

**FARTHINGHOE FINE WINE
AND FOOD LIMITED
REPORT AND FINANCIAL STATEMENTS
YEAR ENDED 31ST JULY 1995**

COMPANY NO: 1123744

**Macnair Mason
Chartered Accountants**



Farthinghoe Fine Wine and Food Limited

Report and financial statements

Year ended 31st July 1995

Directors

S.G.F Cox
Lady N.C Boorman

Secretary

S.G.F Cox

Auditors

Macnair Mason
Chartered Accountants
St Clare House
30-33 Minories
London
EC3N 1DU

Registered office

St Clare House
30-33 Minories
London
EC3N 1DU

Company number

1123744

Farthinghoe Fine Wine and Food Limited

Report and financial statements

Year ended 31st July 1995

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Farthinghoe Fine Wine and Food Limited

Report of the directors

Year ended 31st July 1995

The directors have pleasure in presenting their report, together with the audited financial statements for the year ended 31st July 1995.

Responsibilities of the directors

Company law requires the directors to prepare, for each financial year, statements 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 year.

The directors have selected suitable accounting policies, and applied them consistently in preparing these financial statements. Where necessary, the directors have made judgements and estimates which are considered reasonable and prudent. Furthermore, the board is specifically required to consider whether or not a going concern basis is appropriate for the preparation of these financial statements.

The directors are responsible for keeping proper accounting records, which disclose at any time the financial position of the company with reasonable accuracy, records which in turn enable the board to ensure the financial statements comply with the Companies Act 1985. It is also the board's responsibility to safeguard the assets of the company and to take reasonable steps to prevent and detect fraud and other irregularities.

Principal activity

The principal activity of the company has continued to be that of acting as retailers of fine wines.

Results for the year

The results for the year are set out on page 4 of the financial statements.

Directors

The directors who held office during the year, together with their beneficial interests in the share capital of the company at the year end were as follows:

	<u>Ordinary shares of £1 each</u>	
	1995	1994
S.G.F Cox	75	75
Lady N.C Boorman	25	25

Farthinghoe Fine Wine and Food Limited

Report of the directors

Year ended 31st July 1995

Auditors

In accordance with Section 385 of the Companies Act 1985, a resolution to reappoint Macnair Mason as auditors will be put to the annual general meeting.

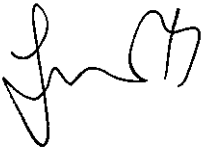
Financial statements

In preparing this report the directors have taken advantage of the special exemptions available to small companies.

By order of the board

Secretary

Date:

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Farthinghoe Fine Wine and Food Limited

Report of the auditors to the shareholders

We have audited the financial statements on pages 4 to 10.

Respective responsibilities of the directors and auditors

As described on page 1 the company's directors are responsible for the preparation of the financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with 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 information and explanations which we consider 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 the 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 July 1995 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.



Registered Auditor
Chartered Accountants

St Clare House
30-33 Minories
London
EC3N 1DU

Date: 8th May, 1996.

Farthinghoe Fine Wine and Food Limited

Profit and loss account

Year ended 31st July 1995

	Notes	1995 £	1994 £
Turnover	1	415,131	330,835
Cost of sales		(325,778)	(246,393)
Gross profit		89,353	84,442
Distribution costs		(2,081)	(3,755)
Administrative expenses		(87,744)	(81,861)
Other income	2	6,000	6,000
Operating profit	3	5,528	4,826
Interest payable & similar charges	5	(1,626)	(1,001)
Interest receivable	4	37	-
Profit on ordinary activities before taxation		3,939	3,825
Tax on profit on ordinary activities	7	(2,730)	(1,211)
Profit for the financial year		1,209	2,614

All of the company's operations are classed as continuing.

A statement of the movement on reserves appears as note 14 to the financial statements.

The company had no recognised gains or losses other than the profit for the year.

Farthinghoe Fine Wine and Food Limited

Balance sheet

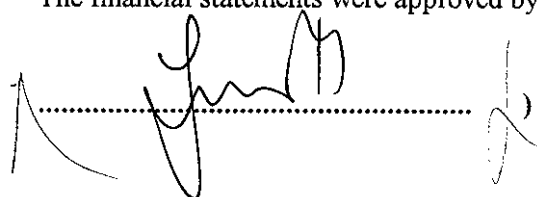
As at 31st July 1995

	Notes	1995 £	£	1994 £	£
Fixed assets					
Tangible assets	8		44,631		51,198
Current assets					
Stock	9	101,203		63,750	
Debtors and prepayments	10	43,956		33,255	
Cash at bank and in hand		51,202		18,719	
		196,361		115,724	
Creditors: amounts falling due within one year	11	222,088		149,226	
Net current liabilities			(25,727)		(33,502)
Total assets less current liabilities			18,904		17,696
Capital and reserves					
Share capital - equity	13		100		100
Profit and loss account	14		18,804		17,596
			18,904		17,696

In preparing these financial statements, advantage has been taken of special exemptions applicable to small companies provided by Part 1 of Schedule 8 to the Companies Act 1985. In the opinion of the directors, the company is entitled to those exemptions on the grounds that it satisfies the small company criteria set out in Sections 246 and 247 of that Act.

The financial statements were approved by the board of directors on

1. May 1996



Director

Farthinghoe Fine Wine and Food Limited

Statement of accounting policies

The principal accounting policies which are adopted in the preparation of the financial statements are set out below.

Basis of accounting

The financial statements have been prepared under the historical cost convention.

Depreciation

Depreciation is provided on all tangible fixed assets at rates calculated to write off each asset evenly over its expected useful life, as follows:

Building conversion	10% of cost per annum
Motor vehicles	25% of net book value per annum
Furniture and equipment	20% of net book value per annum

Stock

Stock is valued at the lower of cost and net realisable value.

Deferred taxation

Provision is made using the liability method for all taxation in respect of short term timing differences. Provision is also made in respect of all long term timing differences which, in the opinion of the directors are likely to reverse in the foreseeable future.

Foreign currencies

Transactions in foreign currencies are translated at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities in foreign currencies are translated at the rates of exchange ruling at the balance sheet date. Where exchange differences result from the translation of foreign currency borrowings raised to acquire foreign assets they are taken to reserves and offset against the differences arising from the translation of those assets. All other exchange differences are dealt with through the profit and loss account.

Cash flow statements

The financial statements have been prepared in accordance with FRS1. The company has taken advantage of the exemptions allowed to small companies by FRS1 and not prepared a cash flow statement.

Farthinghoe Fine Wine and Food Limited

Notes to the financial statements

Year ended 31st July 1995

1 Turnover

Turnover comprises the invoiced amount of goods sold and services provided, net of value added tax.

2 Other operating income

	1995	1994
	£	£
Consultancy	6,000	6,000
	<u>6,000</u>	<u>6,000</u>

3 Operating profit

The operating profit is stated after charging or crediting:

	1995	1994
	£	£
Depreciation on owned assets	7,064	7,403
Auditors' remuneration	2,500	-
	<u>2,500</u>	<u>-</u>

4 Interest receivable

	1995	1994
	£	£
Other interest	37	-
	<u>37</u>	<u>-</u>

5 Interest payable and similar charges

	1995	1994
	£	£
Interest payable includes:		
Bank overdrafts and loans repayable within five years, not by instalments	1,541	1,001
	<u>1,541</u>	<u>1,001</u>
Other interest payable	85	-
	<u>1,626</u>	<u>1,001</u>

Farthinghoe Fine Wine and Food Limited

Notes to the financial statements

Year ended 31st July 1995

6 Directors and employees

Staff costs, including director's remuneration, were as follows:

	1995	1994
	£	£
Wages and salaries	30,046	28,259
Social security costs	1,821	2,374
Other pension costs	3,600	-
	<u>35,467</u>	<u>30,633</u>

The average weekly number of employees, including directors, during the year was as follows:

	1995	1994
	Number	Number
Directors	2	2
General assistants	4	4
	<u>6</u>	<u>6</u>

Director's remuneration

	1995	1994
	£	£
Directors remuneration	13,880	15,350
Pensions	3,600	-
	<u>17,480</u>	<u>15,350</u>

7 Taxation

	1995	1994
	£	£
UK current year taxation		
U.K. Corporation tax at 25%	2,730	1,211
	<u>2,730</u>	<u>1,211</u>

Farthinghoe Fine Wine and Food Limited

Notes to the financial statements

Year ended 31st July 1995

8 Tangible fixed assets

	Building Conversion	Motor vehicles	Furniture and equipment	Total
Cost	£	£	£	£
At 1st August 1994	53,452	8,861	14,172	76,485
Additions	-	-	497	497
At 31st July 1995	53,452	8,861	14,669	76,982
Depreciation				
At 1st August 1994	9,949	7,236	8,102	25,287
Charge for the Year	5,345	406	1,313	7,064
At 31st July 1995	15,294	7,642	9,415	32,351
Net Book Value				
At 31st July 1995	38,158	1,219	5,254	44,631
At 1st August 1994	43,503	1,625	6,070	51,198

9 Stock	1995	1994
	£	£
Wines and goods for resale	101,203	63,750
	<u>101,203</u>	<u>63,750</u>

10 Debtors	1995	1994
	£	£
Trade debtors	43,541	29,649
Other debtors	415	3,606
	<u>43,956</u>	<u>33,255</u>

11 Creditors: amounts falling due within one year	1995	1994
	£	£
Trade creditors	203,949	136,539
Corporation tax	2,730	1,211
Other taxes and social security	11,334	6,965
Other creditors	4,075	4,511
	<u>222,088</u>	<u>149,226</u>

Farthinghoe Fine Wine and Food Limited

Notes to the financial statements

Year ended 31st July 1995

12	Reconciliation of shareholders' funds	1995 £	1994 £
	Profit for the financial year	1,209	2,614
	Increase in the shareholders' funds	1,209	2,614
	Opening shareholders' funds	17,695	15,082
	Closing shareholders' funds	18,904	17,696

13	Share capital	1995 £	1994 £
	Equity shares		
	Authorised ordinary shares of £1 each	100	100
	Allotted, issued and fully paid ordinary shares of £1 each	100	100

14 Reserves

	Profit and Loss Account
	£
At 1st August 1994	17,595
Profit for the year	1,209
At 31st July 1995	18,804