

COMPANY REGISTRATION NUMBER 3150755

**EUROPEAN FORUM
ON NATURE CONSERVATION
AND PASTORALISM LIMITED
COMPANY LIMITED BY GUARANTEE
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31ST MARCH 2003**

LANGDOWNS DFK

Chartered Accountants & Registered Auditors

Fleming Court

Leigh Road

Eastleigh

Southampton

SO50 9PD

**EUROPEAN FORUM ON NATURE CONSERVATION AND
PASTORALISM LIMITED
COMPANY LIMITED BY GUARANTEE
FINANCIAL STATEMENTS
YEAR ENDED 31ST MARCH 2003**

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**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 D. G. L. Jones
Ms N. Yellachich
Dr. O.P. Ostermann
Ms A. Bamber Jones

Company secretary

Dr. E. M. Bignal

Registered office

Fleming Court
Leigh Road
Eastleigh
Southampton
Hampshire
SO50 9PD

Auditors

Langdowns DFK
Chartered Accountants
& Registered Auditors
Fleming Court
Leigh Road
Eastleigh
Southampton
SO50 9PD

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 2003

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 31st March 2003.

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. Bignal
Dr. R. Luick
Mr J. F. Ashmode
Ms N. Yellachich
Dr. O.P. Ostermann
Ms A. Bamber Jones
Mr D. G. L. Jones

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.

Mr J. F. Ashmode retired as a director on 1st April 2002, and Mr D. G. L. Jones was appointed on that date.

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 8, 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
PASTORALISM LIMITED
COMPANY LIMITED BY GUARANTEE**

THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 31ST MARCH 2003

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. BIGNAL
Company Secretary

Approved by the directors on 14th September 2003.

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

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS

YEAR ENDED 31ST MARCH 2003

We have audited the financial statements on pages 6 to 9 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002), under the historical cost convention and the accounting policies set out on page 8.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITORS

The directors' responsibilities for preparing the Annual Report and the financial statements in accordance with applicable United Kingdom law and 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.

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

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS *(continued)*

YEAR ENDED 31ST MARCH 2003

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 2003 and of its deficit for the year then ended, and have been properly prepared in accordance with the Companies Act 1985.

Fleming Court
Leigh Road
Eastleigh
Southampton
SO50 9PD

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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 2003

	Note	2003 £	2002 £
TURNOVER		63,794	92,596
Administrative expenses		<u>71,756</u>	<u>88,509</u>
OPERATING (DEFICIENCY)/SURPLUS		(7,962)	4,087
2			
Interest receivable		<u>271</u>	290
(DEFICIENCY)/SURPLUS ON ORDINARY ACTIVITIES BEFORE TAXATION		(7,691)	4,377
(DEFICIENCY)/RETAINED SURPLUS FOR THE FINANCIAL YEAR		(7,691)	4,377

The notes on pages 8 to 9 form part of these financial statements.

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

BALANCE SHEET

31ST MARCH 2003

	Note	2003 £	£	2002 £	£
CURRENT ASSETS					
Debtors	3	44,835		16,560	
Cash at bank and in hand		17,416		37,705	
		62,251		54,265	
CREDITORS: Amounts falling due within one year	4	19,130		3,453	
NET CURRENT ASSETS			43,121		50,812
TOTAL ASSETS LESS CURRENT LIABILITIES			43,121		50,812
RESERVES					
Income and expenditure account	7		43,121		50,812
MEMBERS' FUNDS			43,121		50,812

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 June 2002).

These financial statements were approved by the directors on the 14th September 2003 and are signed on their behalf by:

DR. D. I. McCracken
Director

The notes on pages 8 to 9 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 2003

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 June 2002).

Turnover

The turnover shown in the income and expenditure account represents amounts invoiced during the year.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against income on a straight line basis over the period of the lease.

2. OPERATING (DEFICIENCY)/SURPLUS

Operating (deficiency)/surplus is stated after charging:

	2003	2002
	£	£
Auditors remuneration	<u>2,000</u>	<u>1,763</u>

3. DEBTORS

	2003	2002
	£	£
Trade debtors	44,835	15,925
Other debtors	–	635
	<u>44,835</u>	<u>16,560</u>

4. CREDITORS: Amounts falling due within one year

	2003	2002
	£	£
Trade creditors	17,130	1,690
Other creditors	<u>2,000</u>	<u>1,763</u>
	<u>19,130</u>	<u>3,453</u>

5. RELATED PARTY TRANSACTIONS

During the year ended 31st March 2003, £Nil was paid to Dr.E.Bignal (2002-£3700) as an allowance for office and storage space.

During the year ended 31st March 2003, £18,679 (2002-£24,638) was paid to Dr.E.Bignal for consultancy fees, and £558 for expenses. At the year end £4,922 was due to Dr.E.Bignal.

During the year ended 31st March 2003 £4,640, (2002-£NIL), was paid to Mrs G. Bignal (wife of Dr E. Bignal), for administration services.

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

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31ST MARCH 2003

6. COMPANY LIMITED BY GUARANTEE

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

7. INCOME AND EXPENDITURE ACCOUNT

	2003	2002
	£	£
Balance brought forward	50,812	46,435
(Accumulated deficiency)/retained surplus for the financial year	(7,691)	4,377
Balance carried forward	<u>43,121</u>	<u>50,812</u>

**EUROPEAN FORUM ON NATURE CONSERVATION AND
PASTORALISM LIMITED
COMPANY LIMITED BY GUARANTEE
MANAGEMENT INFORMATION
YEAR ENDED 31ST MARCH 2003**

**The following page does not form part of the statutory financial statements
which are the subject of the independent auditors' report on pages 4 to 5.**

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

DETAILED INCOME AND EXPENDITURE ACCOUNT

YEAR ENDED 31ST MARCH 2003

	2003		2002
	£	£	£
TURNOVER			
Income		63,794	92,596
OVERHEADS			
Production of publications	10,450		7,062
Computer running costs	228		638
Meeting costs	2,770		1,389
Travel and subsistence	15,334		15,811
Telephone	79		1,365
Office expenses	3,480		5,650
Printing, stationery and postage	1,943		2,464
Sundry expenses	207		15
Consultancy fees	33,254		52,342
Accountancy fees	3,880		1,763
Bank charges	131		10
		<u>71,756</u>	<u>88,509</u>
OPERATING (DEFICIT)/SURPLUS		(7,962)	4,087
Bank interest receivable		<u>271</u>	<u>290</u>
(DEFICIT)/SURPLUS ON ORDINARY ACTIVITIES		<u>(7,691)</u>	<u>4,377</u>