

Backboath Farms Limited

Annual report
for the year ended 31 October 1998

Registered no: SC166021

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Backboath Farms Limited

Annual report for the year ended 31 October 1998

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Backboath Farms Limited

Directors' report for the year ended 31 October 1998

The directors submit their report and accounts for the year ended 31 October 1998.

Principal activities

The principal activity of the company continues to be farming through participation in the farming partnership of the Firm of J & R Black. It is anticipated that this activity will continue without major change in the forthcoming year.

Directors' responsibilities for the preparation of financial statements

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of 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.

Directors and their interests

The directors of the company who held office during the period under review and details of their interests in the shares of the company were as follows:-

	1998	1997
J A Black	1	1
Mrs R E Black	1	1

Accountants

The directors have taken advantage of the exemptions available under sub-section (1) of section 249A of the Companies Act 1985 not to appoint auditors for the year under review.

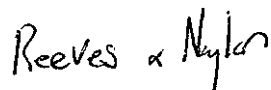
By order of the board

Ruth Black

Mrs R E Black
Secretary
25 January 1999

Backboath Farms Limited**Report of the accountants to the members of
Backboath Farms Limited**

As described on the balance sheet, you are responsible for the preparation of the accounts for the year ended 31 October 1998, set out on pages 3 to 6, and you consider that the company is exempt both from an audit and a report under section 249A(1) of the Companies Act 1985. 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, information and explanations supplied to us.



Reeves & Neylan
Chartered Accountants
Forfar
26 January 1999

Backboath Farms Limited

Profit and loss account for the year ended 31 October 1998

	Note	1998 £	1997 £
Operating income	1(b)	5,797	100,755
Administrative expenses		<u>15</u>	<u>15</u>
Profit on ordinary activities before taxation		5,782	100,740
Tax on profit on ordinary activities	2	<u>1,220</u>	<u>22,459</u>
Profit on ordinary activities after taxation		4,562	78,281
Retained profit brought forward		<u>79,860</u>	<u>1,579</u>
Retained profit carried forward		<u><u>84,422</u></u>	<u><u>79,860</u></u>

All amounts relate to continuing activities.

All recognised gains and losses are included in the profit and loss account.

The notes on pages 5 and 6 form part of these financial statements.

Backboath Farms Limited

Balance sheet at 31 October 1998

	Note	1998 £	1997 £
Called up share capital not paid		2	2
Investments			
Current account in related partnership	1(b)	85,642	102,319
		<u>85,644</u>	<u>102,321</u>
Creditors: amounts falling due within one year			
	3	1,220	22,459
		<u>84,424</u>	<u>79,862</u>
Capital and reserves			
Called up share capital	5	2	2
Profit and loss account		84,422	79,860
		<u>84,424</u>	<u>79,862</u>

The directors have taken advantage of the exemption conferred by s249A(1) not to have these accounts audited and confirm that no notice has been deposited under s249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for ensuring that:

- i The company keeps accounting records which comply with s221 of the Companies Act 1985, and
- ii The accounts give a true and fair view of the state of the affairs of the company as at 31 October 1998 and of its profit for the year then ended in accordance with the requirements of s226, and which otherwise comply with the requirements of the Companies Act 1985 relating to accounts, so far as applicable to the company.

In preparing these financial statements the company has taken advantage of the exemptions applicable to small companies, under section 247 of the Companies Act 1985.

The financial statements were approved by the board on 25 January 1999 and signed on their behalf by:-

James A. Black

J A Black
Director

The notes on pages 5 and 6 form part of these financial statements.

Backboath Farms Limited

Notes to the financial statements for the year ended 31 October 1998

1 Accounting policies

- a) The accounts are prepared under the historical cost convention.
- b) The company's business is farming through participation in the partnership of the firm of J and R Black.

Income comprises the company's share in the partnership profits and losses for each year. The book value of its investment in the partnership comprises the balance standing to its credit on the current account in the books of that business.

- c) The company is exempt from the requirement to publish a cashflow statement under FRS 1.

2 Taxation

	1998 £	1997 £
The charge in the accounts comprises:		
Corporation tax for the year at 21%	<u>1,220</u>	<u>22,459</u>

3 Creditors: amounts falling due within one year

	1998 £	1997 £
Corporation tax	<u>1,220</u>	<u>22,459</u>

4 Directors' material interests

The directors have a material interest in the arrangements specified in note 1(b), as a consequence of their respective interests as partners in the partnership of the firm of J and R Black.

5 Called up share capital

	1998 £	1997 £
Authorised		
Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
Issued		
Ordinary shares of £1 each	<u>2</u>	<u>2</u>

Backboath Farms Limited

Notes to the financial statements for the year ended 31 October 1998

6 Reconciliation of shareholders' funds

	1998 £	1997 £
Opening shareholders funds	79,862	1,581
Retained profit for the year/period	4,562	78,281
Closing shareholders' funds	<u>84,424</u>	<u>79,862</u>