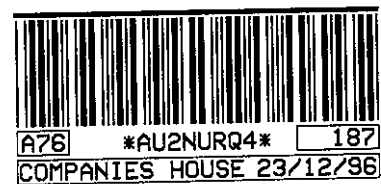


WISTON FARMS LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 1996

16th December 1996 18:48:25



WISTON FARMS LIMITED

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FOR THE YEAR ENDED 31ST MARCH 1996

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WISTON FARMS LIMITED

REPORT OF THE DIRECTORS

The director submits his report and the audited financial statements for the year ended 31st March 1996.

PRINCIPAL ACTIVITIES

The principal activity of the company continues to be that of farming.

RESULTS AND DIVIDENDS

The results for the year are set out in detail on page 4.

The director does not recommend the payment of a dividend.

Retained losses carried forward are decreased by £79,991 (1995 decreased by £25,311).

DIRECTORS

The director who served during the year and his interests in the ordinary share capital of the company at the beginning and end of the year were as follows:

	<u>Number of shares</u>	
	<u>1996</u>	<u>1995</u>
J.J. Goring.	2	2

In accordance with the Articles of Association, J.J. Goring. retires by rotation and, being eligible, offers himself for re-election.

TAXATION STATUS

In the opinion of the director, the company is a close company for taxation purposes.

AUDITORS

A resolution to reappoint the auditors, Spofforths, will be proposed at the Annual General Meeting.

Advantage has been taken, in the preparation of the directors' report, of special exemptions applicable to small companies.

By Order of the Board

J.J. Goring
Chairman

Date:

17/12/96



WISTON FARMS LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare the 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;

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.

WISTON FARMS LIMITED

AUDITORS' REPORT TO THE SHAREHOLDERS OF
WISTON FARMS LIMITED

We have audited the financial statements on pages 4 to 12 which have been prepared under the accounting policies set out on page 8.

Respective responsibilities of directors and auditors

As described on page 2 the company's director is responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and 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 the company's affairs as at 31st March 1996 and of its profit and cash flow for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.

Spofforths

Spofforths
Chartered Accountants and Registered Auditor
52 Richmond Road,
Worthing,
West Sussex.
BN11 1PR

Date: 17/12/96

WISTON FARMS LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 1996

	Notes	1996 £	1995 £
Turnover from continuing operations	2	433,054	370,554
Cost of Sales		210,486	114,815
GROSS PROFIT		<u>222,568</u>	<u>255,739</u>
Administrative expenses		239,298	242,019
		(16,730)	13,720
Other operating income		<u>119,158</u>	<u>23,335</u>
OPERATING PROFIT FROM CONTINUING OPERATIONS		102,428	37,055
Profit on sale of fixed assets		7,281	5,639
Interest payable		(18,530)	(17,383)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	3	91,179	25,311
Tax on profit/(loss) on ordinary activities	4	(11,187)	-
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		79,992	25,311
Retained deficit brought forward		(389,832)	(415,143)
RETAINED DEFICIT CARRIED FORWARD		<u>£(309,840)</u>	<u>£(389,832)</u>

The company has no recognised gains or losses other than the profit for the year.

WISTON FARMS LIMITED
BALANCE SHEET AS AT 31ST MARCH 1996


	Notes	£	1996 £	£	1995 £
FIXED ASSETS					
Tangible assets	5		139,639		131,058
Herd			-		65,048
			<u>139,639</u>		<u>196,106</u>
CURRENT ASSETS					
Stocks	6	159,842		115,941	
Debtors	7	66,674		21,722	
Cash at bank and in hand		200		200	
		<u>226,716</u>		<u>137,863</u>	
CURRENT LIABILITIES					
Creditors—amounts falling due within one year					
Bank overdraft		159,128		181,572	
Trade creditors		9,418		16,396	
Sundry creditors	8	45,960		34,456	
		<u>214,506</u>		<u>232,424</u>	
NET CURRENT LIABILITIES			12,210		(94,561)
TOTAL ASSETS LESS CURRENT LIABILITIES			151,849		101,545
Creditors—amounts falling due after more than one year					
	9		(10,687)		(21,375)
NET ASSETS			<u>£ 141,162</u>		<u>£ 80,170</u>
CAPITAL AND RESERVES					
Called up share capital	10		2		2
Directors loan			451,000		470,000
Profit and loss account			(309,840)		(389,832)
SHAREHOLDERS FUNDS			<u>£ 141,162</u>		<u>£ 80,170</u>

Advantage has been taken, in the preparation of the accounts, of special exemptions applicable to small companies on the grounds that the company satisfies the qualifying conditions for treatment as a small company.

By Order of the Board

J.J. Goring.

Date:

17/12/46


WISTON FARMS LIMITED**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 1996**

	1996	1995
	£	£
Net cash inflow from operating activities	29,360	57,822
Returns on investments and servicing of finance		
Interest paid	(18,530)	(17,383)
Net cash outflow from returns on investments and servicing of finance	(18,530)	(17,383)
Taxation repaid	768	-
Investing activities		
Payments to acquire tangible fixed assets	(33,640)	(6,540)
herd	-	(20,300)
Receipts from sales of tangible fixed assets	9,125	7,200
herd	65,048	9,900
Net cash outflow from investing activities	40,533	(9,740)
Net cash inflow before financing	52,131	30,699
Financing		
Decrease in HP liability	(10,687)	(10,688)
Decrease in long term loan	(19,000)	(10,000)
Increase in cash & cash equivalents	£ 22,444	£ 10,011

WISTON FARMS LIMITED**NOTES TO THE CASH FLOW STATEMENT**

	1996	1995	
£	£	£	
1. Reconciliation of Operating Profit to net cash inflow from operating activities			
Operating Profit	109,708	42,694	
Depreciation charges	23,215	26,728	
Loss on sale of tangible fixed assets	(7,281)	(5,639)	
Increase in stocks	(43,901)	(647)	
(Increase)/decrease in debtors	(44,952)	1,773	
Decrease in creditors	(7,429)	(7,087)	
Net cash inflow from operating activities	£ 29,360	£ 57,822	
2. Analysis of changes in cash and cash equivalents during the year			
Balance at 1st April 1995	(181,372)	191,783	
Net cash inflow	22,444	10,011	
Balance at 31st March 1996	(158,928)	(181,372)	
3. Analysis of the balances of cash and cash equivalents as shown in the Balance Sheet			
	1996	1995	Change in year
Cash at bank and in hand	200	200	-
Bank overdraft	(159,128)	(181,572)	22,444
	£(158,928)	(181,372)	22,444
	1995	1994	Change in year
Cash at bank and in hand	200	200	-
Bank overdraft	(181,572)	191,583	10,011
	£(181,372)	191,783	10,011

WISTON FARMS LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 1996

1. ACCOUNTING POLICIES

a) Accounting convention

These financial statements have been prepared in accordance with the historical cost convention.

b) Turnover

Turnover is the amount derived from the provision of goods and services falling within the company's ordinary activities after deduction of trade discounts and value added tax.

c) Depreciation of tangible assets

Depreciation is calculated so as to write down the cost or valuation of fixed assets to their estimated residual values over the period of their estimated useful economic lives.

The depreciation rates applied are as follows:-

Buildings & fencing	: 4% reducing balance
Tractors & combines	: 20% reducing balance
Plant and equipment	: 25% reducing balance
Motor vehicles	: 25% reducing balance

d) Stocks

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

e) Milk Quota

No value has been attributed in these accounts to the milk quota available to the company. The value of this quota at the year end was approximately £360,000.

2. TURNOVER

The turnover and pre-tax profits are wholly attributable to the company's main activities.

3. PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

	1996 £	1995 £
Profit on ordinary activities before taxation is arrived at after charging (crediting):		
Depreciation of owned assets	23,215	26,728
Adjustment on disposal of fixed assets	(7,281)	(5,639)
Aggregate amount of directors' emoluments	28,155	16,784
	<u>23,215</u>	<u>16,784</u>

WISTON FARMS LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 1996 - continued

4. TAXATION	1996 £	1995 £
a) The tax charge on the profit on ordinary activities for the year was as follows:		
UK corporation tax at 25% (1995 - 25%)	11,955	-
	<hr/>	<hr/>
	11,955	-
Taxation (over)/underprovided in previous years:		
Corporation tax	(768)	-
	<hr/>	<hr/>
	£ 11,187	£ -
	<hr/>	<hr/>

WISTON FARMS LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 1996 - continued

5. TANGIBLE FIXED ASSETS

	<u>Buildings Drainage & Fencing</u>	<u>Tractors and Combines</u>	<u>Plant and Equipment</u>	<u>Motor Vehicles</u>	<u>Total</u>
Cost:	£	£	£	£	£
At 1st April 1995	46,467	178,368	112,072	24,565	361,472
Additions	-	-	20,486	13,154	33,640
Disposals	-	-	(12,945)	(5,800)	(18,745)
	<u>46,467</u>	<u>178,368</u>	<u>119,613</u>	<u>31,919</u>	<u>376,367</u>
At 31st March 1996	46,467	178,368	119,613	31,919	376,367
Depreciation:					
At 1st April 1995	10,642	100,242	98,113	21,417	230,414
Charge for year	1,433	15,625	2,342	3,815	23,215
Disposals	-	-	(12,133)	(4,768)	(16,901)
	<u>12,075</u>	<u>115,867</u>	<u>88,322</u>	<u>20,464</u>	<u>236,728</u>
At 31st March 1996	12,075	115,867	88,322	20,464	236,728
Net book value at 31st March 1996	£ 34,392	£ 62,501	£ 31,291	£ 11,455	£139,639
Net book value at 31st March 1995	£ 35,825	£ 78,126	£ 13,959	£ 3,148	£131,058

Included in the amounts for tractors and combines are the following amounts relating to leased assets and assets which are subject to hire purchase contracts:

	£
Cost:	
At 1st April 1995	
& at 31st March 1996	77,000
Accumulated depreciation:	
At 1st April 1995	17,454
Depreciation charged during year	11,909
At 31st March 1996	29,363
Net book value:	
At 31st March 1996	£ 47,637
At 31st March 1995	£ 59,546

WISTON FARMS LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 1996 - continued

6. STOCKS	1996	1995
	£	£
Livestock	35,898	21,894
Growing crops and tillages	86,657	65,424
Seeds, fertilizer and sprays	23,305	16,455
Silage, straw and hay	3,963	4,347
Consumables	8,819	6,881
Corn and feed in store	1,200	940
	<u>£159,842</u>	<u>£115,941</u>

Stocks were valued at the year end by Messrs. Bannister and Wellers of Guildford, Surrey.

7. DEBTORS	1996	1995
	£	£
Trade debtors	12,679	3,683
Social security and other taxes	4,032	2,104
Other debtors	48,117	14,060
Prepayments and accrued income	1,846	1,875
	<u>£ 66,674</u>	<u>£ 21,722</u>

8. SUNDRY CREDITORS	1996	1995
	£	£
Obligations under finance leases	10,688	10,688
Corporation tax	11,955	-
Directors' current accounts	157	-
Other creditors	18,506	15,914
Accruals	4,654	7,854
	<u>£ 45,960</u>	<u>£ 34,456</u>

9. CREDITORS - AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	1996	1995
	£	£
Lease and hire purchase contracts	10,687	21,375
	<u>£ 10,687</u>	<u>£ 21,375</u>

10. SHARE CAPITAL	<u>Authorised</u>	<u>Allotted, Issued and fully paid</u>	
	1996	1995	
Ordinary shares of £1 each	£ 100	£ 2	£ 2
	<u>£ 100</u>	<u>£ 2</u>	<u>£ 2</u>

WISTON FARMS LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 1996 - continued

11. CAPITAL COMMITMENTS AND CONTINGENT LIABILITIES

CAPITAL COMMITMENTS

There were no capital commitments at 31st March 1996 (1995 None).

CONTINGENT LIABILITIES

There were no contingent liabilities at 31st March 1996 (1995 None).