

E P BRAND (FARMERS) LTD

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DIRECTORS' REPORT

&

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MAY 2007



Directors - C D Dyer
AJ Rule

Company Registered in England & Wales No. 533921

E P BRAND (FARMERS) LIMITED

Company Information

Directors	A J Rule C D Dyer
Secretary	C D Dyer
Company Number	533921 (England and Wales)
Registered Office	88 High Street Ramsey Huntingdon Cambs PE26 1BS
Accountants	SR Howell & Co (Ramsey) Ltd Chartered Certified Accountants & Registered Auditors 88 High Street Ramsey Huntingdon Cambs PE26 1BS

E P BRAND (FARMERS) LIMITED

Contents

	Page(s)
Directors' Report	1
Profit and Loss Account	2
Balance Sheet	3
Notes to the Financial Statements	4-8

The following page does not form part of the statutory accounts:

Trading, Profit and Loss Account & Summaries	9-11
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E P BRAND (FARMERS) LIMITED

Directors' Report for the Year Ended 31 May 2007

The Directors present their report and the financial statements for the year ended 31 May 2007

Principal activity

The company's principal activity continues to be that of farming and agricultural contractors

Directors

The Directors at 31 May 2007 and their interests in the share capital of the company were as follow

	Number of shares	
	2007	2006
A J Rule	5,000	5,000
C D Dyer	5,000	5,000

Small company rules

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

This report was approved by the Board on 28 MARCH 2008 and signed on its behalf



C D Dyer
Secretary

E P BRAND (FARMERS) LIMITED

Profit and Loss Account for the Year Ended 31 May 2007

	Notes	2007 £	2006 £
Turnover		862,357	613,504
Cost of sales		<u>(404,213)</u>	<u>(320,584)</u>
Gross profit		458,144	292,920
Administrative expenses		<u>(147,607)</u>	<u>(154,415)</u>
Operating profit	2	310,537	138,505
(Loss)/profit on disposal of tangible fixed assets		(2,554)	600
Other income		<u>250</u>	<u>250</u>
Profit on ordinary activities before interest		308,233	139,355
Interest receivable		960	509
Interest payable		<u>(72,171)</u>	<u>(73,214)</u>
Profit on ordinary activities before taxation		237,022	66,650
Taxation on profit on ordinary activities	3	<u>(40,206)</u>	<u>(14,269)</u>
Profit on ordinary activities after taxation being profit for the financial year		<u>196,816</u>	<u>52,381</u>

The notes on pages 4 to 8 form part of these financial statements

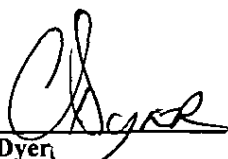
E P BRAND (FARMERS) LIMITED

Balance Sheet as at 31 May 2007

	Notes	2007 £	2006 £
Fixed assets			
Tangible assets	4	1,315,772	1,342,594
Current assets			
Stocks		193,075	200,138
Debtors	5	195,275	145,543
Cash at bank and in hand		28,846	50,815
		<u>417,196</u>	<u>396,496</u>
Creditors: amounts falling due within one year	6	<u>(332,673)</u>	<u>(428,555)</u>
Net current assets/(liabilities)		<u>84,523</u>	<u>(32,059)</u>
Total assets less current liabilities		1,400,295	1,310,535
Creditors: amounts falling due after more than one year	7	(1,204,183)	(1,240,151)
Provisions for liabilities and charges			
Deferred taxation	8	<u>(8,120)</u>	<u>(8,648)</u>
Net assets		<u>187,992</u>	<u>61,736</u>
Capital and reserves			
Called up share capital	9	10,000	10,000
Profit and loss account		<u>177,992</u>	<u>51,736</u>
Shareholders' funds		<u>187,992</u>	<u>61,736</u>

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 249A(1) of the Companies Act 1985. Members have not required the company, under section 249B(2) of the Companies Act 1985, to obtain an audit for the year ended 31 May 2007. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and for preparing accounts which give a true and fair view of the state of affairs of the company as at 31 May 2007 and of its profit for the year then ended in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to the accounts so far as applicable to the company.

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies, were approved by the Board on 28 MARCH 2008 and signed on its behalf


C D Dyer
 Director

The notes on pages 4 to 8 form part of these financial statements

E P BRAND (FARMERS) LIMITED

Notes to the Financial Statements for the Year Ended 31 May 2007

1 Accounting policies

1.1 Basis of preparation of financial statements

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standards for Smaller Entities (effective January 2007)

1.2 Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, net of Value Added Tax and trade discounts

1.3 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 fixed assets, less their residual value, over their expected useful lives on the following basis

Freehold Land	Not Depreciated
Buildings	2% Straight Line
Leasehold Improvements	10% Straight Line
Plant & Machinery	15 - 25% Reducing Balance

1.4 Leasing and hire purchase

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance leases are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the Company. 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 Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

1.6 Stocks and work in progress

Stocks and work in progress are valued at the lower cost and net realisable value after making due allowance for obsolete and slow moving stocks. Cost includes all direct costs and an appropriate costs and an appropriate proportion of fixed and variable overheads.

1.7 Deferred taxation

The charge for taxation takes into account taxation deferred as a result of timing differences between the treatment of certain items for taxation and accounting purposes. In general, deferred taxation is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date. However, deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred taxation is measured on a non-discounted basis at the average tax rates that would apply when the timing differences are expected to reverse, based on tax rates and laws that have been enacted by the balance sheet date.

E P BRAND (FARMERS) LIMITED

Notes to the Financial Statements continued

2 Operating profit

The operating profit is stated after charging

	2007 £	2006 £
Depreciation of tangible fixed assets		
- owned by the company	34,036	37,846
- held under finance leases	2,312	2,695
Auditor's remuneration	3,400	3,400
Directors' emoluments	25,600	22,993

3 Taxation

	2007 £	2006 £
UK Corporation tax	40,734	5,626
Previous years overprovision	-	(5)
Transfer to/(from) deferred taxation	(528)	8,648
	<u>40,206</u>	<u>14,269</u>

E P BRAND (FARMERS) LIMITED

Notes to the Financial Statements continued

4 Tangible fixed assets

	Land & buildings £	Plant & machinery £	Total £
Cost			
At 1 June 2006	1,238,497	425,066	1,663,563
Additions	-	12,441	12,441
Disposals	(361)	(27,675)	(28,036)
At 31 May 2007	<u>1,238,136</u>	<u>409,832</u>	<u>1,647,968</u>
Depreciation			
At 1 June 2006	32,780	288,189	320,969
Disposals	-	(25,121)	(25,121)
Charge for the year	7,079	29,269	36,348
At 31 May 2007	<u>39,859</u>	<u>292,337</u>	<u>332,196</u>
Net book values			
At 31 May 2007	<u>1,198,277</u>	<u>117,495</u>	<u>1,315,772</u>
At 31 May 2006	<u>1,205,717</u>	<u>136,877</u>	<u>1,342,594</u>

Included above are plant & machinery held under finance leases or hire purchase contracts amounting to £6,129 (2006 - £7,661) and land & buildings amounting to £36,643 (2006 - £37,422)

Included in Land & Buildings is land at cost of £969,451 (2006 - £969,812) which is not depreciated

E P BRAND (FARMERS) LIMITED

Notes to the Financial Statements continued

5 Debtors

	2007 £	2006 £
Trade debtors	176,565	127,326
Other debtors	18,710	18,217
	<u>195,275</u>	<u>145,543</u>

6 Creditors: amounts falling due within one year

	2007 £	2006 £
Loans and overdrafts (secured)	25,408	37,703
Net obligations under finance lease and hire purchase contracts (secured)	9,078	8,800
Trade creditors	85,105	84,098
Corporation tax	40,734	5,626
Other creditors	172,348	292,328
	<u>332,673</u>	<u>428,555</u>

Included within other creditors is an amount of £1,278 (2006 - £1,150) relating to social security and other taxes

7 Creditors: amounts falling due after more than one year

	2007 £	2006 £
Loans (secured)	1,189,684	1,216,575
Net obligations under finance lease and hire purchase contracts (secured)	14,499	23,576
	<u>1,204,183</u>	<u>1,240,151</u>

Bank loans outstanding at the year end amounted to £1,193,881 (2006 - £1,225,049) which are payable as follows -

	2007 £	2006 £
Within one year and on demand	25,408	37,703
Between one and two years	26,883	39,604
Between two and five years	92,073	132,404
After more than five years	1,049,517	1,015,338
	<u>1,193,881</u>	<u>1,225,049</u>

E P BRAND (FARMERS) LIMITED

Notes to the Financial Statements continued

8 Deferred taxation

	2007 £	2006 £
Balance at 1 June	8,648	-
Charge/(credit) for the year	(528)	8,648
Balance at 31 May	<u>8,120</u>	<u>8,648</u>

The provision for deferred taxation is made up of accelerated capital allowances

9 Called up share capital

	2007 £	2006 £
Authorised		
Ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>
Allotted, called up and fully paid		
Ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>

10 Reconciliation of reserves

	Profit & loss account £	Called-up share capital £
Balance at 01 June 2006	51,736	10,000
Profit for the year	196,816	-
Dividend paid	(70,560)	-
Balance at 31 May 2007	<u>177,992</u>	<u>10,000</u>

11 Related parties

CDR Properties is a partnership, in which Mr A J Rule and Mr C D Dyer, each own 25% E P Brand (Farmers) Limited is currently renting office space from CDR Properties, paying £4,800 (2006 - £5,850) during the year

At the balance sheet date, included in other creditors is the amount outstanding on the directors loan account of £143,254 (2006 - £271,770)