

BEARCROFT FARMS LTD

REGISTERED NUMBER SC39708

FINANCIAL STATEMENTS

- FOR THE YEAR ENDED -

31 DECEMBER 1994



BEARCROFT FARMS LTD

**DIRECTORS**

Mr. T M Atkin, Chairman  
Mrs. E Atkin  
Mrs. M Atkin  
Miss A Robb  
Mr. A Atkin  
Miss C Atkin (appointed 21 October 1994)  
Miss M Atkin (appointed 21 October 1994)

**SECRETARY**

Mrs E Atkin

**BUSINESS ADDRESS**

Holywood  
DUMFRIES  
DG2 0RJ

**REGISTERED OFFICE**

Holywood  
DUMFRIES  
DG2 0RJ

**AUDITORS**

French Jarvie Macharg  
Chartered Accountants  
375 West George street  
GLASGOW  
G2 4LH

**SOLICITORS**

John Henderson & Sons  
8 Bank street  
DUMFRIES  
DG1 2NS

**PRINCIPAL BANKERS**

The Bank of Scotland plc  
201 Union Street  
ABERDEEN  
AB9 1UN

BEARCROFT FARMS LTD

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## BEARCROFT FARMS LTD

### REPORT OF THE DIRECTORS

The directors present their report and the audited financial statements for the year ended 31 December 1994.

#### **PRINCIPAL ACTIVITIES**

The principal activity of the company is chicken breeding.

#### **DIRECTORS AND THEIR INTERESTS**

The directors at the balance sheet date and their interests in the company at that date and at the beginning of the year (or on appointment if later), were as follows:

|                         |                       | <u>Number of shares</u> |             |
|-------------------------|-----------------------|-------------------------|-------------|
|                         |                       | <u>1994</u>             | <u>1993</u> |
|                         | <u>Class of share</u> |                         |             |
| Mr. T M Atkin, Chairman | Ordinary shares       | 10,420                  | 10,420      |
| Mrs. E Atkin            | Ordinary shares       | 5,671                   | 5,671       |
| Mrs. M Atkin            | Ordinary shares       | 15,625                  | -           |
| Miss A Robb             | Ordinary shares       | -                       | -           |
| Mr. A Atkin             | Ordinary shares       | 1,303                   | 1,303       |
| Miss C Atkin            | Ordinary shares       | 1,303                   | -           |
| Miss M Atkin            | Ordinary shares       | 1,303                   | -           |

#### **DIRECTORS' RESPONSIBILITIES**

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

#### **CLOSE COMPANY**

The company is a close company as defined by the Income and Corporation Taxes Act 1988.

BEARCROFT FARMS LTD

REPORT OF THE DIRECTORS    (Continued)

**AUDITORS**

The auditors, French Jarvie Macharg, are willing to be reappointed in accordance with section 385 of the Companies Act 1985.

**SMALL COMPANY DISCLOSURE**

In preparing this report, the directors have taken advantage of the special exemptions applicable to small companies on the grounds that the company is small.

By Order of the Board



E. Atkin  
Secretary

Date: 12 April 1995

AUDITORS' REPORT TO THE SHAREHOLDERS OF BEARCROFT FARMS LTD

We have audited the financial statements on pages 4 to 9 which have been prepared under the historical cost convention and the accounting policies set out in note 1 to the financial statements.

**Respective responsibilities of the directors and auditors**

As described on the Directors' Report the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

**Basis of opinion**

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

**Opinion**

In our opinion the financial statements give a true and fair view of the state of affairs of the company as at 31 December 1994 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985 applicable to small companies.



**FRENCH JARVIE MACHARG**  
Registered Auditors  
Chartered Accountants

375 West George street  
GLASGOW  
G2 4LH

Date: 12 April 1995

**BEARCROFT FARMS LTD****PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 1994**

|                                                          | Notes | 1994<br>£ | 1993<br>£ |
|----------------------------------------------------------|-------|-----------|-----------|
| <b>TURNOVER</b>                                          |       | 214,476   | 183,783   |
| Cost of sales                                            |       | -         | 152       |
| <b>GROSS PROFIT</b>                                      |       | 214,476   | 183,935   |
| Administrative expenses                                  |       | (151,008) | (82,942)  |
| Other operating income                                   |       | -         | 9         |
| <b>OPERATING PROFIT</b>                                  | 2     | 63,468    | 101,002   |
| Interest receivable                                      |       | 963       | 373       |
| Interest payable                                         |       | (5,721)   | (31,631)  |
| <b>PROFIT ON ORDINARY<br/>ACTIVITIES BEFORE TAXATION</b> |       | 58,710    | 69,744    |
| Tax on profit on<br>ordinary activities                  |       | -         | -         |
| <b>PROFIT FOR THE FINANCIAL YEAR</b>                     |       | 58,710    | 69,744    |

None of the company's activities were acquired or discontinued during the above two financial years.

The company has no recognised gains or losses other than those dealt with in the profit and loss account.

The notes on pages 6 to 9 form part of these financial statements.

**BEARCROFT FARMS LTD****BALANCE SHEET AT 31 DECEMBER 1994**

|                                                       | Notes | 1994             |                  | 1993             |                  |
|-------------------------------------------------------|-------|------------------|------------------|------------------|------------------|
|                                                       |       | £                | £                | £                | £                |
| <b>FIXED ASSETS</b>                                   |       |                  |                  |                  |                  |
| Tangible assets                                       | 4     |                  | 763,676          |                  | 750,292          |
| Investments                                           | 5     |                  | 51               |                  | 51               |
|                                                       |       |                  | <u>763,727</u>   |                  | <u>750,343</u>   |
| <b>CURRENT ASSETS</b>                                 |       |                  |                  |                  |                  |
| Stocks                                                | 6     | 542              |                  | 542              |                  |
| Debtors                                               | 7     | 158              |                  | 1,667            |                  |
| Cash at bank and in hand                              |       | 203              |                  | 2,280            |                  |
|                                                       |       | <u>903</u>       |                  | <u>4,489</u>     |                  |
| <b>CREDITORS: Amounts falling due within one year</b> | 8     | <u>(241,472)</u> |                  | <u>(340,384)</u> |                  |
| <b>NET CURRENT LIABILITIES</b>                        |       |                  | <u>(240,569)</u> |                  | <u>(335,895)</u> |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>          |       |                  | <u>523,158</u>   |                  | <u>414,448</u>   |
| <b>CAPITAL AND RESERVES</b>                           |       |                  |                  |                  |                  |
| Called up share capital                               | 9     |                  | 35,625           |                  | 32,500           |
| Share premium account                                 | 10    |                  | 247,891          |                  | 201,016          |
| Profit and loss account                               | 11    |                  | 239,642          |                  | 180,932          |
|                                                       |       |                  | <u>523,158</u>   |                  | <u>414,448</u>   |

In preparing these financial statements, the directors have taken advantage of the special exemptions applicable to small companies on the grounds that the company is small.

The financial statements were approved  
by the board on 12 April 1995 and  
signed on its behalf by

MR. T M ATKIN

MRS. E ATKIN

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 1994

1. ACCOUNTING POLICIES

1.1 BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention.

1.2 TURNOVER

Turnover represents the total invoice value, excluding value added tax, of goods sold and services rendered during the year.

1.3 DEPRECIATION

Depreciation is provided using the rates to reduce by annual instalments the cost, less estimated residual value, of the tangible assets over their estimated useful lives:-

|                     |     |                  |
|---------------------|-----|------------------|
| Plant and machinery | 25% | Reducing balance |
| Motor vehicles      | 25% | Reducing balance |

1.4 STOCKS

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

1.5 TAXATION

No provision is made for taxation due to the accumulated tax loss position of the company.

2. OPERATING PROFIT

|                                                 | 1994<br>£ | 1993<br>£ |
|-------------------------------------------------|-----------|-----------|
| The operating profit is stated after charging:- |           |           |
| Depreciation                                    | 4,385     | 1,795     |
| Auditors' remuneration                          | 1,385     | 1,260     |
|                                                 | <hr/>     | <hr/>     |

3. DIRECTORS

|                       | 1994<br>£ | 1993<br>£ |
|-----------------------|-----------|-----------|
| Directors' emoluments | 22,657    | 10,400    |
|                       | <hr/>     | <hr/>     |

BEARCROFT FARMS LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 1994

4. TANGIBLE ASSETS

|                                           | Land and<br>buildings<br>£ | Plant and<br>machinery<br>etc.<br>£ | Total<br>£ |
|-------------------------------------------|----------------------------|-------------------------------------|------------|
| <u>Cost</u>                               |                            |                                     |            |
| At 1 January 1994                         | 744,905                    | 38,352                              | 783,257    |
| Additions                                 | 5,616                      | 12,153                              | 17,769     |
|                                           | <hr/>                      | <hr/>                               | <hr/>      |
| At 31 December 1994                       | 750,521                    | 50,505                              | 801,026    |
|                                           | <hr/>                      | <hr/>                               | <hr/>      |
| <u>Depreciation</u>                       |                            |                                     |            |
| At 1 January 1994                         | -                          | 32,966                              | 32,966     |
| Charge for year                           | -                          | 4,384                               | 4,384      |
|                                           | <hr/>                      | <hr/>                               | <hr/>      |
| At 31 December 1994                       | -                          | 37,350                              | 37,350     |
|                                           | <hr/>                      | <hr/>                               | <hr/>      |
| <u>Net book value at 31 December 1994</u> | 750,521                    | 13,155                              | 763,676    |
|                                           | <hr/>                      | <hr/>                               | <hr/>      |
| <u>Net book value at 31 December 1993</u> | 744,905                    | 5,386                               | 750,291    |
|                                           | <hr/>                      | <hr/>                               | <hr/>      |

5. INVESTMENTS

| <u>Cost</u>                          | Beginning<br>of year<br>£ | Additions<br>£ | End<br>of year<br>£ |
|--------------------------------------|---------------------------|----------------|---------------------|
| Other investment<br>other than loans | 51                        | -              | 51                  |
|                                      | <hr/>                     | <hr/>          | <hr/>               |
|                                      | 51                        | -              | 51                  |
|                                      | <hr/>                     | <hr/>          | <hr/>               |
| <u>Net book value</u>                | 51                        |                | 51                  |
|                                      | <hr/>                     |                | <hr/>               |
| <u>Other investment</u>              | 1994                      |                | 1993                |
| <u>other than loans</u>              |                           |                |                     |
|                                      | <hr/>                     |                | <hr/>               |
|                                      | Cost<br>£                 |                | Cost<br>£           |
| Unlisted                             | 51                        |                | 51                  |
|                                      | <hr/>                     |                | <hr/>               |

The investment comprises shares in Howard Limited.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 1994

|     |                                                   |           |           |
|-----|---------------------------------------------------|-----------|-----------|
| 6.  | STOCKS                                            | 1994<br>£ | 1993<br>£ |
|     | Stocks                                            | 542       | 542       |
| 7.  | DEBTORS                                           | 1994<br>£ | 1993<br>£ |
|     | Others                                            | 158       | 1,667     |
| 8.  | CREDITORS: AMOUNTS FALLING DUE<br>WITHIN ONE YEAR | 1994<br>£ | 1993<br>£ |
|     | Bank overdrafts                                   | 45,387    | 159,538   |
|     | Trade creditors                                   | 2,300     | 10,759    |
|     | Other creditors                                   | 193,785   | 170,087   |
|     |                                                   | 241,472   | 340,384   |
| 9.  | SHARE CAPITAL                                     | 1994<br>£ | 1993<br>£ |
|     | <u>Authorised</u>                                 |           |           |
|     | Equity interests:                                 |           |           |
|     | 60,000 Ordinary shares of £1 each                 | 60,000    | 32,500    |
|     | <u>Allotted, called up and fully paid</u>         |           |           |
|     | Equity interests:                                 |           |           |
|     | 35,625 Ordinary shares of £1 each                 | 35,625    | 32,500    |
|     |                                                   | 35,625    | 32,500    |
| 10. | SHARE PREMIUM ACCOUNT                             | 1994<br>£ | 1993<br>£ |
|     | Equity interests:-                                |           |           |
|     | Balance brought forward at 1 January 1994         | 201,016   | 13,516    |
|     | Premium on shares issued during the year          | 46,875    | 187,500   |
|     | Balance carried forward at 31 December 1994       | 247,891   | 201,016   |

**BEARCROFT FARMS LTD****NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 1994****11. PROFIT AND LOSS ACCOUNT**

|                                      | 1994<br>£ | 1993<br>£ |
|--------------------------------------|-----------|-----------|
| Retained profits at 1 January 1994   | 180,932   | 111,188   |
| Profit for the financial year        | 58,710    | 69,744    |
|                                      | <hr/>     | <hr/>     |
| Retained profits at 31 December 1994 | 239,642   | 180,932   |
|                                      | <hr/>     | <hr/>     |

**12. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

|                                         | 1994<br>£ | 1993<br>£ |
|-----------------------------------------|-----------|-----------|
| Profit for the financial year           | 58,710    | 69,744    |
| New share capital subscribed            | 3,125     | 12,500    |
| Premium on shares issued                | 46,875    | 187,500   |
|                                         | <hr/>     | <hr/>     |
| Net addition to shareholders' funds     | 108,710   | 269,744   |
| Shareholders' funds at 1 January 1994   | 414,448   | 144,704   |
|                                         | <hr/>     | <hr/>     |
| Shareholders' funds at 31 December 1994 | 523,158   | 414,448   |
|                                         | <hr/>     | <hr/>     |
| Represented by:-                        |           |           |
| Equity interests                        | 523,158   | 414,448   |
|                                         | <hr/>     | <hr/>     |
|                                         | 523,158   | 414,448   |
|                                         | <hr/>     | <hr/>     |

**13. CONTINGENT LIABILITIES**

The company has granted a bond and floating charge in favour of the Bank of Scotland plc over the whole of the company's assets.