

**EUROPEAN FORUM ON NATURE
CONSERVATION AND
PASTORALISM LIMITED**

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31ST MARCH 2002

Company Registration Number 3150755

LANGDOWNS DFK
Chartered Accountants & Registered Auditors
5 Abbey Walk
Church Street
Romsey
Hampshire
SO51 8JQ

**EUROPEAN FORUM ON NATURE CONSERVATION AND
PASTORALISM LIMITED
COMPANY LIMITED BY GUARANTEE
FINANCIAL STATEMENTS
YEAR ENDED 31ST MARCH 2002**

CONTENTS	PAGES
Officers and professional advisers	1
The directors' report	2 to 3
Independent auditors' report to the members	4
Income and expenditure account	5
Balance sheet	6
Notes to the financial statements	7 to 8
The following page does not form part of the financial statements	
Detailed income and expenditure account	10

**EUROPEAN FORUM ON NATURE CONSERVATION AND
PASTORALISM LIMITED
COMPANY LIMITED BY GUARANTEE
OFFICERS AND PROFESSIONAL ADVISERS**

The board of directors

Dr. D. I. McCracken
Dr. E. M. Bignal
Dr. R. Luick
Mr J. F. Ashmode
Ms N. Yellachich
Dr. O.P. Ostermann
Ms A. Bamber Jones

Company secretary

Dr. E. M. Bignal

Registered office

5 Abbey Walk
Church Street
Romsey
Hampshire
SO51 8JQ

Auditors

Langdowns DFK
Chartered Accountants
& Registered Auditors
5 Abbey Walk
Church Street
Romsey
Hampshire
SO51 8JQ

Bankers

The Royal Bank of Scotland plc
Bowmore Branch
Main Street
Bowmore
Isle of Islay
PA43 7JJ

**EUROPEAN FORUM ON NATURE CONSERVATION AND
PASTORALISM LIMITED
COMPANY LIMITED BY GUARANTEE**

THE DIRECTORS' REPORT

YEAR ENDED 31ST MARCH 2002

The directors have pleasure in presenting their report and the audited financial statements of the company for the year ended 31st March 2002.

PRINCIPAL ACTIVITIES

The business is conducted on a non-profit making basis, the principle activity of which is to increase the understanding of the high nature conservation and cultural value of certain farming systems.

DIRECTORS

The directors who served the company during the year were as follows:

Dr. D. I. McCracken
Dr. E. M. Signal
Dr. R. Luick
Mr J. F. Ashmode
Ms N. Yellachich
Dr. O.P. Ostermann
Ms A. Bamber Jones
Dr. M. W. Pienkowski

The company is limited by guarantee. The directors have no interest in the company and are not entitled to participate in any distribution from the company on cessation.

Dr. M. W. Pienkowski retired as a director on 30th June 2001.

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 affairs of the company at the end of the year and of the surplus or deficiency for the year then ended.

In preparing those financial statements, the directors are required to select suitable accounting policies, as described on page 7, and then apply them on a consistent basis, making judgements and estimates that are prudent and reasonable. The directors must also 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. The directors 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.

AUDITORS

A resolution to re-appoint Langdowns DFK as auditors for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985.

**EUROPEAN FORUM ON NATURE CONSERVATION AND
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COMPANY LIMITED BY GUARANTEE**

THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 31ST MARCH 2002

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

Signed by order of the directors

DR. E. M. SIGNAL
Company Secretary

Approved by the directors on 30th June 2002.

**EUROPEAN FORUM ON NATURE CONSERVATION AND
PASTORALISM LIMITED
COMPANY LIMITED BY GUARANTEE**

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS

YEAR ENDED 31ST MARCH 2002

We have audited the financial statements on pages 5 to 8 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000), under the historical cost convention and the accounting policies set out on page 7.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITORS

The directors' responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the Statement of Directors' Responsibilities on page 2.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the directors' report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the directors' report and consider the implications for our report if we become aware of any apparent misstatements within it. Our responsibilities do not extend to any other information.

BASIS OF AUDIT OPINION

We conducted our audit in accordance with United Kingdom 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 the company's affairs as at 31st March 2002 and of the surplus of the company for the year then ended, and have been properly prepared in accordance with the Companies Act 1985.

5 Abbey Walk
Church Street
Romsey
Hampshire
SO51 8JQ
28th October 2002.

LANGDOWNS DFK
Chartered Accountants
& Registered Auditors

**EUROPEAN FORUM ON NATURE CONSERVATION AND
PASTORALISM LIMITED
COMPANY LIMITED BY GUARANTEE**

INCOME AND EXPENDITURE ACCOUNT

YEAR ENDED 31ST MARCH 2002

	Note	2002 £	2001 £
TURNOVER		92,596	180,576
Administrative expenses		88,509	180,544
OPERATING SURPLUS	2	4,087	32
Interest receivable		290	864
SURPLUS ON ORDINARY ACTIVITIES BEFORE TAXATION		4,377	896
RETAINED SURPLUS FOR THE FINANCIAL YEAR		4,377	896

The notes on pages 7 to 8 form part of these financial statements.

**EUROPEAN FORUM ON NATURE CONSERVATION AND
PASTORALISM LIMITED
COMPANY LIMITED BY GUARANTEE**

BALANCE SHEET

31ST MARCH 2002

	Note	2002 £	£	2001 £	£
CURRENT ASSETS					
Debtors	3	16,560		31,369	
Cash at bank and in hand		37,705		16,594	
		<u>54,265</u>		<u>47,963</u>	
CREDITORS: Amounts falling due within one year					
	4	3,453		1,528	
NET CURRENT ASSETS			50,812		46,435
TOTAL ASSETS LESS CURRENT LIABILITIES			50,812		46,435
RESERVES					
Income and Expenditure Account	6 7		50,812		46,435
MEMBERS' FUNDS			50,812		46,435

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective March 2000).

These financial statements were approved by the directors on the 30th June 2002 and are signed on their behalf by:

DR. D. I. McCracken
Director

The notes on pages 7 to 8 form part of these financial statements.

**EUROPEAN FORUM ON NATURE CONSERVATION AND
PASTORALISM LIMITED
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31ST MARCH 2002

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

Income

Income represents the total grants, contributions and proceeds from the sale of publications due in the year.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating surplus.

2. OPERATING SURPLUS

Operating surplus is stated after charging:

	2002	2001
	£	£
Depreciation	–	2,675
Auditors remuneration	1,763	1,880
Net loss on foreign currency translation	–	1,276
	<u> </u>	<u> </u>

3. DEBTORS

	2002	2001
	£	£
Trade debtors	15,925	31,369
Other debtors	635	–
	<u> </u>	<u> </u>
	16,560	31,369
	<u> </u>	<u> </u>

4. CREDITORS: Amounts falling due within one year

	2002	2001
	£	£
Trade creditors	1,690	–
Other creditors	1,763	1,528
	<u> </u>	<u> </u>
	3,453	1,528
	<u> </u>	<u> </u>

**EUROPEAN FORUM ON NATURE CONSERVATION AND
PASTORALISM LIMITED
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31ST MARCH 2002

5. RELATED PARTY TRANSACTIONS

During the year ended 31st March 2002, £3,700 (2001 - £NIL) was paid to Dr. E. Bignal and £NIL (2001 - £3,300) was paid to Dr. M. Pienkowski as an allowance for office and storage space.

During the year ended 31st March 2002, £24,638 (2001 - £NIL) was paid to Dr. E. Bignal for consultancy fees, and £4,597 for expenses. At the year end £1,689 (2001 - £NIL) was due to Dr. E. Bignal.

6. COMPANY LIMITED BY GUARANTEE

The company is limited by £1 guarantee given by each of the members.

7. INCOME AND EXPENDITURE ACCOUNT

	2002	2001
	£	£
Balance brought forward	46,435	45,539
Retained surplus for the financial year	4,377	896
Balance carried forward	<u>50,812</u>	<u>46,435</u>

**EUROPEAN FORUM ON NATURE CONSERVATION AND
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COMPANY LIMITED BY GUARANTEE**

MANAGEMENT INFORMATION

YEAR ENDED 31ST MARCH 2002

**The following page does not form part of the statutory financial statements
which are the subject of the auditors' report on page 4.**

**EUROPEAN FORUM ON NATURE CONSERVATION AND
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COMPANY LIMITED BY GUARANTEE**

DETAILED INCOME AND EXPENDITURE ACCOUNT

YEAR ENDED 31ST MARCH 2002

	2002		2001
	£	£	£
TURNOVER			
Sales		92,596	180,576
OVERHEADS			
Production of publications	7,062		11,551
Conference expenses	–		10,686
Computer running costs	638		732
Meeting costs	1,389		–
Travel and subsistence	15,811		46,458
Telephone	1,365		1,192
Office expenses	5,650		3,300
Printing, stationery and postage	2,464		3,705
Sundry expenses	15		15
Secondment fees	–		64,579
Consultancy fees	52,342		32,437
Accountancy fees	1,763		1,880
Depreciation	–		2,675
Bank charges	10		58
Foreign currency losses	–		1,276
		88,509	180,544
OPERATING SURPLUS		4,087	32
Bank interest receivable		290	864
SURPLUS ON ORDINARY ACTIVITIES		4,377	896