

Company Registration No. 1205708 (England and Wales)

MAITLAND FARMERS (LOOP) LIMITED
DIRECTORS' REPORT
AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2002



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

Company number

1205708

Registered office

The Old Rectory
South Walks Road
Dorchester
Dorset
DT1 1DT

Accountants

Perks Simm
Chartered Accountants
The Old Rectory
South Walks Road
Dorchester
Dorset
DT1 1DT

MAITLAND FARMERS (LOOP) LIMITED

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MAITLAND FARMERS (LOOP) LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2002

The directors present their report with the financial statements of the company for the year ended 31 March 2002.

Principal activities

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

Directors

The following directors have held office since 1 April 2001:

J A G Maitland
Mrs V M Maitland
K J Maitland
Mrs J Maitland

Directors' interests

The directors' interests in the shares of the company were as stated below:

Ordinary shares of £1 each

	31 March 2002	1 April 2001
J A G Maitland	1	1
Mrs V M Maitland	1	1
K J Maitland	98	98
Mrs J Maitland	-	-

Non-voting Non-cumulative Irredeemable Preference shares of £1 each

	31 March 2002	1 April 2001
J A G Maitland	-	-
Mrs V M Maitland	-	-
K J Maitland	-	-
Mrs J Maitland	-	-

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

On behalf of the board

723 Maitland 14/4/02
K J Maitland
Director

MAITLAND FARMERS (LOOP) LIMITED

ACCOUNTANTS' REPORT TO THE DIRECTORS ON THE UNAUDITED ACCOUNTS OF MAITLAND FARMERS (LOOP) LIMITED

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 31 March 2002, set out on pages 3 to 14 and you consider that the company is exempt from an audit. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities from the accounting records and information and explanations supplied to us.

Perks Simm

**Perks Simm
Chartered Accountants**

The Old Rectory
South Walks Road
Dorchester
Dorset
DT1 1DT

..... 25th November 2002

MAITLAND FARMERS (LOOP) LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2002

	Notes	2002 £	2001 £
Turnover		148,245	166,470
Change in stocks of finished goods and work in progress		(40,269)	(906)
		<u>107,976</u>	<u>165,564</u>
Other operating income		26,576	16,066
		<u>134,552</u>	<u>181,630</u>
Raw materials and other consumables		(50,988)	(103,500)
		<u>83,564</u>	<u>78,130</u>
Staff costs	(14,314)	(13,311)	
Depreciation and amortisation	(17,481)	(18,815)	
Other operating charges	(49,481)	(62,473)	
		<u>(81,276)</u>	<u>(94,599)</u>
Operating profit/(loss)	2	2,288	(16,469)
Investment income	3	57	57
Other interest receivable and similar income		319	148
Interest payable and similar charges	4	(4,150)	(9,868)
Loss on ordinary activities before taxation		<u>(1,486)</u>	<u>(26,132)</u>
Tax on loss on ordinary activities	5	1,729	-
Loss on ordinary activities after taxation	14	<u>(3,215)</u>	<u>(26,132)</u>

The profit and loss account has been prepared on the basis that all operations are continuing operations.

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

MAITLAND FARMERS (LOOP) LIMITED

PROFIT AND LOSS ACCOUNT (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2002

Note of historical cost profits and losses

	2002 £	2001 £
Reported loss on ordinary activities before taxation	(1,486)	(26,132)
Realisation of property revaluation gains of previous years	15,837	-
	<u> </u>	<u> </u>
Historical cost profit/(loss) on ordinary activities before taxation	14,351	(26,132)
	<u> </u>	<u> </u>
Historical cost profit/(loss) for the year retained after taxation, extraordinary items and dividends	12,622	(26,132)
	<u> </u>	<u> </u>

MAITLAND FARMERS (LOOP) LIMITED

BALANCE SHEET AS AT 31 MARCH 2002

	Notes	2002		2001	
		£	£	£	£
Fixed assets					
Intangible assets	6		38,401		44,801
Tangible assets	7		32,075		57,755
Dairy Herd	8		-		70,098
Investments	9		74		45
			<u>70,550</u>		<u>172,699</u>
Current assets					
Stocks		3,886		44,155	
Debtors	10	1,279		20,081	
Cash in hand		30,899		49	
		<u>36,064</u>		<u>64,285</u>	
Creditors: amounts falling due within one year	11	<u>(36,149)</u>		<u>(163,304)</u>	
Net current liabilities			(85)		(99,019)
Total assets less current liabilities			70,465		73,680
Creditors: amounts falling due after more than one year	12		<u>(6,361)</u>		<u>(6,361)</u>
			<u>64,104</u>		<u>67,319</u>
Capital and reserves					
Called up share capital	13		27,600		27,600
Revaluation reserve	14		-		15,837
Profit and loss account	14		36,504		23,882
Shareholders' funds	15		<u>64,104</u>		<u>67,319</u>
Equity interests			36,604		39,819
Non-equity interests			27,500		27,500
			<u>64,104</u>		<u>67,319</u>

MAITLAND FARMERS (LOOP) LIMITED

BALANCE SHEET (CONTINUED) AS AT 31 MARCH 2002

In preparing these financial statements:

- (a) The directors are of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985;
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The directors acknowledge their responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, 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 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 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.

The financial statements were approved by the Board on

727 Maitland 14/11/02

K J Maitland
Director

MAITLAND FARMERS (LOOP) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2002

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

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

1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts. Turnover also includes transfers to the herd account at the cost of rearing and the profit or loss on replacement of herd animals.

1.3 Milk Quota

Amortisation is provided on purchased milk quota at 10% per annum on a straight line basis in order to write off the cost over its estimated useful life.

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 less estimated residual value of each asset over its expected useful life, as follows:

Buildings	4.5% straight line
Improvements to property	10% straight line
General equipment	15% reducing balance
Computer equipment	25% straight line
Motor vehicles	25% reducing balance
Tractors	25% reducing balance

1.5 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over their estimated useful lives. 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.

1.6 Investments

Fixed asset investments are stated at cost.

1.7 Stock

Stock is valued by the directors at the lower of cost and net realisable value.

MAITLAND FARMERS (LOOP) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2002

1 Accounting policies

(continued)

1.8 Deferred taxation

The accounting policy in respect of deferred tax has been changed to reflect the requirements of FRS19 - Deferred tax. Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

The above amounts to a change in accounting policy. The previous policy was to provide deferred tax only to the extent that it was probable that liabilities would crystallise in the foreseeable future.

The adoption of the standard has not required a prior period adjustment. If the new policy had been in place in the previous period no asset or liability would have been recognised as the conditions for recognition would not have been satisfied.

2 Operating profit/(loss)

2002

2001

£

£

Operating profit/(loss) is stated after charging:

Depreciation of tangible assets

11,081

12,415

Amortisation of intangible assets

6,400

6,400

Directors' emoluments

17,579

20,702

In addition to the above, the company disposed of various tangible fixed assets during the year realising a profit on disposal of £15,305.

3 Investment income

2002

2001

£

£

Income from listed investments

57

57

4 Interest payable

2002

2001

£

£

Interest payable and similar charges includes:

Lease finance charges and hire purchase interest

189

646

MAITLAND FARMERS (LOOP) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2002

5	Taxation	2002	2001
		£	£
	Domestic current year tax		
	U.K. corporation tax	1,729	-
	Current tax charge	1,729	-
	Factors affecting the tax charge for the year		
	Loss on ordinary activities before taxation	(1,486)	(26,132)
	Loss on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 20.00% (2001: 20.00%)	(297)	(5,226)
	Effects of:		
	Non deductible expenses	693	44
	Depreciation	435	3,747
	Capital allowances	2,450	(2,270)
	Dividends and distributions received	(11)	(11)
	Other tax adjustments	(1,541)	3,716
		2,026	5,226
	Current tax charge	1,729	-
6	Intangible fixed assets		
			Milk Quota
			£
	Cost		
	At 1 April 2001 & at 31 March 2002		64,001
	Amortisation		
	At 1 April 2001		19,200
	Charge for the year		6,400
	At 31 March 2002		25,600
	Net book value		
	At 31 March 2002		38,401
	At 31 March 2001		44,801

MAITLAND FARMERS (LOOP) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2002

7 Tangible fixed assets

	Buildings £	Improvements to property £	General equipment £	
Cost				
At 1 April 2001	17,033	37,272	121,996	
Additions	11,277	-	564	
Disposals	-	-	(68,837)	
At 31 March 2002	28,310	37,272	53,723	
Depreciation				
At 1 April 2001	10,371	33,239	92,144	
On disposals	-	-	(46,589)	
Charge for the year	1,132	768	4,661	
At 31 March 2002	11,503	34,007	50,216	
Net book value				
At 31 March 2002	16,807	3,265	3,507	
At 1 April 2001	6,662	4,033	29,852	
	Tractors £	Computer equipment £	Motor vehicles £	Total £
Cost				
At 1 April 2001	82,138	7,980	20,725	287,144
Additions	-	1,003	-	12,844
Disposals	(25,688)	(5,725)	(18,730)	(118,980)
At 31 March 2002	56,450	3,258	1,995	181,008
Depreciation				
At 1 April 2001	67,421	7,650	18,564	229,389
On disposals	(22,084)	(5,437)	(17,426)	(91,536)
Charge for the year	3,679	300	540	11,080
At 31 March 2002	49,016	2,513	1,678	148,933
Net book value				
At 31 March 2002	7,434	745	317	32,075
At 1 April 2001	14,717	330	2,161	57,755

MAITLAND FARMERS (LOOP) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2002

Included above are assets held under finance leases or hire purchase contracts as follows:

		General equipment £
Net book values		
At 31 March 2002		333
At 31 March 2001		11,573
Depreciation charge for the year		
31 March 2002		59
31 March 2001		2,042
8 Other assets		
		Dairy Herd £
Cost		
At 1 April 2001		70,098
Transfers in		1,260
Disposals		(71,358)
At 31 March 2002		-
9 Fixed asset investments		
		Trade investment £
Cost		
At 1 April 2001		45
Additions		29
At 31 March 2002		74

MAITLAND FARMERS (LOOP) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2002

10 Debtors	2002 £	2001 £
Trade debtors	-	18,635
Other debtors	1,279	1,446
	<u>1,279</u>	<u>20,081</u>

Included in other debtors above is an overdrawn directors' current account with a balance of £229. For further details see note 18.

11 Creditors: amounts falling due within one year	2002 £	2001 £
Bank overdrafts	-	114,077
Net obligations under finance leases and hire purchase contracts	-	4,116
Trade creditors	4,703	8,607
Taxation and social security	4,044	1,056
Other creditors	27,402	35,448
	<u>36,149</u>	<u>163,304</u>

The bank overdraft is secured by a fixed and floating charge over the company's assets.

Included in other creditors above are amounts of £nil (2001: £7,469) relating to a milk quota loan, £4,168 (2001: £14,689) relating to directors' current accounts (see note 18) and unpaid directors remuneration of £5,000 (2001: £5,000).

12 Creditors: amounts falling due after more than one year	2002 £	2001 £
Maitland (Farmers) Limited Loan (see note 18)	<u>6,361</u>	<u>6,361</u>
Analysis of loans		
Wholly repayable within five years	6,361	13,830
Included in current liabilities	-	(7,469)
	<u>6,361</u>	<u>6,361</u>
Loan maturity analysis		
In more than one year but not more than two years	<u>6,361</u>	<u>6,361</u>

MAITLAND FARMERS (LOOP) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2002

13 Share capital	2002 £	2001 £
Authorised		
100 Ordinary shares of £1 each	100	100
29,900 Non-voting Non-cumulative Irredeemable Preference shares of £1 each	29,900	29,900
	<u>30,000</u>	<u>30,000</u>
Allotted, called up and fully paid		
100 Ordinary shares of £1 each	100	100
27,500 Non-voting Non-cumulative Irredeemable Preference shares of £1 each	27,500	27,500
	<u>27,600</u>	<u>27,600</u>

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

14 Statement of movements on reserves	Revaluation reserve £	Profit and loss account £
Balance at 1 April 2001	15,837	23,882
Retained loss for the year	-	(3,215)
Transfer from revaluation reserve to profit and loss account	(15,837)	15,837
	<u>-</u>	<u>36,504</u>
Balance at 31 March 2002	-	36,504

The revaluation reserve was in respect of the dairy herd, which has now been sold. The reserve balance is therefore now realised and has been transferred to profit and loss account.

15 Reconciliation of movements in shareholders' funds	2002 £	2001 £
Loss for the financial year	(3,215)	(26,132)
Opening shareholders' funds	67,319	93,451
	<u>64,104</u>	<u>67,319</u>
Closing shareholders' funds	64,104	67,319

16 Contingent liabilities

There were no contingent liabilities at 31 March 2002 or 31 March 2001.

MAITLAND FARMERS (LOOP) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2002

17 Capital commitments

At 31 March 2002 the company was committed to further building costs of approximately £7,000.

There were no capital commitments at 31 March 2001.

18 Related party transactions

98 of the company's 100 issued ordinary shares are held by K J Maitland and he therefore controls the company. The non voting preference shares are held by Maitlands (Farmers) Limited, a company of which J A G Maitland and K J Maitland are directors and of which K J Maitland is a shareholder.

A loan balance of £6,361 was due to Maitlands (Farmers) Limited at 31 March 2002 and 31 March 2001.

Rent of £12,950 (2001 £12,950) was payable in the year to K J Maitland and £4,250 (2001 £4,250) to Mrs F A Maitland, the widow of J A G Maitland's brother.

During the year wages of £8,937 (2001 £4,299) were paid to Paul Maitland, the son of K J Maitland.

The directors have current accounts with the company and the balances due to/(from) the directors at the balance sheet date were J A G & Mrs V Maitland £(229) [2001 £2,125] and K J & Mrs J Maitland £4,168 [2001 £12,564]. The account with J A G & Mrs V Maitland was overdrawn by £229 at 31 March 2002, this being the maximum overdrawn amount. The account with K J & Mrs J Maitland was in credit at 31 March 2002 but had been overdrawn for part of the year to that date, the maximum overdrawn amount being £17,033.

During the year a motor car was transferred to K J & Mrs J Maitland at a value of £700 which was considered fair market value. The company incurred a loss on disposal of £461.