

SCOTFARMS LIMITED
ABBREVIATED FINANCIAL STATEMENTS
FOR THE PERIOD FROM 5 NOVEMBER 2001 TO 28 FEBRUARY 2003
(COMPANY NUMBER SC190852)



SCOTFARMS LIMITED

**ABBREVIATED BALANCE SHEET
AS AT 28 FEBRUARY 2003**

	Note	2003 £	4/11/01 £
FIXED ASSETS			
Tangible assets	2	<u>46,014</u>	<u>11,561</u>
CURRENT ASSETS			
Stock		4,509	92,341
Investment		10	0
Debtors		155,020	32,892
Cash at bank and in hand		61,174	107,388
		<u>220,713</u>	<u>232,621</u>
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	3	43,386	44,388
NET CURRENT ASSETS		<u>177,327</u>	<u>188,233</u>
CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	3	<u>150,831</u>	<u>157,098</u>
NET ASSETS		<u>72,510</u>	<u>42,696</u>
CAPITAL AND RESERVES			
Called up share capital	4	10	10
Profit and loss account		72,500	42,686
		<u>72,510</u>	<u>42,696</u>

The directors:

1. confirm that, for the period ended 28 February 2003, the company was entitled to exemption under subsection (1) of Section 249A;
2. confirm that no notice requiring an audit has been deposited by the members in relation to the financial statements for the period ended 28 February 2003;

(Continued over)

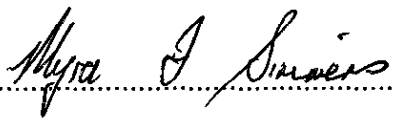
SCOTFARMS LIMITED
ABBREVIATED BALANCE SHEET
AS AT 28 FEBRUARY 2003 (CONTINUED)

(The directors:)

3. Acknowledge their responsibility for:

- (i) ensuring that the company keeps accounting records which comply with section 221, and;
- (ii) preparing financial statements which give a true and fair view of the state of the affairs of the company as at the end of the financial period and of its profit or loss for the financial period in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Companies Act 1985 relating to the financial statements as far as applicable to the company.

These accounts are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Mrs M Simmers..........Director

Approved by the Board on 31 July 2003.

The notes on pages 5 to 7 form part of these financial statements.

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

1 STATEMENT OF ACCOUNTING POLICIES

The following accounting policies have been consistently applied in dealing with the items which are considered material in relation to the company's accounts.

BASIS OF PREPARATION

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

CASH FLOW STATEMENT

The company has taken advantage of the exemption in FRS1 for small companies and has not prepared a cash flow statement.

TANGIBLE FIXED ASSETS AND DEPRECIATION

Depreciation is provided by the company to write off the cost of tangible fixed assets over their estimated useful lives as follows:

Office equipment	25% Reducing balance
Other equipment	20% Reducing balance
Vehicles	25% Reducing balance

STOCKS

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

CURRENT ASSET INVESTMENTS

Investments are stated at cost.

HIRE PURCHASE CONTRACTS

Assets acquired under hire purchase contracts and finance lease agreements are capitalised in the balance sheet and depreciated over their useful lives at the rates stated above.

DEFERRED TAXATION

Full provision is made for deferred tax assets and liabilities arising from timing differences between the recognition of gains and losses in the accounts and their recognition for tax purposes.

OPERATING LEASE PAYMENTS

Payments made under operating leases are charged to the profit and loss account on the straight line basis over the period of the lease.

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS (continued)
FOR THE PERIOD FROM 5 NOVEMBER 2001 TO 28 FEBRUARY 2003

2 TANGIBLE FIXED ASSETS

	Vehicles £	Equipment £	Total £
<u>COST</u>			
As at 4 November 2001	8,510	7,129	16,524
Additions	14,315	38,000	52,315
Disposals	(8,510)	0	(8,510)
As at 28 February 2003	<u>14,315</u>	<u>45,129</u>	<u>60,329</u>
<u>DEPRECIATION</u>			
As at 4 November 2001	2,925	1,994	4,963
Disposals	(2,925)	0	(2,925)
Charge for the year	3,579	8,654	12,277
As at 28 February 2003	<u>3,579</u>	<u>10,648</u>	<u>14,315</u>
<u>NET BOOK VALUES</u>			
As at 4 November 2001	<u>5,585</u>	<u>5,136</u>	<u>11,561</u>
As at 28 February 2003	<u>10,736</u>	<u>34,481</u>	<u>46,014</u>

3 CREDITORS

The bank loan of £164,289 is secured.

Total loans repayable by instalments which fall due after five years amount to £109,821 (2001 -£122,730).

4 CALLED UP SHARE CAPITAL

	shares		£	£
	2003	2001	2003	2001
Ordinary shares				
Authorised	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>
Allotted, called up and fully paid	<u>10</u>	<u>10</u>	<u>10</u>	<u>10</u>

**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS (continued)
FOR THE PERIOD FROM 5 NOVEMBER 2001 TO 28 FEBRUARY 2003**

5 RELATED PARTY TRANSACTIONS

During the period, the company has traded on commercial terms with the following related parties:

- 1** Scotpigs Limited of which Mr A Simmers (husband of Mrs M Simmers) is a director. The value of purchases and sales for the period were £322,615 and £79,405 respectively.
- 2** Mr W McGregor (director). The value of sales for the period was £9680.
- 3** Mr C Simmers (son of Mrs Myra Simmers). The value of sales was £140,986 and this sum is included as trade debtors under current assets.

During the period, the company rented land under a commercial lease from Mr B Simmers, one of the company directors. The rent payable for the period was £1,400. The company also rented land from A Simmers Limited Retirement Benefits Scheme, a pension scheme of which Mr B Simmers is a trustee. The amount payable for the period was £20,333 (2001 -£15,250). An Accrual of this rent of £5,083 (2001 - ££8,649) is included in creditors payable within one year.

6 CONTINGENT LIABILITY

Legal proceedings are ongoing at the date of signing these accounts in respect of a slurry spillage on the farm leased by the company. It is uncertain if the company will be held liable for compensation. No provision has been made in the accounts in respect of this contingent liability.