

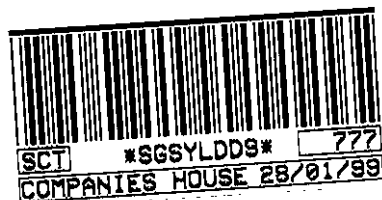
LAWHILL FARMING COMPANY LIMITED

Company No: SC163914

FINANCIAL STATEMENTS

- for the period ended -

31 MARCH 1998



MORRIS & YOUNG , CHARTERED ACCOUNTANTS  
6 Atholl Crescent ,  
PERTH., PH1 5JN.

Reference MG/900/PY

LAWHILL FARMING COMPANY LIMITED

**DIRECTORS**

James E.D.B. Roberts  
Lisa J. Roberts

**SECRETARY**

Lisa J. Roberts

**REGISTERED OFFICE**

6 Atholl Crescent  
PERTH  
PH1 5JN

**ACCOUNTANTS**

Morris & Young , Chartered Accountants  
6 Atholl Crescent ,  
PERTH.  
PH1 5JN.

**REGISTERED IN SCOTLAND**  
Company No. SC163914

LAWHILL FARMING COMPANY LIMITED

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LAWHILL FARMING COMPANY LIMITED

REPORT OF THE DIRECTORS

The directors present their report and the financial statements for the period to 31 March 1998

**PRINCIPAL ACTIVITY**

The principal activity of the Company is equipment hire. The directors are pleased with the result for this their first trading period but hope for an improvement in the present year.

**DIRECTORS AND THEIR INTERESTS**

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

	<u>Class of share</u>	<u>Number of shares</u>	
		1998	1997
James E.D.B. Roberts	Ordinary A shares	9,000	9,000
	Ordinary B shares	-	-
Lisa J. Roberts	Ordinary A shares	-	-
	Ordinary B shares	-	-

**SMALL COMPANY EXEMPTIONS**

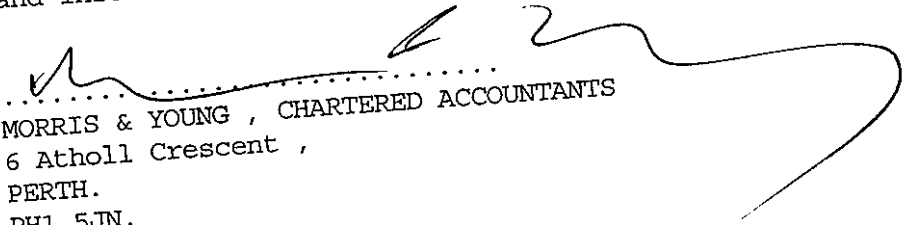
This report, which has been prepared in accordance with the special provisions of Part VII of Companies Act 1985 relating to small companies, was approved by the board on 12 August 1998.

By Order of the Board

Lisa J. Roberts  
Secretary

ACCOUNTANTS' REPORT TO THE DIRECTOR OF LAWHILL FARMING COMPANY LIMITED

As described on page 5 you are responsible for the preparation of the accounts for the period ended 31 March 1998 set out on pages 3 to 8 and you consider that the company is exempt from an audit and a report under section 249A(2) of the Companies Act 1985. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

  
.....  
MORRIS & YOUNG, CHARTERED ACCOUNTANTS  
6 Atholl Crescent,  
PERTH.  
PH1 5JN.

Date : 27 January 1999

LAWHILL FARMING COMPANY LIMITED

PROFIT AND LOSS ACCOUNT FOR THE PERIOD ENDED 31 MARCH 1998

	Notes	1998 £	1997 £
TURNOVER	2	42,700	20,000
Cost of sales		(35,517)	(56,252)
		<u>7,183</u>	<u>(36,252)</u>
GROSS PROFIT			(579)
Administrative expenses		(23,003)	
		<u>(15,820)</u>	<u>(36,831)</u>
OPERATING LOSS			(2,056)
Interest payable	3	(5,211)	
		<u>(21,031)</u>	<u>(38,887)</u>
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION			
Tax on loss on ordinary activities		-	-
		<u>£ (21,031)</u>	<u>£ (38,887)</u>
LOSS FOR THE FINANCIAL PERIOD	11		

The company has no recognised gains or losses other than the profit/(loss) for the period .

The company's turnover and expenses all relate to continuing operations.

The notes on pages 5 to 8 form part of these financial statements.

**LAWHILL FARMING COMPANY LIMITED**  
**BALANCE SHEET AT 31 MARCH 1998**

	Notes	1998 £	1997 £
<b>FIXED ASSETS</b>			
Tangible assets	6	46,485	15,935
<b>CURRENT ASSETS</b>			
Stocks	7	49,395	-
<b>CREDITORS: Amounts falling due within one year</b>	8	(101,643)	(20,908)
		(52,248)	(20,908)
<b>NET CURRENT LIABILITIES</b>			
		(5,763)	(4,973)
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			
<b>CREDITORS: Amounts falling due after more than one year</b>	9	(44,155)	(23,914)
		£ (49,918)	£ (28,887)
<b>SHAREHOLDERS' FUNDS</b>			
Called up share capital	10	10,000	10,000
Profit and loss account	11	(59,918)	(38,887)
		£ (49,918)	£ (28,887)

For the period ended 31 March 1998 the company was entitled to exemption from the requirement to have an audit under the provision of sections 249A(1) of the Companies Act 1985. No notice has been deposited with the company under section 249B(2) of that Act requiring an audit to be carried out.

The directors acknowledge their responsibility for:

- ensuring the company keeps accounting records in accordance with section 221 of the Companies Act 1985; and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at 31 March 1998 and of its loss for the period then ended in accordance with the requirement of section 226 of the Companies Act 1985 and which otherwise comply with the accounting requirements of that Act relating to accounts so far as they are applicable to the Company.

The financial statements have been prepared in accordance with the special provisions of Part VII of Companies Act 1985 relating to small companies.

The financial statements were approved by the board on 12 August 1998 and signed on its behalf by

..... James E.D.B. Roberts  
 ..... Lisa J. Roberts

The notes on pages 5 to 8 form part of these financial statements.

LAWHILL FARMING COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 1998

1. ACCOUNTING POLICIES

1.1 BASIS OF ACCOUNTING

The financial statements are prepared under the historical cost convention and are in accordance with applicable accounting standards.

1.2 TURNOVER

Turnover represents the total invoice value, excluding value added tax, of goods sold and services rendered during the period.

1.3 DEPRECIATION

Depreciation is not provided as the assets are on a repairs and renewals basis.

1.4 STOCK

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

1.5 DEFERRED TAXATION

Deferred taxation is provided where there is a reasonable probability of the amount becoming payable in the foreseeable future.

1.6 LEASING AND HIRE PURCHASE

Assets acquired under finance leases or hire purchase contracts are accounted for on the renewals basis.

1.7 PENSIONS

Pension contributions are charged to the profit and loss account so as to spread the cost of the pensions over the employees' working lives with the Company. These contributions are invested separately from the Company's assets.



LAWHILL FARMING COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 1998

	1998 £	1997 £
2. TURNOVER		
Analysis by:-		
Class of business	200	-
Sales of carrots	32,500	20,000
Hire of equipment	10,000	-
Contracting income		
	<u>£ 42,700</u>	<u>£ 20,000</u>

	1998 £	1997 £
3. INTEREST PAYABLE		
On bank loans and overdrafts and on loans repayable in full within five years	860	886
Hire purchase interest	4,351	1,170
	<u>£ 5,211</u>	<u>£ 2,056</u>

LAWHILL FARMING COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 1998

4. DIRECTORS AND EMPLOYEES

Staff costs:-

Wages and salaries

1998 £	1997 £
15,778	-
<u>£ 15,778</u>	<u>£ -</u>

The average weekly number of employees during the period was made up as follows:

Management  
Production

Number	Number
2	-
1	-
<u>3</u>	<u>-</u>
£	£

Directors' emoluments:-

Remuneration (including pension contributions)  
Amounts paid to third parties

-	-
-	-
<u>-</u>	<u>-</u>
£ -	£ -

LAWHILL FARMING COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 1998

6. TANGIBLE FIXED ASSETS

<u>Cost</u>	Beginning of period £	Additions £	Disposals £	End of period £
Tractors	14,085	25,000	-	39,085
Plant & Equipment	1,850	5,550	-	7,400
	<u>15,935</u>	<u>30,550</u>	<u>-</u>	<u>46,485</u>
<u>Depreciation</u>	Beginning of period £	Charge for period £	On disposals £	End of period £
	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>Total net book values</u>	£ 15,935			£ 46,485

7. STOCKS

Finished goods and goods for resale

1998 £	1997 £
49,395	-
<u>£ 49,395</u>	<u>£ -</u>

8. CREDITORS: AMOUNTS FALLING DUE  
WITHIN ONE YEAR

Bank loans and overdrafts  
Trade creditors  
Taxes and social security costs  
Net obligations under finance lease  
and hire purchase contracts  
Trinity Gask Loan  
Other creditors  
Accruals and deferred income

1998 £	1997 £
49,863	-
9,007	-
5,420	3,176
23,972	13,288
13,131	4,119
-	325
250	-
<u>£ 101,643</u>	<u>£ 20,908</u>

The bank overdraft is personally guaranteed by James Roberts.

LAWHILL FARMING COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 1998

	1998 £	1997 £
9. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR		
Net obligations under finance leases and hire purchase contracts	44,155	23,913
	<u>£ 44,155</u>	<u>£ 23,913</u>
<u>Net obligations under finance leases and hire purchase contracts</u>		
Repayable within one year	23,972	15,468
Repayable between one and two years	25,867	15,468
Repayable between two and five years	18,288	8,445
	<u>68,127</u>	<u>39,381</u>
	68,127	39,381
	(23,972)	(13,288)
Included in current liabilities	<u>£ 44,155</u>	<u>£ 26,093</u>
10. SHARE CAPITAL		
<u>Authorised</u>		
9,000 Ordinary A shares of £1 each	9,000	9,000
1,000 Ordinary B shares of £1 each	1,000	1,000
	<u>£ 10,000</u>	<u>£ 10,000</u>
<u>Allotted, called up and fully paid</u>		
9,000 Ordinary A shares of £1 each	9,000	9,000
1,000 Ordinary B shares of £1 each	1,000	1,000
	<u>£ 10,000</u>	<u>£ 10,000</u>

LAWHILL FARMING COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 1998

11. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	Share Capital £	Profit & Loss Account £	Total Shareholders Funds £
Balance at 6 March 1997	-	-	-
Loss for the period	-	(38,887)	(38,887)
Shares issued	10,000	-	-
Balance at 31 March 1997	10,000	(38,887)	(28,887)
Loss for the year	-	(21,031)	(21,031)
Balance at 31 March 1998	10,000	(59,918)	(49,918)

12. RELATED PARTY TRANSACTIONS

The controlling party is James Roberts.

During the year the company received £43,500 from Trinity Gask Farms, a firm, James Roberts, a director, is the owner of. This is a loan which is repayable on demand with no interest being charged.

Also during the year the company hired equipment amounting to £38,188 to, carried out o/s contracting work amounting to £11,750 and purchased a tractor amounting to £12,982 (net including hire purchase commitment) from Trinity Gask Farms. Insurance of £2468 was paid by Trinity Gask Farms.

These transactions have been entered into a loan account with the balance being due to Trinity Gask Farms at 31 March 1998 of £13,131.

No provisions have been made against any of the debts due from the related parties identified nor have any amounts been written off in the period in respect of debts due to or from the related parties.