

J. R. GRIFFIN AND SONS (BULKINGTON) LTD.

420754

COMPANY DETAILS

FOR THE YEAR ENDED 30TH SEPTEMBER 1995

Registered Office:

Ashatch Farm,
Mill Lane,
Bulkington,
Devizes,
Wiltshire,
SN10 1SW.

Directors:

Mrs. D. M. Griffin
Mr. A. W. Griffin

Secretary:

Mrs. D. M. Griffin

Auditors:

Harold D. Pritchard & Co.
8 Mansel Street,
Carmarthen,
Carms.

Bankers:

Barclays Bank Plc,
46 Rhosmaen Street,
Llandeilo,
Carms.



J. R. GRIFFIN AND SONS (BULKINGTON) LTD.

DIRECTORS' REPORT

The Directors submit their report, together with the accounts of the company for the year ended 30th September 1995.

PRINCIPAL ACTIVITIES

The principal activity of the company continued to be farming.

DIRECTORS

The following persons were directors during the year and their shareholdings in the company at the beginning and end of the year were:

	Ordinary <u>£1 Shares</u>
Mrs. D. M. Griffin	375
Mr. A. W. Griffin	250

STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare 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.

AUDITORS

Harold D. Pritchard & Co. in accordance with the Companies Act 1985, retire and offer themselves for reappointment.

SMALL COMPANY EXEMPTIONS

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

BY ORDER OF THE BOARD

D. M. GRIFFIN
Secretary

Date: 22nd April 1996

D M Griffin 2

AUDITORS' REPORT TO THE MEMBERS OF
J. R. GRIFFIN AND SONS (BULKINGTON) LTD.
FOR THE YEAR ENDED 30TH SEPTEMBER 1995.

We have audited the financial statements on pages 4 to 10, which have been prepared under the historical cost convention and the accounting policies set out on page 6.

Respective responsibilities of directors and auditors

As described on page 2 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to 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 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 30th September 1995 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.

Harold D. Pritchard & Co.

Harold D. Pritchard & Co.

Registered Auditors and
Chartered Accountants
8 Mansel Street,
Carmarthen,
Carmarthenshire.

Date: 30th April 1996.

J. R. GRIFFIN AND SONS (BULKINGTON) LTD.

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30TH SEPTEMBER 1995

	<u>Notes</u>	<u>£</u>	<u>1995</u> <u>£</u>	<u>£</u>	<u>1994</u> <u>£</u>
TURNOVER			124283		96392
COST OF SALES			113033		51179
<u>GROSS PROFIT</u>			£11250		£45213
ADMINISTRATION COSTS			22710		20970
<u>OPERATING PROFIT/(LOSS)</u>	2/3		£(11460)		£24243
Interest receivable	4	4416		142	
Interest payable	5	(2969)	1447	(4653)	(4511)
<u>PROFIT/(LOSS) ON ORDINARY ACTIVITIES</u> <u>BEFORE TAXATION</u>			£(10013)		£ 19732
Tax on ordinary activities	6		60		4000
<u>RETAINED PROFIT/(LOSS) FOR THE YEAR</u>			£(10073)		£15732
Dividend			(2500)		(2500)
Loss on Disposal of Herd			-		(6322)
Profit on Sale of Milk Quota			70755		-
Retained Profit brought forward			454653		447743
<u>RETAINED PROFIT CARRIED FORWARD</u>			£512835		£454653

The Notes on Pages 6 to 10 form part of these financial statements.

J. R. GRIFFIN AND SONS (BULKINGTON) LTD.

BALANCE SHEET
AS AT 30TH SEPTEMBER 1995

	<u>Notes</u>	<u>£</u>	<u>1995</u> <u>£</u>	<u>£</u>	<u>1994</u> <u>£</u>
FIXED ASSETS					
Intangible assets (Milk Quota)	7		-		115485
Tangible assets	8		640210		356645
			<u>£640210</u>		<u>£472130</u>
CURRENT ASSETS					
Stocks	9	51299		31973	
Debtors	10	7832		5010	
Investments	11	3560		3219	
Balance at Bank		-		4195	
		<u>£62691</u>		<u>£44397</u>	
CREDITORS - amounts falling due within one year	12	(75867)		(25874)	
NET CURRENT ASSETS/(LIABILITIES)			<u>£(13176)</u>		<u>£18523</u>
ASSETS LESS CURRENT LIABILITIES			£627034		£490653
CREDITORS - amounts falling due after more than one year	13		113199		(35000)
NET ASSETS			<u>£513835</u>		<u>£455653</u>
Financed by:					
CAPITAL AND RESERVES					
Called up share capital	15		625		625
Capital redemption reserve	16		375		375
Profit and Loss account			512835		454653
			<u>£513835</u>		<u>£455653</u>

The Notes on pages 6 to 10 form an integral part of these accounts.

Advantage has been taken, in the preparation of the accounts, of special exemptions applicable to small companies on the grounds that, in the directors' opinion, the company qualifies as a small company under s246 and s247 of the Companies Act 1985. The accounts were approved by the Board of Directors on 22nd April 1996, and are signed on its behalf by:

A. W. Griffin

A W Griffin

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH SEPTEMBER 1995

1. ACCOUNTING POLICIES

(a) Accounting conventions

The financial statements are prepared under the historical cost convention.

- (b) The company has adopted Financial Reporting Standard 1 for the purpose of preparing these financial statements. Under this Standard the company is exempt from preparing a cashflow statement because it is exempt under Sections 246 to 249 of the Companies Act 1985 to the exemptions for small companies when filing the financial statements with the Registrar of Companies.

(c) Turnover

Turnover represents the amount derived from the provision of goods and services during the year after the deduction of Value Added Tax.

(d) Depreciation of Intangible Assets

Depreciation is not charged on the milk quota.

(e) Depreciation of tangible assets

Depreciation is not charged on the freehold land.

Depreciation on the other fixed assets is charged so as to write them off over their expected useful lives at the following rates:

Plant and Machinery

15% of the written down balance on a reducing balance basis. A full years depreciation being charged on items purchased in the year.

Tractors and Motors

25% of the written down balance on a reducing balance basis. A full years depreciation being charged on items purchased in the year.

(f) Stocks

The general livestock and deadstock has continued to be valued at the lower of cost and net realisable value.

(g) Deferred taxation

Provision is made by the liability method for all timing differences which are expected to be reversed in the foreseeable future.

(h) Assets held under finance leases

Where assets are financed by leasing arrangements that give rights approximating to ownership (finance leases) the assets are treated as if they had been purchased outright and a corresponding liability to the leasing company is included as an obligation under finance leases.

Depreciation on leased assets is charged to the profit and loss account on the basis as indicated in Note 1 (e) above.

Leasing payments are treated as consisting of capital and interest elements. The interest is charged to the profit and loss account over the life of the leased agreement.

J. R. GRIFFIN AND SONS (BULKINGTON) LTD.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH SEPTEMBER 1995 (continued)

	<u>1995</u> <u>£</u>	<u>1994</u> <u>£</u>
2. <u>OPERATING PROFIT/(LOSS)</u>		
This is stated after charging/(crediting):		
Depreciation of assets held under finance leases	297	350
Depreciation of tangible fixed assets	15873	8121
Directors' emoluments	12560	11697
Auditors' remuneration	1300	1270
Adjustment on disposal of fixed assets	(346)	-
Hire of Equipment	<u>-</u>	<u>-</u>
3. <u>EMPLOYEE INFORMATION</u>		
Staff costs:		
Wages and salaries	14885	14127
Social Security costs	<u>1171</u>	<u>1252</u>
	<u>£16056</u>	<u>£15379</u>
The average weekly number of employees during the year was made up as follows:		
	<u>No.</u>	<u>No.</u>
Farming	2	2
Administration	<u>1</u>	<u>1</u>
	<u>3</u>	<u>3</u>
4. <u>INTEREST RECEIVABLE</u>		
	<u>1995</u> <u>£</u>	<u>1994</u> <u>£</u>
Bank Interest	4271	-
Building Society Interest	-	-
Farmers Associations interest	<u>145</u>	<u>142</u>
	<u>£4416</u>	<u>£142</u>
5. <u>INTEREST PAYABLE</u>		
On bank overdrafts repayable within 5 years	73	232
On bank loans repayable within 5 years by instalments	2576	3656
Finance charges payable:		
- Hire purchase interest	320	665
- Finance leases	<u>-</u>	<u>100</u>
	<u>£2969</u>	<u>£4653</u>

J. R. GRIFFIN AND SONS (BULKINGTON) LTD.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH SEPTEMBER 1995 (continued)

	<u>1995</u> <u>£</u>	<u>1994</u> <u>£</u>
6. <u>TAXATION</u>		
The tax provision on the profit on ordinary activities for the year was as follows:		
UK Corporation tax at 25% (1994 - 25%)		4000
Payment in respect of current year	500	-
Taxation (over)/underprovided in previous years:		
Corporation tax	(440)	-
	<u>£60</u>	<u>£4000</u>

7. INTANGIBLE FIXED ASSETS

	<u>Milk Quota</u> <u>£</u>
Cost and net book value:	
At 1st October 1994	115485
Additions in the year	-
Disposals in the year at Cost	<u>115485</u>
At 30th September 1995	<u>£ -</u>

8. TANGIBLE FIXED ASSETS

	<u>Land and</u> <u>Buildings</u>	<u>Assets on</u> <u>Finance</u> <u>leases</u>	<u>Plant</u> <u>and</u> <u>Equipment</u>	<u>Tractors</u> <u>and Motor</u> <u>Vehicles</u>	<u>Total</u>
Cost:					
At 1.10.94.	325025	9000	21204	37041	392270
Additions	252018	-	32449	34922	319389
Disposals	-	-	<u>13000</u>	<u>23241</u>	<u>36241</u>
At 30.9.95.	<u>£577043</u>	<u>£9000</u>	<u>£40653</u>	<u>£48722</u>	<u>£675418</u>
Depreciation:					
At 1.10.94.	-	7017	9996	18612	35625
Charge for year	-	297	5199	10674	16170
Disposals	-	-	4000	12587	16587
At 30.9.95.	<u>£-</u>	<u>£7314</u>	<u>£11195</u>	<u>£16699</u>	<u>£35208</u>
Net book value at 30.9.95.	<u>£577043</u>	<u>£1686</u>	<u>£29458</u>	<u>£32023</u>	<u>£640210</u>
Net book value at 30.9.94.	<u>£325025</u>	<u>£1983</u>	<u>£11208</u>	<u>£18429</u>	<u>£356645</u>

J. R. GRIFFIN AND SONS (BULKINGTON) LTD.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH SEPTEMBER 1995 (continued)

	<u>1995</u> <u>£</u>	<u>1994</u> <u>£</u>
9. <u>STOCKS</u>		
The amounts attributable to the different categories are as follows:		
Dairy Herd	4500	5738
Other farm stock	46799	26235
	<u>£51299</u>	<u>£31973</u>
10. <u>DEBTORS</u>		
All receivable within one year:		
Trade debtors	5805	2212
Other debtors	1696	2690
Prepayments	331	108
Directors' current accounts	-	-
	<u>£7832</u>	<u>£5010</u>
11. <u>INVESTMENTS</u>		
Trade investment share accounts	3176	3031
Building society account	188	188
Bank Deposit Account	196	-
	<u>£3560</u>	<u>£3219</u>
12. <u>CREDITORS - AMOUNTS FALLING DUE WITHIN ONE YEAR</u>		
Bank loans and overdraft (see Note 13 (a))	10796	12607
Obligations under lease and hire purchase contracts	19942	4420
Trade Creditors	40658	1405
Corporation Tax	-	4000
Social Security costs	847	995
Directors' current accounts	2824	2182
Accruals	800	265
	<u>£75867</u>	<u>£25874</u>

J. R. GRIFFIN AND SONS (BULKINGTON) LTD.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH SEPTEMBER 1995 (continued)

	<u>1995</u> <u>£</u>	<u>1994</u> <u>£</u>
13. <u>CREDITORS - AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR</u>		
Bank Loans (see Note 13 (a))	78589	-
Other loans	34610	35000
Obligations under lease and hire purchase contracts	-	-
	<u>£113199</u>	<u>£35000</u>
(a) The bank loans which total £88353 are repayable in monthly instalments of £813.68. The rate of interest on the loan is 2.5% over base rate. The freehold deeds of Tynycwm and Ashatch Farms are held by the Bank as security against the bank loans.		
14. <u>DEFERRED TAXATION</u>		
No provision is required for taxation deferred by excess of capital allowances over the depreciation charged in the accounts.		
Claims for Roll-Over Relief have been made following the surcharge of freehold property and milk quota but it is not possible to quantify the potential tax liability on any future disposals of these assets.		
15. <u>SHARE CAPITAL</u>	<u>1995</u>	<u>1994</u>
<u>Authorised</u>		
1000 Ordinary shares of £1	<u>£1000</u>	<u>£1000</u>
<u>Allotted, Issued and fully paid</u>		
625 Ordinary shares of £1	<u>£625</u>	<u>£ 625</u>
16. <u>CAPITAL REDEMPTION RESERVE</u>		
This represents the nominal value of own shares purchased for cancellation	<u>£375</u>	<u>£ 375</u>
17. <u>COMMITMENTS AND CONTINGENT LIABILITIES</u>		
There were no capital commitments or contingent liabilities as at 30th September 1995.		