

FARTHINGHOE FINE WINE LIMITED
REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31ST JULY 1998

Company No. 1123744

Macnair Mason
Chartered Accountants



FARTHINGHOE FINE WINE LIMITED

COMPANY INFORMATION

Directors

S G F Cox
Lady Boorman

Secretary

Mrs A J Cox

Company Number

1123744

Registered Office

St Clare House
30-33 Minories
London
EC3N 1DU

Auditors

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

FARTHINGHOE FINE WINE LIMITED

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FARTHINGHOE FINE WINE LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31ST JULY 1998

The directors present their report together with the audited accounts for the year ended 31st July 1998.

On the 12 May 1998 the company changed its name from Farthinghoe Fine Wine and Food Limited to Farthinghoe Fine Wine Limited.

Principal Activities

The company's principal activity continued to be that of acting as retailers of fine wines.

Results

The results for the year are set out in the profit and loss account on page 4.

Directors

The directors who served during the year and their beneficial interests in the company's issued share capital were:

	Ordinary shares of £1 each	
	31st July 1998	1st August 1997
S G F Cox	75	75
Lady Boorman	25	25

Directors' Responsibilities

Company law requires the directors to prepare accounts for each financial year which give a true and fair view of the state of the company's affairs and of the profit or loss for that year. In preparing these accounts the directors are required to:

Select suitable accounting policies and then apply them consistently;

Make judgements and estimates that are reasonable and prudent;

Prepare the accounts 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 enable them to ensure that the accounts comply with the Companies Act 1985. They 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.

FARTHINGHOE FINE WINE LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31ST JULY 1998

Auditors

A resolution to reappoint Macnair Mason, Chartered Accountants, as auditors will be put to the members at the Annual General Meeting.

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.

Approved by the Board of Directors and signed on behalf of the Board.

Secretary:

Date:

Jane Cox
December 17th 98

AUDITORS' REPORT TO THE SHAREHOLDERS OF FARTHINGHOE FINE WINE LIMITED

We have audited the accounts on pages 4 to 8 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities under the historical cost convention and the accounting policies set out on page 6.

Respective Responsibilities of Directors and Auditors

As described on page 1 the company's directors are responsible for the preparation of the accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts and 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 accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts, 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 considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the accounts 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 accounts.

Opinion

In our opinion the accounts give a true and fair view of the state of the company's affairs as at 31st July 1998 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



**Chartered Accountants
and Registered Auditors**

St Clare House
30-33 Minories
London
EC3N 1DU

Date: 20th January 1999

FARTHINGHOE FINE WINE LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31ST JULY 1998

	Notes	1998 £	1997 £
Turnover	2	679,198	748,938
Cost of Sales		488,362	534,277
Gross Profit		190,836	214,661
Distribution Costs		-	999
Administrative Expenses		153,833	181,726
		37,003	31,936
Other operating income		3,500	6,000
Operating Profit	3	40,503	37,936
Interest Receivable		1,932	2,005
Interest Payable and Similar Charges		(1,742)	(261)
Profit on Ordinary Activities before Taxation		40,693	39,680
Tax on profit on ordinary activities	5	9,603	10,423
Profit for the Financial Year		31,090	29,257
Retained Profit Brought Forward		91,237	61,980
Retained Profit Carried Forward		122,327	91,237

FARTHINGHOE FINE WINE LIMITED

BALANCE SHEET

AS AT 31ST JULY 1998

	Notes	1998 £	1997 £
Fixed Assets			
Tangible assets	6	42,459	36,736
Current Assets			
Stocks		223,035	249,098
Debtors	7	60,149	66,277
Cash at bank and in hand		130,621	223,240
		<u>413,805</u>	<u>538,615</u>
Creditors: Amounts Falling Due Within One Year	8	<u>333,837</u>	<u>484,014</u>
Net Current Assets		<u>79,968</u>	<u>54,601</u>
Total Assets Less Current Liabilities		<u>122,427</u>	<u>91,337</u>
Capital and Reserves			
Share Capital - Equity	9	100	100
Profit and loss account		122,327	91,237
Shareholders' Funds		<u>122,427</u>	<u>91,337</u>

The accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities.

These accounts were approved by the board on 17 December 1998

Director



FARTHINGHOE FINE WINE LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST JULY 1998

1 Accounting Policies

Basis of Accounting

The Accounts 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
Fixtures and equipment	20% of net book value per annum

Stocks

Stocks are stated at the lower of cost and net realisable value.

Deferred Taxation

Deferred tax is provided for under the liability method using the tax rates estimated to arise when the timing differences reverse and is accounted for to the extent that it is probable that a liability or asset will crystallise. Unprovided deferred tax is disclosed as a contingent liability.

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.

2 Turnover

The turnover was derived from the company's principal activity which was carried out wholly in the UK.

3 Operating Profit

The operating profit is arrived at after charging or crediting:

	1998	1997
	£	£
Depreciation of owned assets	8,986	7,719
Profit on disposal of fixed assets	(314)	-
Auditors' remuneration - non audit work	2,435	5,130
Auditors' remuneration	5,000	4,000

FARTHINGHOE FINE WINE LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST JULY 1998

4	Directors	1998	1997	
		£	£	
	Directors' remuneration	46,800	86,940	
5	Taxation	1998	1997	
		£	£	
	Based on the profit for the year			
	UK corporation tax at 21% (1997 23%)	9,603	10,423	
		9,603	10,423	
6	Tangible Fixed Assets			
		Building Conversion	Other Fixed Assets	Total
		£	£	£
	Cost			
	At 1st August 1997	53,452	30,055	83,507
	Additions	-	15,395	15,395
	Disposals	-	(8,861)	(8,861)
	At 31st July 1998	53,452	36,589	90,041
	Depreciation			
	At 1st August 1997	25,984	20,787	46,771
	Charge for the year	5,345	3,641	8,986
	On disposals	-	(8,175)	(8,175)
	At 31st July 1998	31,329	16,253	47,582
	Net Book Value			
	At 31st July 1998	22,123	20,336	42,459
	At 31st July 1997	27,468	9,268	36,736
7	Debtors	1998	1997	
		£	£	
	Trade debtors	59,045	65,909	
	Other debtors	1,104	368	
		60,149	66,277	

FARTHINGHOE FINE WINE LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST JULY 1998

8	Creditors: Amounts Falling Due Within One Year	1998	1997
		£	£
	Trade creditors	309,485	409,171
	Other creditors	24,352	74,843
		333,837	484,014

'Other creditors' include £14,160 (1997 - £35,731) in respect of taxation and social security.

9	Share Capital	1998	1997
		£	£
	Authorised and Allotted		
	Equity Shares		
	- Allotted, called up and fully paid ordinary shares of £1 each	100	100

10 Pension Scheme

The company operates a defined contribution pension scheme for the benefit of the directors. The assets of the scheme are administered by trustees in a fund independent from those of the company.

The total contributions paid in the year amounted to £10,800 (1997 £10,800).

11 Related Parties

In the directors' opinion the company is controlled by S.G.F.Cox, a director.

During the year the company purchased and sold goods in the normal course of business from and to S.G.F.Cox, for £nil (1997:£34,321) and £6,962 (1997:£2,974) respectively. These transactions took place at market prices. At the balance sheet date there were no outstanding amounts..