	B Ordinary	£1	1,250,000	1,250,000
			<hr/>	<hr/>
			2,500,000	2,500,000
			<hr/>	<hr/>

**6. ULTIMATE CONTROLLING PARTIES**

The controlling parties are the Trustees of the Peasmore Settlement and the Trustees of the Marcham Settlement. J L Duffield, a director, is a Trustee of both of these Settlements.

**NOTES TO THE ABBREVIATED ACCOUNTS - continued**  
**For The Year Ended 30 September 2003**

**7. RELATED PARTY TRANSACTIONS**

During the period the company entered into the following related party transactions.

The company rents land from Mr J L Duffield a director of the company. In the period ended 30 September 2003 rent due for the year was £41,515 (2002 - £41,515). Mr J L Duffield waived the right to receipt of this rent. At the end of the period under review the company owed Mr J L Duffield £149,556 (2002- £149,556).

The company rents land from the Trustees of the Peasmore Settlement and the Trustees of the Marcham Settlement. Mr J L Duffield is a trustee of both these settlements. In the period ended 30 September 2003 rent due for the year was £76,000 and £52,000 respectively. The trustees waived the right to receipt of these rents. At the end of the period under review the company owed the Trustees of the Peasmore Settlement and the Trustees of the Marcham Settlement £304,000 (2002 - £304,000) and £208,000 (2002 - £208,000) respectively.