

CEFN FOREST AGRICULTURE LTD.

FINANCIAL STATEMENTS  
FOR THE YEAR ENDED ON 31 MARCH 2006

COMPANY REGISTRATION NO. 4092064



CEFN FOREST AGRICULTURE LTD.

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FOR THE YEAR ENDED ON 31 MARCH 2006

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CEFN FOREST AGRICULTURE LTD.

COMPANY INFORMATION  
FOR THE YEAR ENDED ON 31 MARCH 2006

DIRECTOR: Michael Thomas

SECRETARY: Carol Ann McAleer

REGISTERED OFFICE: 17 Cilhaul  
Treharris  
South Wales  
CF46 5HT

REGISTERED NUMBER: 4092064

ACCOUNTANTS: Kevin Feldon & Co  
Plas Grug  
Llanfabon Road  
Nelson  
Treharris  
South Wales  
CF46 6PG

Tel No: (01443) 453338

CEFN FOREST AGRICULTURE LTD.  
REPORT OF THE DIRECTOR  
FOR THE PERIOD ENDED 31 MARCH 2006

The Director presents his report with the financial statements of the company for the period ended 31 March 2006.

INCORPORATION

The company was incorporated on 18 October 2000.

PRINCIPAL ACTIVITY

The principal activity of the company in the period under review was that of leasing of agricultural land.

REVIEW OF BUSINESS

The results for the period and financial position of the company are as shown in the annexed financial statements.

DIRECTOR

M. Thomas was the sole director during the year under review.

His beneficial interest in the issued share capital of the company was as follows:-

	<u>31.3.2006</u>
Ordinary £1 shares	1
Ordinary £1 shares	<u>31.3.2005</u>
	1

DIRECTOR'S RESPONSIBILITIES

Company Law requires the Director 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 these financial statements, the Director is required to:-

- (a) select suitable accounting policies and then apply them consistently;
- (b) make judgements and estimates that are reasonable and prudent;
- (c) prepare the financial statements on the going concern basis when it is appropriate to presume that the company will continue in business.

The Director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the financial statements comply with the Companies Act 1985. He is 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.

EXEMPTION FOR SMALL COMPANY

This report has been prepared in accordance with the special provision of Part VII of the Companies Act 1985 relating to small companies.

APPROVED BY, AND SIGNED ON BEHALF OF, THE SOLE DIRECTOR

..... *B.A. McNeer* .....  
SECRETARY

DATED: ..... 11.9.06 .....

ACCOUNTANT'S REPORT TO THE SHAREHOLDERS  
ON THE UNAUDITED ACCOUNTS OF CEFN FOREST AGRICULTURE LTD.  
YEAR ENDED 31 MARCH 2006

In accordance with your instructions given to us, we have prepared the financial statements set out on Pages 4 to 8 from the accounting records of Cefn Forest Agriculture Ltd. and from information and explanations supplied to us by the management of the company.

We have not audited the accompanying financial statements and accordingly do not express an opinion or any other form of assurance on them.



KEVIN FELDON & CO  
ACCOUNTANTS/TAX CONSULTANTS  
PLAS GRUG  
LLANFABON ROAD  
NELSON  
TREHARRIS  
SOUTH WALES  
CF46 6PG

SEPTEMBER 2006

CEFN FOREST AGRICULTURE LTD.

PROFIT & LOSS ACCOUNT  
FOR THE YEAR ENDED 31 MARCH 2006

	Notes	<u>2006</u> £	<u>2005</u> £
<b>TURNOVER</b>		15147	11950
Administrative expenses		( <u>17819</u> )	( <u>15826</u> )
<b>OPERATING (LOSS)/PROFIT</b>		( 2672)	( 3876)
Loss on sale of fixed assets & investments interest payable and similar charges		<u>-</u>	<u>-</u>
<b>(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		( 2672)	( 3876)
Tax on loss on ordinary activities	2	<u>-</u>	<u>-</u>
<b>(LOSS)/PROFIT FOR THE FINANCIAL PERIOD AFTER TAXATION</b>		( <u>2672</u> )	( <u>3876</u> )

The notes on Pages 6 to 7 form part of these financial statements.

**CEFN FOREST AGRICULTURE LTD.**

**BALANCE SHEET**

**AS AT 31 MARCH 2006**

	Notes	<u>2006</u>	<u>2005</u>
		£	£
FIXED ASSETS		5274	6750
CURRENT ASSETS:			
Stock		8564	8564
Cash at Bank		7840	5811
Debtors & Prepayments		500	500
		<u>16904</u>	<u>14875</u>
CREDITORS: Amounts	3		
falling due within			
one year		<u>33000</u>	<u>29775</u>
NET CURRENT			
LIABILITIES		(16096)	(14900)
TOTAL ASSETS LESS			
CURRENT LIABILITIES		<u>(10822)</u>	<u>(8150)</u>
CAPITAL & RESERVES			
Called up share	4	1	1
capital			
Profit & Loss Account	5	<u>(10823)</u>	<u>(8151)</u>
Shareholders' Fund		<u>(10822)</u>	<u>(8150)</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the period ending 31 March 2006.

No notice has been deposited under Section 249B(2) of the Companies Act 1985 in relation to its financial statements for the financial period.

The Director acknowledges his responsibilities for:

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

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities. (Effective March 2000)

**ON BEHALF OF THE BOARD:**

..... *M Thomas* .....

M. Thomas - DIRECTOR

Approved by the Board on ..... 11 - 9 - 06 .....

The notes on Pages 6 to 7 form part of these financial statements.

CEFN FOREST AGRICULTURE LTD.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE PERIOD ENDED 31 MARCH 2006

1. ACCOUNTING POLICIES

Accounting Convention

The financial statements have been prepared under the historical cost convention as modified by the revaluation of property.

Stock

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

Deferred Taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the Director, there is reasonable probability that the liability will not arise in the foreseeable future.

2. TAXATION

The tax charge on the (loss) on ordinary activities for the year was as follows:

NIL

3. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2006	2005
	£	£
Director's current accounts	32060	29070
Accrued expenses	940	705
	<u>33000</u>	<u>29775</u>



CEFN FOREST AGRICULTURE LTD.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE PERIOD ENDED 31 MARCH 2006

4. CALLED UP SHARE CAPITAL			2006	2005
			£	£
Authorised:				
Number:	Class:	Nominal Value		
1000	Ordinary	£1	1000	1000
Allotted, issued and fully paid:			_____	_____
Number:	Class:	Nominal Value:		
1	Ordinary	£1	1	1
5. PROFIT AND LOSS ACCOUNT				
Brought Forward			(8151)	(4275)
(Loss)/Profit for the period			(2672)	(3876)
			_____	_____
Balance as at 31 March 2006			(10823)	(8151)
			_____	_____

6. CONTROLLING INTEREST

Mr. Thomas has overall control of the Company.

CEFN FOREST AGRICULTURE LTD.

ADDITIONAL INFORMATION REPORT  
TO THE SOLE DIRECTOR OF CEFN FOREST AGRICULTURE LTD.  
YEAR ENDED 31 MARCH 2006

The additional information contained on Page 9 has  
been prepared from the accounting records of the  
Company.



KEVIN FELDON & CO  
ACCOUNTANTS/TAX CONSULTANTS  
PLAS GRUG  
LLANFABON ROAD  
NELSON  
Treharris  
SOUTH WALES  
CF46 6PG

SEPTEMBER 2006

CEFN FOREST AGRICULTURE LTD.

PROFIT & LOSS ACCOUNT  
FOR THE YEAR ENDED 31 MARCH 2006

	<u>2006</u>		<u>2005</u>	
	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
<b>INCOME</b>				
Sales & Subsidies		14910		11726
Wayleave & Rents		<u>237</u>		<u>224</u>
TOTAL INCOME		15147		11950
 <b>EXPENDITURE</b>				
Rent	1000		1000	
Accountancy	1175		823	
Legal Fees	402		-	
Sundry Expenses	-		15	
Feed & Fertilizer	2481		3382	
Farm Repairs & Maintenance	448		111	
Motor & Tractor Expenses	4349		3600	
Vet & Medicines	378		157	
Wages	3750		2730	
Protective Wear	78		75	
Cleaning & Laundry	52		78	
Telephone & Stationery	749		628	
Licences & Subscriptions	160		50	
Insurance	736		725	
Advertising	86		-	
Use of Home	156		156	
Depreciation	1757		2250	
Bank Charges	<u>62</u>		<u>46</u>	
		(17819)		(15826)
<b>NET (LOSS)</b>		( <u>2672</u> )		( <u>3876</u> )

This page does not form part of the statutory financial statements.

CEFN FOREST AGRICULTURE LTD.

CORPORATION TAX COMPUTATION  
YEAR ENDED 31 MARCH 2006

Loss per the Accounts	(2672)
ADD Depreciation	<u>1757</u>
Adjusted Loss	( 915)
<u>LESS:</u> Capital Allowances	<u>(1755)</u>
Adjusted Loss	(2670)
Less Loss Brought Forward	(7075)
Net Loss to Carry Forward	<u>(9745)</u>

CAPITAL ALLOWANCES

	<u>POOL</u>	<u>MOTOR VEHICLE</u>	<u>CLAIM</u>
WDV B/FORWARD	2943	3797	
ADDITIONS	<u>281</u>		
	3224		
WDA	( 806)	( 949)	1755
WDV C/FWD	<u>2418</u>	<u>2848</u>	

SCHEDULE A LOSS BROUGHT FORWARD & CARRIED FORWARD	(1076)
TRADING LOSS CARRIED FORWARD	(9745)