

FARQUHAR ESTATES LIMITED

(Company Number: 192545)

ABBREVIATED ACCOUNTS

31 JANUARY 2004



FARQUHAR ESTATES LIMITED
STATEMENT OF DIRECTOR'S RESPONSIBILITIES

Company law requires the director to prepare accounts 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 accounts, the director is required to:

- (a) select suitable accounting policies and then apply them consistently;
- (b) make judgements and estimates that are reasonable and prudent;
- (c) state whether or not applicable United Kingdom Accounting Standards have been followed, subject to any material departures disclosed and explained in the accounts; and,
- (d) prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and which enable him to ensure that the accounts comply with the Companies Act 1985. He is 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.

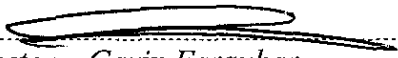
FARQUHAR ESTATES LIMITED**ABBREVIATED BALANCE SHEET – 31 JANUARY 2004**

	Note	2003 £	2002 £
TANGIBLE FIXED ASSETS	2	<u>330,895</u>	<u>348,803</u>
CURRENT ASSETS			
Debtors		225	4,683
CREDITORS: <i>amounts falling due within one year</i>	3	<u>101,338</u>	<u>99,653</u>
NET CURRENT LIABILITIES		<u>(101,113)</u>	<u>(94,970)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		229,782	253,833
CREDITORS: <i>amounts falling due after more than one year</i>	3	<u>317,721</u>	<u>282,383</u>
		<u>£ (87,939)</u>	<u>£ (28,550)</u>
CAPITAL AND RESERVES			
Called up share capital	4	2	2
Profit and loss account		<u>(87,941)</u>	<u>(28,552)</u>
SHAREHOLDER'S FUNDS		<u>£ (87,939)</u>	<u>£ (28,550)</u>

In the director's opinion the company is entitled under Section 249A(1) of the Companies Act 1985 to exemption from the audit of its accounts for the year ended 31 January 2004. No members who are entitled to have requested an audit in terms of Section 249B(2) of the Companies Act 1985.

The director is responsible for ensuring that 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 of 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 accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies.


Director – Gavin Farquhar

28/9/04 Date

FARQUHAR ESTATES LIMITED

NOTES ON THE ABBREVIATED ACCOUNTS – 31 JANUARY 2004

1. ACCOUNTING POLICIES

(a) *Basis of accounts preparation*

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

(b) *Depreciation*

The cost of fixed assets is written off by equal monthly instalments, other than land, over their expected useful lives as follows:

Plant and equipment	5 years
Hire equipment	5 years
Motor vehicles	4 years
Buildings	50 years
Fixtures and fittings	5 years

In accordance with Statement of Standard Accounting Practice No 19, no depreciation is provided in respect of investment properties. This is a departure from the requirement of the Companies Act 1985 which requires all properties to be depreciated. Such properties are not held for consumption but for investment and the director considers that to depreciate them would not give a true and fair view.

(c) *Deferred taxation*

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

FARQUHAR ESTATES LIMITED**NOTES ON THE ABBREVIATED ACCOUNTS – 31 JANUARY 2004****2. FIXED ASSETS**

	£
COST	
At 1 February 2003	442,303
Additions	22,412
Disposals	(17,611)
At 31 January 2004	<u>447,104</u>
DEPRECIATION	
At 1 February 2003	93,500
Charge for year	29,219
Relating to disposals	(6,510)
At 31 January 2004	<u>116,209</u>
Net book values at:	
31 January 2004	<u>£ 330,895</u>
31 January 2003	<u>£ 348,803</u>

3. BANK TERM LOANS

Creditors include bank loans totalling £199,213 which are secured.

	2004	2003
Bank loans include the following amounts falling due:		
In more than five years	<u>£ 94,989</u>	<u>£ 102,267</u>

The bank term loans total of £199,213 is made up of six individual term loans. Three of these loans are repayable after more than five years and each have the following repayment terms:

The term loan for £85,058 is repayable in 120 monthly instalments of £1,032, the term loan for £31,557 is repayable in 126 monthly instalments of £393 and the final term loan of £31,530 is repayable in 121 monthly instalments of £390.

The interest rate applied to these loans is 2.25% over the bank's base rate.

FARQUHAR ESTATES LIMITED**NOTES ON THE ABBREVIATED ACCOUNTS – 31 JANUARY 2004****4. CALLED UP SHARE CAPITAL**

2004 & 2003

Authorised: 1,000 Ordinary shares of £1 each	<u>£ 1,000</u>
Allotted, called up and fully paid: 2 Ordinary shares of £1 each	<u>£ 2</u>

5. SECURITIES

The company's bankers hold standard securities over the land and buildings, and a bond and floating charge over all the company's assets.

6. TRANSACTIONS WITH DIRECTORS

During the year the company had the following transactions with the director.

Director	Transaction	£	Balance at Year end £
Gavin Farquhar	Loan to company	23,113	142,129
	Personal guarantee granted to the bank for all advances		