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Registrar's Copy

Company No: 1901421

R.G. FARMS LIMITED

Abbreviated Annual Report

Year ended 5 April 2001



R. G. FARMS LIMITED

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**INDEPENDENT AUDITORS' REPORT TO
R. G. FARMS LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts, which comprise the Abbreviated Balance Sheet and the related notes, together with the financial statements of the company for the year ended 5 April 2001 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985 and the abbreviated accounts are properly prepared in accordance with those provisions.

LEICESTER, UK
19 October 2001


PKF
Registered Auditors

R. G. FARMS LIMITED
ABBREVIATED BALANCE SHEET
5 APRIL 2001

	Notes	2001 £	2000 £
FIXED ASSETS			
Tangible	2	3,677,352	3,708,250
Investments	3	1,155	1,155
		<u>3,678,507</u>	<u>3,709,405</u>
CURRENT ASSETS			
Stocks		251,029	245,242
Debtors		120,837	96,159
Cash at bank and in hand		81	11,779
		<u>371,947</u>	<u>353,180</u>
CREDITORS: amounts falling due within one year	4	<u>(306,539)</u>	<u>(331,717)</u>
NET CURRENT ASSETS		<u>65,408</u>	<u>21,463</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>3,743,915</u>	<u>3,730,868</u>
CREDITORS: amounts falling due after more than one year	4	<u>(347,110)</u>	<u>(370,997)</u>
NET ASSETS		<u><u>3,396,805</u></u>	<u><u>3,359,871</u></u>
CAPITAL AND RESERVES			
Called up share capital	5	375	375
Share premium account		836,781	836,781
Revaluation reserve		1,357,845	1,357,845
Profit and loss account		1,201,804	1,164,870
SHAREHOLDERS' FUNDS		<u><u>3,396,805</u></u>	<u><u>3,359,871</u></u>

The abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The abbreviated accounts were approved by the board on 19 October 2001

Signed on behalf of the board of directors



R J GRANT Director

R. G. FARMS LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 5 APRIL 2001

1 ACCOUNTING POLICIES

(a) Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention as modified by the revaluation of freehold land and buildings and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

(b) Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, net of value added tax and trade discounts.

(c) Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost or valuation less depreciation. Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold buildings	2 -3% on original cost
Improvements to leasehold property	5 % on original cost
Machinery and implements	15 % net book amount
Tractors and harvesters	20 % net book amount
Motor vehicles	25 % net book amount
Computer	33 .3% on original cost
Potato store	10 % net book amount
Golf centre	5 or 20% on original cost
Freehold land is not depreciated.	

(d) Finance and operating leases

Assets acquired under finance leases or hire purchase are treated as tangible fixed assets and depreciation is provided accordingly. The present value of future rentals is shown as a liability and the interest element of rental obligations is charged to the profit and loss account over the period of the lease in proportion to the capital balance outstanding.

Operating lease rentals are charged in the profit and loss account on a straight line basis over the lease term.

(e) Stocks and work in progress

Stocks and work in progress are stated at the lower of cost and net realisable value. Cost is determined on a first in first out basis, and includes all direct costs incurred and attributable production overheads. Net realisable value is based on estimated selling price allowing for all further costs of completion and disposal.

(f) Deferred taxation

Provision is made for deferred tax using the liability method to the extent that it is probable that a liability will crystallise.

(g) Pensions

The company operates a defined contribution pension scheme and the pension charge in the profit and loss account represents the amounts payable by the company to the fund in respect of the year.

(h) Arable Area Payment Scheme

Amounts received and receivable from the Ministry of Agriculture, Fisheries and Food in respect of the above scheme have been treated as a subsidy on sales and are credited to revenue to the extent that a whole or part of the relevant crop has been included in sales.

R. G. FARMS LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 5 APRIL 2001

2 TANGIBLE FIXED ASSETS

	£
Cost or valuation	
At 6 April 2000	4,570,319
Additions	173,334
Disposals	(89,030)
	4,654,623
Depreciation	
At 6 April 2000	862,069
Charge for year	148,444
On disposals	(33,242)
	977,271
Net book amount	
At 5 April 2001	3,677,352
At 5 April 2000	3,708,250

The freehold land and buildings were revalued at 5 April 1998 on an open market value basis by an independent firm of Chartered Surveyors and Valuers. The cost and net book amount under the historical cost convention of assets shown at valuation would be **£2,290,923** (2000 £2,148,303) and **£1,994,709** (2000 £1,917,531) respectively.

The net book amounts of plant and machinery above include **£4,621** (2000 - £86,609) in respect of assets held under finance leases or hire purchase contracts.

3 FIXED ASSET INVESTMENTS

	£
Cost	
At 6 April 2000	1,155
	1,155

Other investments comprise an interest in a farming co-operative. The investment is included at cost which, in the opinion of the directors, approximates to its market value.

R. G. FARMS LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 5 APRIL 2001

4 CREDITORS

Creditors amounting to £111,169 (2000 £43,334) due within one year and £347,110 (2000 £370,997) due after more than one year are secured.

5 SHARE CAPITAL

	Authorised £	Allotted, called up and fully paid No.	£
At 6 April 2000 and 5 April 2001			
Participating Preference shares of 50p each	338	338	338
'A' Ordinary shares of 1p each	12	12	12
'B' Ordinary shares of 1p each	25	25	25
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