

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 1995
FOR
MAITLAND FARMERS (LOOP) LIMITED



MAITLAND FARMERS (LOOP) LIMITED

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MAITLAND FARMERS (LOOP) LIMITED

COMPANY INFORMATION

DIRECTORS:	J A G Maitland Mrs V M Maitland K J Maitland Mrs J Maitland
SECRETARY:	K J Maitland
REGISTERED OFFICE:	Old Library Chambers 21 Chipper Lane Salisbury Wiltshire SP1 1BG
REGISTERED NUMBER:	1205708
ACCOUNTANTS:	Smith & Williamson Chartered Accountants Old Library Chambers 21 Chipper Lane Salisbury Wiltshire SP1 1BG

MAITLAND FARMERS (LOOP) LIMITED

REPORT OF THE DIRECTORS

The directors present their report with the financial statements of the company for the year ended 31 March 1995.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of farming.

REVIEW OF BUSINESS

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

The level of business activity of the company and the year end position were satisfactory and the directors expect that the present level of activity will be sustained for the foreseeable future.

DIVIDENDS AND TRANSFERS TO RESERVES

No dividends will be distributed for the year ended 31 March 1995. The retained profit transferred to reserves will be £13,170.

FIXED ASSETS

During the year there were additions of £52,632 and disposals at cost value of £62,708. Details of movements are given in notes 8 to 10 to the financial statements.

DIRECTORS

The directors of the company in office during the year and their beneficial interests in the issued share capital were as follows:

<u>Name</u>	<u>Class of Capital</u>	<u>1995</u>	<u>1994</u>
J A G Maitland	Ordinary Shares £1	1	1
Mrs V M Maitland	Ordinary Shares £1	1	1
K J Maitland	Ordinary Shares £1	98	98
Mrs J Maitland	Ordinary Shares £1	-	-

ON BEHALF OF THE BOARD:

Director .. *K J Maitland*
K J Maitland

Dated: *29-11-95*

MAITLAND FARMERS (LOOP) LIMITED

REPORT OF THE ACCOUNTANTS TO THE SHAREHOLDERS
ON THE UNAUDITED FINANCIAL STATEMENTS OF
MAITLAND FARMERS (LOOP) LIMITED

We report on the financial statements for the year ended 31 March 1995 set out on pages 4 to 16.

Respective responsibilities of directors and reporting accountants

As described on page 6, the company's directors are responsible for the preparation of the financial statements and they consider that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

Basis of opinion

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the financial statements with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provided only the assurance expressed in our opinion.

Opinion

In our opinion:

- (a) the financial statements are in agreement with the accounting records kept by the company under Section 221 of the Companies Act 1985;
- (b) having regard only to, and on the basis of, the information contained in those accounting records:
 - (i) the financial statements have been drawn up in a manner consistent with the accounting requirements specified in Section 249C(6) of the Act; and
 - (ii) the company satisfied the conditions for exemption from an audit of the financial statements for the year specified in Section 249A(4) of the Act and did not, at any time within that year, fall within any of the categories of companies not entitled to the exemption specified in Section 249B(1).



SMITH & WILLIAMSON
Reporting Accountants
Old Library Chambers
21 Chipper Lane
Salisbury
Wiltshire SP1 1BG

14 December 1995

MAITLAND FARMERS (LOOP) LIMITED

PROFIT AND LOSS ACCOUNT
for the Year Ended 31 March 1995

	Notes	1995 £	1994 £
TURNOVER	2	231,314	230,570
Change in Stocks of Finished Goods and Work in Progress		5,687 -----	5,199 -----
		237,001	235,769
Other Operating Income	3	6,220 -----	5,469 -----
		243,221	241,238
Raw Materials and Consumables		98,368 -----	96,869 -----
		144,853	144,369
Staff Costs	4	66,288	58,426
Depreciation		15,588	17,174
Other Operating Charges		33,607 -----	35,156 -----
		115,483	110,756
OPERATING PROFIT	5	29,370	33,613
Interest Payable and Similar Charges	6	15,402 -----	16,644 -----
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		13,968	16,969
Tax on Profit on Ordinary Activities	7	798 -----	(322) -----
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION	24	£13,170 =====	£17,291 =====

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current or previous year.

RECOGNISED GAINS AND LOSSES

There were no recognised gains or losses other than the result for the year.

HISTORICAL COST PROFITS

A note of historical cost profits is shown on page 5.

The notes form part of these financial statements

MAITLAND FARMERS (LOOP) LIMITED

NOTE OF HISTORICAL COST PROFITS
for the Year Ended 31 March 1995

	1995	1994
	£	£
Profit for the Financial Year Before Taxation	13,968	16,969
Realisation of Revaluation Surplus on Reduction in Dairy Herd	2,123 -----	- -----
Historical Cost Profit on Ordinary Activities Before Taxation	£16,091 =====	£16,969 =====
Historical Cost Profit for the Year Retained After Taxation	£15,293 =====	£17,291 =====

The notes form part of these financial statements

MAITLAND FARMERS (LOOP) LIMITED

BALANCE SHEET
As at 31 March 1995

	Notes	1995	1994
		£	£
FIXED ASSETS:			
Tangible Assets			
- Owned	8	42,999	40,470
- Hire Purchase	9	49,349	22,191
- Finance Lease	10	15,358	21,454
		-----	-----
		107,706	84,115
Investments	11	-	50
Dairy Herd		44,863	50,024
Revaluation		18,449	20,572
		-----	-----
		63,312	70,596
		-----	-----
		171,018	154,761
CURRENT ASSETS:			
Stocks	12	58,759	53,072
Debtors	13	27,546	16,626
Cash In Hand		107	107
		-----	-----
		86,412	69,805
CREDITORS: Amounts falling due within one year			
	14	167,124	155,311
		-----	-----
NET CURRENT LIABILITIES:		(80,712)	(85,506)
		-----	-----
TOTAL ASSETS LESS CURRENT LIABILITIES:		90,306	69,255
CREDITORS: Amounts falling due after more than one year			
	15	44,905	37,024
		-----	-----
		£45,401	£32,231
		=====	=====
CAPITAL AND RESERVES:			
Called Up Share Capital	19	27,600	27,600
Revaluation Reserve	20	18,449	20,572
Profit and Loss Account	24	(648)	(15,941)
		-----	-----
SHAREHOLDERS' FUNDS	24	£45,401	£32,231
		=====	=====

The notes form part of these financial statements

MAITLAND FARMERS (LOOP) LIMITED

BALANCE SHEET
As at 31 March 1995

In approving these financial statements, the directors of the company hereby confirm:

- (a) that for the year in question the company was entitled to the exemption conferred by Section 249A(2) of the Companies Act 1985;
- (b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 31 March 1995; and
- (c) that they acknowledge their responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with Section 221, and;
 - (ii) 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 year then ended and which otherwise comply with the provisions of the Companies Act relating to accounts, so far as applicable to the company.

The accounts were approved by the board of directors on 29-11-95 and are signed on their behalf.

DIRECTOR

G. A. Maitland

MAITLAND FARMERS (LOOP) LIMITED

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 March 1995

1. ACCOUNTING POLICIES

Accounting Convention

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards.

Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

Tangible Fixed Assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Computer Equipment	-	25% straight line
Buildings	-	4.5% straight line
Improvements to Property	-	10% straight line
General Equipment	-	15% on reducing balance
Dairy Installation	-	15% on reducing balance
Motor Vehicles	-	25% on reducing balance
Tractors	-	25% on reducing balance

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 directors, there is reasonable probability that the liability will not arise in the foreseeable future.

Hire Purchase and Leasing Commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet and depreciated over their estimated useful lives.

The interest element of these obligations is charged to the profit and loss account over the relevant period.

The capital element of the future payments is treated as a liability.

Stocks

Stocks are valued by the directors at the lower of cost and net realisable value. Cost includes cost of purchase and all transport and handling costs. Net realisable value means the estimated proceeds of sale less all costs to be incurred in marketing and selling.

MAITLAND FARMERS (LOOP) LIMITED

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 March 1995

2. **TURNOVER**

Turnover represents net invoiced sales of goods, excluding value added tax. Turnover also includes transfers to the herd account at the cost of rearing, and the profit or loss on replacement of herd animals.

The turnover and profit before taxation are attributable to the one principal activity of the company.

3. **OTHER OPERATING INCOME**

	1995	1994
	£	£
Rents Received	3,600	3,300
Wayleaves	845	-
Milk Quota Levy Interest	230	-
Milk Quota Cut Compensation Permanent	1,545	2,169
	-----	-----
	6,220	5,469
	=====	=====

4. **STAFF COSTS**

	1995	1994
	£	£
Wages and Salaries	59,889	54,030
Social Security Costs	6,399	3,018
Other Pension Costs	-	1,378
	-----	-----
	66,288	58,426
	=====	=====

The average weekly number of employees during the year was as follows:

	1995	1994
Management and Administration	3	3
Production and Selling	3	3
	--	--
	6	6
	==	==

MAITLAND FARMERS (LOOP) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 March 1995**

5. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	1995 £	1994 £
Depreciation - Owned Assets	6,792	7,495
Depreciation - Assets held on Hire Purchase	14,842	7,397
- Assets held under Finance Leases	2,937	4,585
Profit on Disposal of Fixed Assets	(8,983)	(2,303)
	=====	=====
Directors' Remuneration - Salaries	27,100	21,800
- Pension Contributions	-	1,378
Auditors' Remuneration	-	1,815
	=====	=====
Directors' Emoluments including Estimate Value of Benefits in Kind	34,440	30,678
	=====	=====

6. INTEREST PAYABLE AND SIMILAR CHARGES

	1995 £	1994 £
Bank Loans, Overdrafts and Other Loans repayable within five years	9,558	10,592
Other Loans	2,691	2,932
Finance Charges - Hire Purchase Contracts and Finance Leases	3,153	3,120
	-----	-----
	15,402	16,644
	=====	=====

7. TAXATION

The tax charge on the profit on ordinary activities for the year was as follows:

	1995 £	1994 £
Based on the adjusted results of the year:		
UK Corporation Tax at 25%	891	500
Overprovision in Prior Year	(93)	(822)
	-----	-----
	798	(322)
	=====	=====

MAITLAND FARMERS (LOOP) LIMITED

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 March 1995

8. TANGIBLE FIXED ASSETS - OWNED

	Computer Equipment	Buildings	Improvements to Property	General Equipment
	----- £	----- £	----- £	----- £
COST:				
As at 1 April 1994	488	29,440	28,100	63,620
Additions	1,000	1,315	5,383	2,934
Disposals	-	-	-	(278)
	-----	-----	-----	-----
As at 31 March 1995	1,488	30,755	33,483	66,276
	-----	-----	-----	-----
DEPRECIATION:				
As at 1 April 1994	487	15,900	16,947	52,815
Charge for Year	250	1,384	2,180	2,060
Eliminated on Disposals	-	-	-	(267)
	-----	-----	-----	-----
As at 31 March 1995	737	17,284	19,127	54,608
	-----	-----	-----	-----
NET BOOK VALUE:				
As at 31 March 1995	£751	£13,471	£14,356	£11,668
	=====	=====	=====	=====
As at 31 March 1994	£1	£13,540	£11,153	£10,805
	=====	=====	=====	=====
	Dairy Installation	Motor Vehicles	Tractors	Totals
	----- £	----- £	----- £	----- £
COST:				
As at 1 April 1994	44,680	3,264	15,544	185,136
Additions	-	-	-	10,632
Disposals	(44,680)	-	-	(44,958)
	-----	-----	-----	-----
As at 31 March 1995	-	3,264	15,544	150,810
	-----	-----	-----	-----
DEPRECIATION:				
As at 1 April 1994	43,380	1,332	13,805	144,666
Charge for Year	-	483	435	6,792
Eliminated on Disposals	(43,380)	-	-	(43,647)
	-----	-----	-----	-----
As at 31 March 1995	-	1,815	14,240	107,811
	-----	-----	-----	-----
NET BOOK VALUE:				
As at 31 March 1995	£ -	£1,449	£1,304	£42,999
	=====	=====	=====	=====
As at 31 March 1994	£1,300	£1,932	£1,739	£40,470
	=====	=====	=====	=====

MAITLAND FARMERS (LOOP) LIMITED

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 March 1995

9. TANGIBLE FIXED ASSETS - HELD UNDER HIRE PURCHASE AGREEMENTS

	General Equipment	Computer Equipment	Motor Vehicles	Tractors	Totals
	----- £	----- £	----- £	----- £	----- £
COST:					
As at 1 April 1994	-	2,310	15,466	21,000	38,776
Additions	13,500	-	-	28,500	42,000
	-----	-----	-----	-----	-----
As at 31 March 1995	13,500	2,310	15,466	49,500	80,776
	-----	-----	-----	-----	-----
DEPRECIATION:					
As at 1 April 1994	-	578	3,866	12,141	16,585
Charge for Year	2,025	577	2,900	9,340	14,842
	-----	-----	-----	-----	-----
As at 31 March 1995	2,025	1,155	6,766	21,481	31,427
	-----	-----	-----	-----	-----
NET BOOK VALUES:					
As at 31 March 1995	£11,475	£1,155	£8,700	£28,019	£49,349
	=====	=====	=====	=====	=====
As at 31 March 1994	£ -	£1,732	£11,600	£8,859	£22,191
	=====	=====	=====	=====	=====

10. TANGIBLE FIXED ASSETS - HELD UNDER FINANCE LEASES

	General Equipment	Motor Vehicles	Tractors	Totals
	----- £	----- £	----- £	----- £
COST:				
As at 1 April 1994	32,500	4,535	36,800	73,835
Disposals	-	-	(17,750)	(17,750)
	-----	-----	-----	-----
As at 31 March 1995	32,500	4,435	19,050	56,085
	-----	-----	-----	-----
DEPRECIATION:				
As at 1 April 1994	16,138	4,344	31,899	52,381
Charge for Year	2,454	48	435	2,937
Eliminated on Disposal	-	-	(14,591)	(14,591)
	-----	-----	-----	-----
As at 31 March 1995	18,592	4,392	17,743	40,727
	-----	-----	-----	-----
NET BOOK VALUES:				
As at 31 March 1995	£13,908	£143	£1,307	£15,358
	=====	=====	=====	=====
As at 31 March 1994	£16,362	£191	£4,901	£21,454
	=====	=====	=====	=====

MAITLAND FARMERS (LOOP) LIMITED

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 March 1995

11. FIXED ASSET INVESTMENTS

	1995	1994
	£	£
Share in Unquoted Company, at Cost:		
Wessex Machinery Ring Limited	-	50
	=====	=====

The share has been deemed to be irrecoverable and has been written off in the year.

12. STOCKS

	1995	1994
	£	£
Livestock	26,600	20,700
Growing Crops	11,370	14,750
Other Stocks	20,789	17,622
	-----	-----
	58,759	53,072
	=====	=====

13. DEBTORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR

	1995	1994
	£	£
Value Added Tax	1,609	1,382
Trade Debtors	18,967	14,277
Loan A S Maitland	-	462
Directors' Current Accounts	6,970	505
	-----	-----
	27,546	16,626
	=====	=====

The Directors overdrawn current account was in respect of K J Maitland and was repaid following the year end by the voting of a bonus of £7,000.

14. CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR

	1995	1994
	£	£
Bank Loans and Overdrafts (See Note 16)	116,179	116,005
Hire Purchase and Finance Leases (See Note 17)	14,757	14,196
Trade Creditors	12,502	7,548
Accrued Expenses	2,811	3,977
Directors' Current Accounts	1,792	276
Other Tax and Social Security	11,207	12,809
Taxation	876	500
Directors' Remuneration Unpaid	7,000	-
	-----	-----
	167,124	155,311
	=====	=====

15. CREDITORS: AMOUNTS FALLING
DUE AFTER MORE THAN ONE YEAR

	1995	1994
	£	£
Loan - Maitland (Farmers) Limited	24,140	26,650
Hire Purchase and Finance Leases (See Note 17)	20,765	10,374
	-----	-----
	44,905	37,024
	=====	=====

The loan above is from Maitland (Farmers) Limited, a company with certain common directors and a common holder of ordinary shares and carried interest at 11% per annum (gross).

MAITLAND FARMERS (LOOP) LIMITED

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 March 1995

16. BANK LOANS AND OVERDRAFTS

An analysis of the maturity of loans and overdrafts is given below:

	1995	1994
	£	£
Amounts falling due within one year or on demand:		
Bank Overdraft	116,179	116,005
	=====	=====

The bank overdraft is secured by a debenture date 31 March 1977 over the company's assets and also by guarantees from Maitland (Farmers) Limited and Mr K J Maitland a director of the company.

17. OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND FINANCE LEASES

	Hire Purchase Contracts		Finance Leases	
	1995	1994	1995	1994
	£	£	£	£
Gross obligations repayable:				
Within one year	16,941	12,449	-	3,438
Between one and five years	22,493	10,941	-	-
	-----	-----	-----	-----
	39,434	23,390	-	3,438
Less: Finance Charges allocated to future periods:				
	3,912	2,155	-	103
	-----	-----	-----	-----
	35,522	21,235	-	3,335
	-----	-----	-----	-----
Summary:				
Net obligations repayable:				
Within one year	14,757	10,861	-	3,335
Between one and five years	20,765	10,374	-	-
	-----	-----	-----	-----
	35,522	21,235	-	3,335
	=====	=====	=====	=====

18. DEFERRED TAXATION

Deferred taxation has been provided at 25% in the financial statements as follows:

	1995	1994
	£	£
Accelerated Capital Allowances	1,296	722
Finance Leases	3,209	3,773
	-----	-----
	4,505	4,495
Less:		
Losses Carried Forward	(4,505)	(4,495)
	-----	-----
	-	-
	=====	=====

MAITLAND FARMERS (LOOP) LIMITED

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 March 1995

19. SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal Value:	1995 £	1994 £
100	Ordinary Shares	£1	100	100
29,900	Non-Voting Non-Cumulative Irredeemable Preference Shares	£1	29,900	29,900
			-----	-----
			30,000	30,000
			=====	=====
Allotted, issued and fully paid:				
Number:	Class:	Nominal Value:	1995 £	1994 £
100	Ordinary Shares	£1	100	100
27,500	Non-Voting Non-Cumulative Irredeemable Preference Shares	£1	27,500	27,500
			-----	-----
			27,600	27,600
			=====	=====

The non-voting non-cumulative irredeemable preference shares carry equal rights to dividends as the existing ordinary shares. On winding up they carry the right of repayment of capital of £27,500.

20. REVALUATION RESERVE

	1995 £	1994 £
Surplus on Revaluation of Dairy Herd as at 31 March 1992	20,572	20,572
Realisation of Revaluation Surplus on Reduction in Herd	(2,123)	-
	-----	-----
	18,449	20,572
	=====	=====

21. CONTINGENT LIABILITIES

There were no contingencies at 31 March 1995 or 31 March 1994.

22. CAPITAL COMMITMENTS

There were no capital commitments at 31 March 1995 or 31 March 1994.

23. PENSION COMMITMENTS

The company operates a non-contributory defined contribution pension scheme covering one of its directors. The scheme funds are administered by trustees and are independent of the company's finances.

The company's contributions are charged against profits in the year in which they are made.

MAITLAND FARMERS (LOOP) LIMITED

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 March 1995

24. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	Share Capital	Revaluation Reserve	Profit and Loss Account	Total
	-----	-----	-----	-----
Opening Shareholders' Funds at 1 April 1993	27,600	20,572	(33,232)	14,940
Profit for the Year	-	-	13,170	13,170
	-----	-----	-----	-----
Closing Shareholders' Funds at 31 March 1994	27,600	20,572	(15,941)	32,231
Profit for the Year	-	-	13,170	13,170
Revaluation Surplus Realised on Reduction in Dairy Herd	-	(2,123)	2,123	-
	-----	-----	-----	-----
Closing Shareholders' Funds at March 1995	£27,600	£18,449	£(648)	£45,401
	=====	=====	=====	=====

	1995 £	1994 £
Equity Interests	17,901	4,731
Non Equity Interests	27,500	27,500
	-----	-----
	45,401	32,231
	=====	=====

25. POST BALANCE SHEET EVENT

Mr I Maitland, a brother of Mr K J Maitland, has made a claim against Maitland Farmers (Loop) Limited and others for rights over certain properties and a cash sum. The directors are of the opinion that no liability will result from the action.