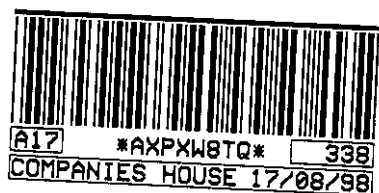


CRAWLEY FARMS LIMITED  
DIRECTORS REPORT  
AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
30TH NOVEMBER, 1997.



CRAWLEY FARMS LIMITED

COMPANY INFORMATION

Directors: P.A. Crawley  
A.D. Crawley

Secretary: E.C. Turnbull

Company Number; 2936361

Registered Office: First Floor,  
Town Wing,  
Devonshire House,  
Devonshire Lane,  
Loughborough,  
Leics. LE11 3DW.

Accountants: E. Turnbull,  
First Floor,  
Town Wing,  
Devonshire House,  
Devonshire Lane,  
Loughborough,  
Leics. LE11 3DW.

## CRAWLEY FARMS LIMITED

### DIRECTORS REPORT FOR THE YEAR ENDED 30TH NOVEMBER, 1997

The Directors present their report and the financial statements for the year ended 30th November, 1997.

The company was incorporated on 7th June, 1994 under the name of Wellprime Ltd., and changed its name on 16th November, 1995 to Crawley Farms Ltd.

#### Principal Activities

During the year the principal activity of the company was arable farming. However the company has built a free range egg producing site which commenced production shortly after the financial year end.

#### Results


The results are set out on page 3.

#### Directors and their Interests

	<u>Class of Shares</u>	<u>Number of Shares</u>
P.A. Crawley	Ordinary Shares	1
A.D. Crawley	Ordinary Shares	1

In the preparation of the Directors report advantage has been taken of the special exemptions applicable to small companies conferred by Part 11 of Schedule 8 of the Companies Act 1985.

The Report was approved by the Board on 3rd August, 1998.



P.A. Crawley  
Director.

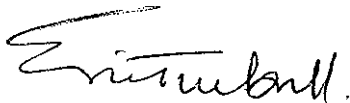
ACCOUNTANTS REPORT TO THE SHAREHOLDERS ON THE  
UNAUDITED ACCOUNTS OF CRAWLEY FARMS LIMITED

In accordance with the instructions of the company's directors I have prepared the accounts for the year ended 30th November, 1997 set out on pages 3 to 9.

These have been prepared from the accounting records and from information and explanations supplied to me, without carrying out an audit.

The accounts have been prepared in accordance with the applicable requirements of the Companies Act 1985.

As described on the Balance Sheet the company's directors are responsible for the preparation of the accounts and they consider that the company is exempt from an audit.



Eric Turnbull.  
3rd August, 1998

CRAWLEY FARMS LIMITED

PROFIT AND LOSS ACCOUNT      FOR THE YEAR ENDED 30TH NOVEMBER, 1997

	<u>Notes</u>	<u>1997</u> <u>£</u>	<u>1996</u> <u>£</u>
Sales		16914	17286
Cost of Sales		<u>711</u>	<u>505</u>
		16203	16781
Administration Expenses		<u>9831</u>	<u>3701</u>
Profit on ordinary activities before Taxation	(2)	6372	13080
Taxation	(3)	<u>1286</u>	<u>3154</u>
Profit on ordinary activities after taxation		5086	9926
Retained Profits brought forward		<u>10936</u>	<u>1010</u>
Retained Profits, carried forward		<u>16022</u>	<u>10936</u>

All transactions arise from continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

CRAWLEY FARMS LIMITED

<u>BALANCE SHEET</u>		<u>AS AT 30TH NOVEMBER, 1997</u>	
	<u>Notes</u>	<u>1997</u> <u>£</u>	<u>1996</u> <u>£</u>
<u>Fixed Assets</u>			
Tangible Assets	(4)	396770	182826
<u>Current Assets</u>			
Debtors		32543	11555
Cash at Bank		<u>      </u>	<u>3439</u>
		32543	14994
<u>Creditors</u>			
Amounts falling due within one year		<u>253147</u>	<u>33768</u>
Net Current Liabilities		<u>(220604)</u>	<u>(18774)</u>
Total Assets less Current Liabilities		176166	164052
<u>Long Term Loans</u>	(5)	<u>155260</u>	<u>151785</u>
		20906	12267
Provision for Liabilities and Charges	(6)	<u>4882</u>	<u>1329</u>
		<u>16024</u>	<u>10938</u>
<u>Capital and Reserves</u>			
Called Up Share Capital	(7)	<sup>2</sup> <u>16022</u>	<sup>2</sup> <u>10936</u>
Profit and Loss Account		<u>16024</u>	<u>10938</u>

continued.....

CRAWLEY FARMS LIMITED

BALANCE SHEET  
/continued....

AS AT 30TH NOVEMBER, 1997

In preparing these financial statements the directors are satisfied that the company is entitled to exemption from audit conferred by Section 249A(1) of the Companies Act 1985 and that no notice has been deposited under Section 249B(2) of the Companies Act 1985.

The Directors' acknowledge their responsibilities for


- (1) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- (11) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of this act relating to accounts, so far as is applicable to the company.

In preparing these financial statements the directors have taken advantage of the special exemptions applicable to small companies conferred by Part 1 of Schedule 8 of the Companies Act 1985 and have done so on the grounds that, in their opinion the company is entitled to these exemptions as a small company.

The financial statements were approved by the Board on 3rd August, 1998.

  
P.A. Crawley  
Director

A.D. Crawley  
Director



CRAWLEY FARMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS - 30TH NOVEMBER, 1997

1. Accounting Policies

1.1 Accounting Convention.

The financial statements are prepared under the historical cost convention.

The company has taken advantage of the exemptions in Financial Reporting Standard No. 1 from the requirement to produce a cashflow statement on the grounds that it is a small company.

1.2 Compliance with accounting standards.

The financial statements have been prepared in accordance with applicable accounting standards. There were no material departures from these standards.

1.3 Turnover.

The turnover represents the value, excluding value added tax, of goods and services supplied to customers during the year.

1.4 Tangible Fixed Assets and Depreciation.

Tangible Fixed Assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of the asset over its expected useful life as follows:

Plant and Equipment	- 15% per annum of net book value.
Motor Vehicle	- 25% per annum of net book value.

No depreciation has been taken on Freehold Land.

1.5 Deferred Taxation.

Provision is made for deferred taxation using the liability method to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred or accelerated is accounted for in respect of all material timing differences to the extent that the directors consider that a net liability may crystallise.



CRAWLEY FARMS LIMITED

NOTES TO FINANCIAL STATEMENTS  
continued....

continued....

1997

1996

2. Operating Profit.

The operating profit is stated after charging.

Depreciation of Tangible assets

4780

1500

3. Taxation is made up as follows:

UK Current Year taxation at  
23% (1996 24%)

-

2268

Deferred Taxation  
(See Note 1.5)

3553

886

Provision for repayment of Corporation  
Tax the CAP to 30th November, 1996

(2267)

-

1286

3154

4. Tangible Assets

Freehold  
Land

Plant &  
Machinery

Poultry  
Houses

Motor  
Vehicles

Total

Cost

At 1st December, 1996

166326

19490

185816

Addition

-

39431

166444

12849

218724

At 30th November, 1996

166326

39431

166444

32339

404540

Depreciation

At 1st December, 1996

-

-

-

2990

2990

Charge for the year

-

1431

-

3349

4780

-

1431

-

6339

7770

Net Book Value

At 1st December, 1996

166326

-

-

16500

182826

At 30th November, 1997

166326

38000

166444

26000

396770

Freehold property consists of land at Ivy House Farm, Walton on the Wolds and land at Bull in the Hollow, Quorn, Leics.

CRAWLEY FARMS LIMITED

NOTES TO FINANCIAL STATEMENTS  
continued....

5. Long Term Loans.

The long term loans are from two directors and from a third party. The loans are to be repaid over a period of more than five years out of future profits. The loans carry no provision for interest.

6. Provision for Liabilities and Charges.

	<u>1997</u>	<u>1996</u>
Deferred Taxation at 23%		
(1995 24%)	4882	1329
(See note 1.5)	—	—

7. Share Capital.

Authorised.	
Ordinary Shares of £1 each	100
	—
Allotted, Called Up and Fully paid	
Ordinary Shares of £1 each	2
	—