

Company Registration Number 3777924

Farm Communications Limited

Abbreviated Accounts

31 December 2005



FARM COMMUNICATIONS LIMITED

Independent Auditor's Report to Farm Communications Limited

UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 2 to 5, together with the financial statements of Farm Communications Limited for the year ended 31 December 2005 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 auditor's 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 audit work, for this report, or for the opinions we have formed.

Respective responsibilities of the directors and the auditor

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 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 financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

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.

CLB Coopers

CLB COOPERS
Chartered Accountants
& Registered Auditors

Century House
11 St Peters Square
Manchester
M2 3DN

15 June 2006

FARM COMMUNICATIONS LIMITED

Abbreviated Balance Sheet

31 December 2005

	Note	2005 £	2004 £
Fixed assets	2		
Tangible assets		74,864	94,270
Investments		<u>2</u>	<u>2</u>
		74,866	94,272
Current assets			
Debtors		737,622	732,110
Cash at bank and in hand		<u>46,145</u>	<u>5,686</u>
		783,767	737,796
Creditors: Amounts falling due within one year		<u>757,935</u>	<u>709,435</u>
Net current assets		<u>25,832</u>	<u>28,361</u>
Total assets less current liabilities		100,698	122,633
Creditors: Amounts falling due after more than one year		27,910	46,655
Provisions for liabilities and charges		<u>4,207</u>	<u>5,373</u>
		<u>68,581</u>	<u>70,605</u>
Capital and reserves			
Called-up equity share capital	4	875	897
Other reserves		22	-
Profit and loss account		<u>67,684</u>	<u>69,708</u>
Shareholders' funds		<u>68,581</u>	<u>70,605</u>

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

These abbreviated accounts were approved by the directors on 15 June 2006 and are signed on their behalf by:

M McLauchlan



FARM COMMUNICATIONS LIMITED

Notes to the Abbreviated Accounts

Year ended 31 December 2005

1. Accounting policies

Basis of Accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005).

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

In respect of long-term contracts and contracts for on-going services, turnover represents the value of work done in the year, including estimates of amounts not invoiced. Turnover in respect of long-term contracts and contracts for on-going services is recognised by reference to the stage of completion.

Fixed Assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Leasehold Improvements	- over the length of the lease
Fixtures & Fittings	- over 7 years
Equipment	- over 4 years

Operating Lease Agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Deferred Taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more, tax.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Foreign Currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

FARM COMMUNICATIONS LIMITED

Notes to the Abbreviated Accounts

Year ended 31 December 2005

1. Accounting policies *(continued)*

Financial Instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

2. Fixed assets

	Tangible Assets £	Investments £	Total £
Cost			
At 1 January 2005	185,784	4	185,788
Additions	25,078	—	25,078
Disposals	(650)	—	(650)
At 31 December 2005	210,212	4	210,216
Depreciation and amounts written off			
At 1 January 2005	91,514	2	91,516
Charge for year	44,010	—	44,010
On disposals	(176)	—	(176)
At 31 December 2005	135,348	2	135,350
Net book value			
At 31 December 2005	74,864	2	74,866
At 31 December 2004	94,270	2	94,272

The company owns 100% of the shares in Mightyblast Limited, a company incorporated in England, which cost £2. Mightyblast Limited made a profit for the year ended 31 December 2005 of £364 (2004 - £1,509), and its aggregate share capital and reserves at that date were £209 (2004 - £155).

The company owns 50% of the shares in Monkey Communications Limited, a company incorporated in England, which cost £2. Monkey Communications Limited made a profit for the year ended 31 December 2005 of £74,754 (2004 - £13,774), and its aggregate share capital and reserves at that date were £33,177 (2004 - £18,423).

3. Security

A Standard Mortgage Debenture incorporating a Fixed and Floating Charge is held by The Co-operative Bank over the assets of the company.

FARM COMMUNICATIONS LIMITED

Notes to the Abbreviated Accounts

Year ended 31 December 2005

4. Share capital

Authorised share capital:

	2005 £	2004 £
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

Allotted, called up and fully paid:

	2005 No	£	2004 No	£
Ordinary shares of £1 each	<u>875</u>	<u>875</u>	<u>897</u>	<u>897</u>