

**The European Forum on Nature Conservation and Pastoralism
Limited**

Company number 3150755

Report and Financial Statements

For the year ended 31 December 2008

Company information

Directors

Dr D I McCracken
Dr E M Bignal
Dr R Luick
D G L Jones

Company secretary

Dr D I McCracken

Company number

3150755

Registered office

76 High Street
Kenilworth
Warwickshire
CV8 1LZ

Accountants

Ernst & Young LLP
Barony House
Stoneyfield Business Park
Stoneyfield
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Scotland
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Directors' Report

For the year ended 31 December 2008

The directors present their report and the financial statements for the year ended 31 December 2008.

Principal activities

The principal activity of the company in the year under review was that of a non-profit making organisation with its main aim being to increase the understanding of the high nature conservation and cultural value of certain farming systems.

Directors

The directors who served during the year were:

Dr D I McCracken
Dr E M Bignal
Dr R Luick
D G L Jones

The report of the directors has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

This report was approved by the board on

and signed on its behalf.

Secretary

**Accountants' report to the board of directors on the
unaudited financial statements of The European Forum on Nature Conservation and Pastoralism Ltd**

In accordance with our engagement letter, and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company which comprise the Profit and loss account, the Balance sheet and the related notes from the accounting records and information and explanations you have given to us.

This report is made to the company's Board of Directors, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the company's Board of Directors that we have done so, and state those matters that we have agreed to state to them in this 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 Board of Directors, as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the Balance sheet as at 31 December 2008 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.

Ernst & Young LLP
Inverness

**Profit and loss account
for the period ended 31 December 2008**

	<i>Note</i>	2008 £	2007 £
Turnover		50,217	29,645
Administrative expenses		(161,380)	(182,942)
Other operating income	2	129,287	154,497
		<hr/>	<hr/>
Operating profit	3	18,124	1,200
Interest receivable		356	207
		<hr/>	<hr/>
Profit on ordinary activities before taxation		18,480	1,407
Tax on profit on ordinary activities		-	-
		<hr/>	<hr/>
Profit for the financial year	7	18,480	1,407
		<hr/> <hr/>	<hr/> <hr/>

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

**Balance sheet
as at 31 December 2008**

	<i>Note</i>	£	2008 £	£	2007 £
Current assets					
Debtors	4	70,731		53,111	
Cash at bank		70,366		51,500	
		<u>141,097</u>		<u>104,611</u>	
Creditors: amounts falling due within one year	5	(129,885)		(111,879)	
Net current assets/(liabilities)			<u>11,212</u>		<u>(7,268)</u>
Total assets less current liabilities			<u><u>11,212</u></u>		<u><u>(7,268)</u></u>
Capital and Reserves					
Profit and loss account	7		<u>11,212</u>		<u>(7,268)</u>
			<u><u>11,212</u></u>		<u><u>(7,268)</u></u>

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 249A(1) of the Companies Act 1985 and members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 249B(2) of the Act. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at 31 December 2008 and of its profit for the year then ended in accordance with the requirements of section 226 of the Act and which otherwise comply with the requirements of the Companies Act 1985 relating to the financial statements so far as applicable to the company.

The financial statements have been 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 January 2007).

The financial statements were approved and authorised for issue by the board and were signed on its behalf on

Director

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

Notes to the financial statements

For the year ended 31 December 2008

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007).

1.2 Turnover

Turnover comprises revenue recognised by the company in respect of goods and services supplied, exclusive of Value Added Tax and trade discounts.

1.3 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date.

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction.

Exchange gains and losses are recognised in the Profit and loss account.

1.4 Government grants

Government grants relating to tangible fixed assets are treated as deferred income and released to the Profit and loss account over the expected useful lives of the assets concerned. Other grants are credited to the Profit and loss account as the related expenditure is incurred.

2. Other operating income

	2008	2007
	£	£
Grants received	129,287	154,497

3. Operating profit

The operating profit is stated after charging:

	2008	2007
	£	£
Auditors' remuneration	-	3,011
Difference on foreign exchange	(14,474)	(3,472)

During the year, no director received any emoluments (2007 - £NIL).

Notes to the financial statements
For the year ended 31 December 2008

4. Debtors

	2008	2007
	£	£
Trade debtors	70,731	53,111
	<u>70,731</u>	<u>53,111</u>

5. Creditors:
Amounts falling due within one year

	2008	2007
	£	£
Trade creditors	123,967	89,447
Other creditors	5,918	22,432
	<u>129,885</u>	<u>111,879</u>

6. Company status

The company is a private company limited by guarantee and consequently does not have share capital. Each of the members is liable to contribute an amount not exceeding £1 towards the assets of the company in the event of liquidation.

7. Reserves

	<i>Profit and loss account</i>
	£
At 1 January 2008	(7,268)
Profit for the year	18,480
	<u>11,212</u>
At 31 December 2008	<u>11,212</u>

8. Related party transactions

During the year ended 31 December 2008, £3,510 (2007 - £14,808) was charged by Dr E M Bignal, a director of the company, for consultancy fees. The balance owing to Dr E M Bignal at the year end was £3,510 (2007 - £nil).

Another director of the company, D G L Jones billed consultancy fees of £21,240 (2007 - £7,150) to the company during the year. The balance owing to D G L Jones at the year end was £8,820 (2007 - £nil).

Another director of the company, Dr R Luick billed consultancy fees of £1,577 (2007 - £nil) to the company during the year. The balance owing to Dr R Luick at the year end was £nil (2007 - £nil).