

SAMUEL WHITE AND COMPANY LIMITED

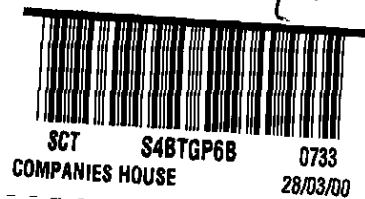
DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 28TH MAY 1999

GREAVES WEST AND AYRE

CHARTERED ACCOUNTANTS

BERWICK UPON TWEED



SAMUEL WHITE AND COMPANY LIMITED

COMPANY INFORMATION

Directors	Andrew White Peter M. White Charles J. White
Secretary	J. Cullen
Company Number	35310
Registered Office	Cullen Kilshaw Royal Bank Chambers Melrose TD6 9PE
Accountants	Greaves West and Ayre Chartered Accountants 1/3 Sandgate Berwick upon Tweed TD15 1EW
Business Address	Bowshiel Grantshouse Berwickshire TD11 3RX
Bankers	Royal Bank of Scotland plc St. Dunstons High Street Melrose TD6 9PF
Solicitors	Cullen Kilshaw Royal Bank Chambers Melrose TD6 9PE

SAMUEL WHITE AND COMPANY LIMITED
DIRECTORS' REPORT FOR THE YEAR ENDED 28TH MAY 1999

The directors present their report and the financial statements for the year ended 28th May 1999.

Principal Activity

The principal activity of the company is farming.

Directors and their Interests

The directors who served during the year and their interests in the company are as stated below:

	Ordinary shares	
	1999	1998
Andrew White	2,917	2,917
Peter M. White	2,917	2,917
Charles J. White	2,916	2,916

Exemptions

This report is 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 28/2/2000

And signed on its behalf by


.....
J. Cullen
Secretary

SAMUEL WHITE AND COMPANY LIMITED
BALANCE SHEET AS AT 28TH MAY 1999

<u>1998</u>		<u>Notes</u>		<u>1999</u>
£				£
	Fixed Assets			
1,029,747	Tangible assets	3		1,025,717
660	Investments	4		660
<u>1,030,407</u>				<u>1,026,377</u>
	Current Assets			
135,760	Stocks		83,705	
35,471	Debtors	5	24,430	
<u>171,231</u>			<u>108,135</u>	
	Creditors : Amounts falling			
(347,955)	due within one year	6	(274,451)	
<u>(176,724)</u>	Net Current Liabilities			(166,316)
853,683	Total Assets Less Current Liabilities			860,061
	Creditors : Amounts falling due			
(7,539)	after more than one year	7		(2,716)
	Provision for Liabilities			
(15,614)	and Charges	8		(15,074)
<u>830,530</u>	Net Assets			<u>842,271</u>

The notes on pages 5 to 12 form an integral part of these financial statements.

SAMUEL WHITE AND COMPANY LIMITED
BALANCE SHEET AS AT 28TH MAY 1999

<u>1998</u>		<u>Notes</u>	<u>1999</u>
£			£
	Capital and Reserves		
10,000	Called up share capital	9	10,000
187,491	Other reserves	10	187,491
633,039	Profit and loss account	10	644,780
<u>830,530</u>	Shareholders' Funds		<u>842,271</u>

In the directors opinion the company was entitled under section 249A(1) of the Companies Act 1985 to exemption from the audit of its accounts for the year ended 28th May 1999. No member of the company has deposited a notice under section 249B(2) requiring an audit of these accounts.

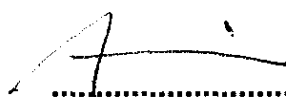
The directors are responsible for ensuring the company keeps accounting records which comply with section 221 of the Act and for preparing accounts which give a true and fair view of the state of affairs of the company as at the end of each financial year and its profit or loss for each year in accordance with the requirements of section 226 of the Act and which otherwise comply with its requirements, so far as applicable to the company.

The financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities.

The financial statements were approved by the Board on

28/2/2000

And signed on its behalf by



Andrew White, Director



Charles J. White, Director

The notes on pages 5 to 12 form an integral part of these financial statements.

SAMUEL WHITE AND COMPANY LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 28TH MAY 1999

<u>1998</u>			<u>1999</u>
£		Notes	£
244,786	Turnover	2	300,383
(58,006)	Cost of sales		(113,775)
<u>186,780</u>	Gross profit		<u>186,608</u>
(170,044)	Administrative expenses		(168,390)
2,931	Other operating income		2,586
<u>19,667</u>	Operating profit	11	<u>20,804</u>
481	Profit on sale of fixed assets		<u>3,151</u>
<u>20,148</u>	Profit on ordinary activities before interest		<u>23,955</u>
35	Interest receivable and similar income		-
(7,896)	Interest payable and similar charges	12	(11,452)
<u>12,287</u>	Profit on ordinary activities before taxation		<u>12,503</u>
(2,581)	Tax on profit on ordinary activities	14	(764)
<u>9,706</u>	Retained profit for the year		<u>11,739</u>
<u>623,333</u>	Retained profit brought forward		<u>633,041</u>
<u><u>633,039</u></u>	Retained profit carried forward		<u><u>644,780</u></u>

The notes on pages 5 to 12 form an integral part of these financial statements.

SAMUEL WHITE AND COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28TH MAY 1999

1. Accounting Policies

1.1. Accounting convention

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

1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

1.3. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Farm Plant	- 15% Reducing Balance
Implements	- 15% Reducing Balance
Field Implements	- 20% Reducing balance
Tractors	- 25% Reducing Balance
Motor Vehicles	- 25% Reducing Balance
Office Equipment	- 20% Reducing Balance

No depreciation has been provided on Livestock Herds. This represents a departure from Statement of Accounting Standard number 12. In the directors opinion, this departure has no material effect on the accounts.

1.4. Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their 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 evenly over the period of the lease.

1.5. Investments

Fixed asset investments are stated at cost less provision for diminution in value.

1.6. Stock

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

SAMUEL WHITE AND COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28TH MAY 1999

..... continued

1.7. Deferred taxation

Provision is made for deferred taxation using the liability method at the rate of 20% to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors consider that a liability to taxation is unlikely to materialise.

2. Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the UK.

3. Tangible fixed assets

	<u>Livestock</u> <u>Herd</u>	<u>Freehold</u> <u>Property</u>	<u>Property</u> <u>Improvements</u>	<u>Farm</u> <u>Plant</u>	<u>Implements</u>
	£	£	£	£	£
Cost					
Brought Forward	72,493	785,482	16,114	13,950	120,845
Additions	5,589	-	-	-	4,666
Disposals	-	-	-	-	(175)
	<u>78,082</u>	<u>785,482</u>	<u>16,114</u>	<u>13,950</u>	<u>125,336</u>
Depreciation					
Brought Forward	-	-	16,114	2,552	82,468
On disposals	-	-	-	-	-
Charge for the year	-	-	-	1,710	6,430
	<u>-</u>	<u>-</u>	<u>16,114</u>	<u>4,262</u>	<u>88,898</u>
Net book values					
At 28th May 1999	<u>78,082</u>	<u>785,482</u>	<u>-</u>	<u>9,688</u>	<u>36,438</u>
At 28th May 1998	<u>72,493</u>	<u>785,482</u>	<u>-</u>	<u>11,398</u>	<u>38,377</u>

SAMUEL WHITE AND COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28TH MAY 1999

..... continued

	<u>Field Implements</u>	<u>Tractors</u>	<u>Motor Vehicles</u>	<u>Office Equipment</u>	<u>Total</u>
	£	£	£	£	£
Cost					
Brought Forward	63,750	136,742	41,200	-	1,250,576
Additions	-	19,900	13,800	1,647	45,602
Disposals	-	(20,712)	(9,500)	-	(30,387)
	<u>63,750</u>	<u>135,930</u>	<u>45,500</u>	<u>1,647</u>	<u>1,265,791</u>
Depreciation					
Brought Forward	27,150	70,626	21,919	-	220,829
On disposals	-	(13,555)	(7,058)	-	(20,613)
Charge for the year	7,320	17,873	6,195	330	39,858
	<u>34,470</u>	<u>74,944</u>	<u>21,056</u>	<u>330</u>	<u>240,074</u>
Net book values					
At 28th May 1999	<u>29,280</u>	<u>60,986</u>	<u>24,444</u>	<u>1,317</u>	<u>1,025,717</u>
At 28th May 1998	<u>36,600</u>	<u>66,116</u>	<u>19,281</u>	<u>-</u>	<u>1,029,747</u>

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

Asset description	<u>1999</u>		<u>1998</u>	
	<u>Net</u>	<u>Depreciation</u>	<u>Net</u>	<u>Depreciation</u>
	<u>Book Value</u>	<u>Charge</u>	<u>Book Value</u>	<u>Charge</u>
	£	£	£	£
Farm Plant	-	-	10,200	1,800
Field Implements	22,880	5,720	28,600	7,150
Tractors	9,745	2,405	54,698	18,233
	<u>32,625</u>	<u>8,125</u>	<u>93,498</u>	<u>27,183</u>

SAMUEL WHITE AND COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28TH MAY 1999

..... continued

4. Fixed Asset Investments

	<u>Unlisted Investments</u>	<u>Total</u>
	£	£
Cost		
At 29th May 1998		
At 28th May 1999	660	660
Net book values		
At 28th May 1999	660	660
At 28th May 1998	660	660

5. Debtors

	<u>1999</u>	<u>1998</u>
	£	£
Trade debtors	16,728	24,863
Other debtors	2,152	6,163
Prepayments and accrued income	5,550	4,445
	24,430	35,471

SAMUEL WHITE AND COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28TH MAY 1999

..... continued

6. Creditors : Amounts falling due within one year	<u>1999</u> £	<u>1998</u> £
Bank overdraft	96,287	150,977
Net obligations under finance leases and hire purchase contracts	10,255	28,472
Trade creditors	11,755	25,878
Corporation tax	2,394	3,038
Other taxes and social security costs	-	2,022
Directors' accounts	104,898	87,790
Other creditors	60	60
Accruals and deferred income	48,802	49,718
	<u>274,451</u>	<u>347,955</u>

The bank overdraft is secured by a standard security over the company's farm and buildings.

7. Creditors : Amounts falling due after more than one year	<u>1999</u> £	<u>1998</u> £
Net obligations under finance leases and hire purchase contracts	<u>2,716</u>	<u>7,539</u>

SAMUEL WHITE AND COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28TH MAY 1999

..... continued

8. Provisions for liabilities and charges

Deferred tax is analysed over the following timing differences:

	<u>Provided</u>	
	<u>1999</u>	<u>1998</u>
	<u>£</u>	<u>£</u>
Accelerated capital allowances	<u>15,074</u>	<u>15,614</u>

Movements on the provision for deferred taxation are:

	<u>1999</u>	<u>1998</u>
	<u>£</u>	<u>£</u>
At 29th May 1998	15,614	16,071
Transferred to profit and loss account	<u>(540)</u>	<u>(457)</u>
At 28th May 1999	<u>15,074</u>	<u>15,614</u>

9. Share capital

	<u>1999</u>	<u>1998</u>
	<u>£</u>	<u>£</u>
Authorised		
10,000 Ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>
Allotted, called up and fully paid		
10,000 Ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>

SAMUEL WHITE AND COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28TH MAY 1999

..... continued

10. Reserves

	<u>Profit And Loss Account</u>	<u>Capital Reserves</u>	<u>Total</u>
	£	£	£
At 29th May 1998	633,041	187,491	820,532
Retained profit for the year	11,739		11,739
At 28th May 1999	<u>644,780</u>	<u>187,491</u>	<u>832,271</u>

11. Operating profit

	<u>1999</u>	<u>1998</u>
	£	£
Operating profit is stated after charging:		
Depreciation of tangible assets	<u>39,858</u>	<u>45,819</u>

12. Interest payable and similar charges

	<u>1999</u>	<u>1998</u>
	£	£
On loans and overdrafts	8,953	5,191
Lease finance charges and hire purchase interest	2,499	2,705
	<u>11,452</u>	<u>7,896</u>

13. Directors' emoluments

	<u>1999</u>	<u>1998</u>
	£	£
Remuneration and other benefits	<u>59,850</u>	<u>59,740</u>

SAMUEL WHITE AND COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28TH MAY 1999

..... continued

14. Taxation	<u>1999</u>	<u>1998</u>
	£	£
UK current year taxation		
UK Corporation Tax	2,394	3,038
Transfer to deferred taxation	203	(457)
	<u>2,597</u>	<u>2,581</u>
 Prior years		
UK Corporation Tax	(1,089)	-
Transfer from deferred taxation : Rate change	(744)	-
	<u>764</u>	<u>2,581</u>