

BELEY FARMS LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 JULY 2003



BELEY FARMS LIMITED

CONTENTS

| | Page |
|-----------------------------------|-------------|
| Auditors' report | 1 |
| Abbreviated balance sheet | 2 |
| Notes to the abbreviated accounts | 3 - 4 |

BELEY FARMS LIMITED

INDEPENDENT AUDITORS' REPORT TO BELEY FARMS LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 2 to 4, together with the financial statements of the company for the year ended 31 July 2003 prepared under section 226 of the Companies Act 1985.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an 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 and the company's members as a body, for our audit 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 audit opinion

We have carried out the procedures we considered 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 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 2 to 4 are properly prepared in accordance with those provisions.

Henderson Black & Co

Henderson Black & Co

Chartered Accountants
Registered Auditor

12 March 2004

Edenbank House
22 Crossgate
Cupar

Henderson, Black & Co.

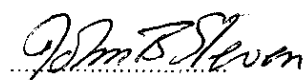
BELEY FARMS LIMITED

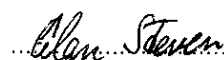
ABBREVIATED BALANCE SHEET AS AT 31 JULY 2003

| | Notes | 2003 £ | £ | 2002 £ | £ |
|--|-------|------------------|---|------------------|---|
| Fixed assets | | | | | |
| Tangible assets | 2 | 1,128,347 | | 1,143,002 | |
| Investments | 2 | 333 | | 333 | |
| | | <u>1,128,680</u> | | <u>1,143,335</u> | |
| Current assets | | | | | |
| Stocks | | 257,023 | | 262,638 | |
| Debtors | | 25,375 | | 9,787 | |
| | | <u>282,398</u> | | <u>272,425</u> | |
| Creditors: amounts falling due within one year | 3 | <u>(631,228)</u> | | <u>(617,023)</u> | |
| Net current liabilities | | <u>(348,830)</u> | | <u>(344,598)</u> | |
| Total assets less current liabilities | | <u>779,850</u> | | <u>798,737</u> | |
| Creditors: amounts falling due after more than one year | | <u>(22,716)</u> | | <u>(16,002)</u> | |
| Provisions for liabilities and charges | | <u>(22,249)</u> | | <u>(21,969)</u> | |
| | | <u>734,885</u> | | <u>760,766</u> | |
| Capital and reserves | | | | | |
| Called up share capital | 4 | 34,125 | | 34,125 | |
| Other reserves | | 11,375 | | 11,375 | |
| Profit and loss account | | 689,385 | | 715,266 | |
| Shareholders' funds - equity interests | | <u>734,885</u> | | <u>760,766</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.

The financial statements were approved by the Board on 12 March 2004


J B Steven
Director


A Steven
Director

BELEY FARMS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 JULY 2003

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

| | |
|-----------------------------|--------------------------------------|
| Freehold land and buildings | 1.0 % per annum straight line |
| Property improvements | 10.0% per annum on reducing balance |
| Plant and machinery | 15.0 % per annum on reducing balance |
| Motor vehicles | 25.0 % per annum on reducing balance |

1.4 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

1.5 Investments

Fixed asset investments are stated at cost less provision for diminution in value.

1.6 Stock

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

1.7 Deferred taxation

Deferred taxation is provided at appropriate rates on all timing differences using the liability method.

BELEY FARMS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2003

2 Fixed assets

| | Tangible assets £ | Investments £ | Total £ |
|-----------------------|-------------------------|------------------|------------|
| Cost | | | |
| At 1 August 2002 | 1,857,887 | 333 | 1,858,220 |
| Additions | 83,083 | - | 83,083 |
| Disposals | (24,279) | - | (24,279) |
| At 31 July 2003 | 1,916,691 | 333 | 1,917,024 |
| Depreciation | | | |
| At 1 August 2002 | 714,885 | - | 714,885 |
| On disposals | (10,094) | - | (10,094) |
| Charge for the year | 83,553 | - | 83,553 |
| At 31 July 2003 | 788,344 | - | 788,344 |
| Net book value | | | |
| At 31 July 2003 | 1,128,347 | 333 | 1,128,680 |
| At 31 July 2002 | 1,143,002 | 333 | 1,143,335 |

3 Creditors: amounts falling due within one year

The bank overdraft of £420,912 (2002 - £360,736) is secured.

Creditors due within one year include £153,716 (2002 - £140,797) owed to directors.

4 Share capital

| | 2003 £ | 2002 £ |
|---|-----------|-----------|
| Authorised | | |
| 50,000 Ordinary of £1 each | 50,000 | 50,000 |
| Allotted, called up and fully paid | | |
| 34,125 Ordinary of £1 each | 34,125 | 34,125 |