

Ellismoss Farms Limited

**Abbreviated accounts
for the year ended 31 July 2000**

Company No: SC34342



SCT SE5JSW5N 0235
COMPANIES HOUSE 04/12/00

COMPANIES HOUSE 22/11/00

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Ellismoss Farms Limited

Auditors' report to Ellismoss Farms Limited under section 247B of the Companies Act 1985

We have examined the abbreviated accounts on pages 2 to 4 together with the financial statements of Ellismoss Farms Limited for the year ended 31 July 2000 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for the 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.

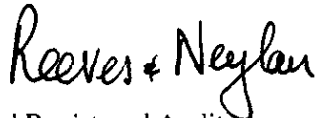
Basis of opinion

We have carried out the procedures we consider 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 on pages 2 to 4 are properly prepared in accordance with those provisions.

Reeves & Neylan



Chartered Accountants and Registered Auditors
Westby
64 West High Street
Forfar
DD8 1BJ

15 November 2000

Ellismoss Farms Limited

Abbreviated Balance sheet
As at 31 July 2000

	Note	2000 £	£	1999 £	£
Fixed assets					
Tangible assets	1		473,382		493,549
Trade investments			<u>272</u>		<u>267</u>
			473,654		493,816
Current assets					
Stocks		501,056		485,355	
Debtors		<u>82,255</u>		<u>94,423</u>	
Cash in hand		21		69	
		583,332		579,847	
Creditors: amounts falling due within one year		<u>730,330</u>		<u>725,008</u>	
Net current liabilities			(146,998)		(145,161)
Total assets less current liabilities			326,656		348,655
Creditors: amounts falling due after more than one year			104,492		129,995
			<u>222,164</u>		<u>218,660</u>
Capital and reserves					
Called up share capital	2		68		68
Profit and loss account			<u>222,096</u>		<u>218,592</u>
			<u>222,164</u>		<u>218,660</u>

The financial statements 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 14 November 2000 and signed on its behalf by:-

W J Argo
Director



The accounting policies and notes on pages 3 to 4 form part of the financial statements.

Ellismoss Farms Limited

Accounting policies

Accounting convention

The accounts have been prepared under the historical cost convention.

Turnover

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

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 estimated residual value, over their expected useful lives on the following bases:

Tenant's improvements	4% on cost
Plant and machinery	12.5% on WDV
Motor vehicles	25% on WDV

No depreciation is charged on heritable property

Previously, depreciation had been calculated on cost at rates estimated to write off all tangible fixed assets other than heritable land and buildings, on a straight line basis, over their expected working lives. The effect of the change has been to reduce the depreciation charge for the year by £16,889.

Stocks

Stocks have been valued at the lower of cost and net realisable value.

Deferred taxation

Provision is made for taxation, using the liability method, on all material timing differences, to the extent that it is probable that a liability or asset will crystallise.

Cashflow statement

The company is exempt from the requirement to produce a cashflow statement under the terms of Financial Reporting Standard 1 as a small reporting entity.

Hire Purchase

Assets obtained under hire purchase contracts are capitalised as tangible fixed assets. Assets acquired by hire purchase are depreciated over their useful lives.

Trade investments

Trade investments have been included at the lower of cost and net realisable value.

Ellismoss Farms Limited

Notes to the financial statements for the year ended 31 July 2000

1 Tangible fixed assets

	Total £
Cost	
At 1 August 1999	
and at 31 July 2000	<u>779,812</u>
Depreciation	
At 1 August 1999	286,263
Charge for period	<u>20,167</u>
At 31 July 2000	<u>306,430</u>
Written down value	
At 31 July 2000	<u>473,382</u>
At 1 August 1999	<u>493,549</u>

Included in the above written down value are assets held under hire purchase finance contracts amounting to £49,776 (1999 - £56,887). Hire purchase creditors secured over the assets subject to hire purchase finance contracts amounts to £30,084 (1999 - £61,761).

2 Called up share capital

	2000 £	1999 £
Authorised		
Ordinary shares of £1 each	<u>100</u>	<u>100</u>
Allotted called up and fully paid		
Ordinary shares of £1 each	<u>68</u>	<u>68</u>

3 Related party transactions

The company is also a partner in the Firm of E & W J Argo, a farming partnership, together with three of the directors, W J Argo, D W Argo and Mrs E J Argo, who are also partners of the partnership in their own right. During the year the company purchased goods totalling £81,423 (1999 - £101,730) from and sold goods totalling £29,973 (1999 - £137,198) to the partnership on a commercial basis. Outstanding creditor and debtor balances at 31 July 2000 were £7,454 (1999 - £7,054) and £160 (1999 - £170) respectively.

4 Post balance sheet event

On 21 June 1996 the Secretary of State served on the company a Vesting Declaration in respect of an area of land at Heathland Farm. The Secretary of State required the land for the construction of the new trunk road between Aberdeen and Inverness. As a result of the Vesting Declaration the company has an unquantified claim against the Secretary of State for compensation.

The claim is still being finalised for submission and no negotiations with the District Valuer on behalf of the Secretary of State have yet taken place. Accordingly no value can be placed on the compensation claim.