

COMPANY REGISTRATION NUMBER: 1498317

DOWN AND SON LIMITED

FINANCIAL ACCOUNTS

FOR THE YEAR ENDED

4 JANUARY 1995



DOWN AND SON LIMITED

FINANCIAL ACCOUNTS

FOR THE YEAR ENDED 4 JANUARY 1995

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DOWN AND SON LIMITED

DIRECTORS:

S J Down
C J Down
Mrs L E Down

REGISTERED OFFICE:

6 The Parade
Exmouth
Devon

BANKERS:

Midland Bank PLC
1 Rolle Street
Exmouth
Devon

SOLICITORS:

Linford Browns
Magnolia House
Church Street
Exmouth
Devon
EX8 1HQ

AUDITORS

Southon & Co
Chartered Accountants
6 The Parade
Exmouth
Devon
EX8 1RL

DOWN AND SON LIMITED

REPORT OF THE DIRECTORS

The Directors submit their report and audited Accounts for the year ended 4 January 1995.

PRINCIPAL ACTIVITY

The principal activity of the Company was that of Retail Pork Butchers.

DIRECTORS

The Directors who served during the year and the beneficial and family interests of those serving at the end of the year in the shares of the Company were as follows:-

	Ordinary Shares of £1 each	
	<u>4 January 1995</u>	<u>4 January 1994</u>
C J Down Esq	99	99
S J Down Esq	1	1
Mrs L E Down	-	-

TAXATION STATUS

In the opinion of the Directors, the Company is a close Company within the meaning of the Income and Corporation Tax Act 1988.

STATEMENT OF 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 and of the profit or loss of the Company for that period. In preparing those financial statements the Directors are required to:

Select suitable accounting policies and then apply them consistently;

Make judgements and estimates that are reasonable and prudent;

State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;

Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

DOWN AND SON LIMITED

REPORT OF THE DIRECTORS

Cont/d ..

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. 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.

AUDITORS

In accordance with Section 385 of the Companies Act 1985, a resolution will be proposed at the next Annual general Meeting to re-appoint the Auditors, Southon & Co.

The Directors have taken advantage in the preparation of their report of the exemptions applicable to small Companies.

By Order of the Board,

Secretary

K. E. Down

AUDITORS' REPORT TO THE SHAREHOLDERS

OF

DOWN AND SON LIMITED

We have audited the Financial Statements on pages 4. to 11. which have been prepared under the historical cost convention and the accounting policies set out on page 6.

Respective Responsibilities of Directors and Auditors

As described on pages 1. and 2. the Company's Directors are responsible for the preparation of 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 the 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 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 4 January 1995 and of its results for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small Companies.

Southon & Co
6 The Parade
Exmouth, Devon

15 June 1995



Chartered Accountants
and Registered Auditors

DOWN AND SON LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 4 JANUARY 1995

	<u>Note</u>	<u>1995</u>	<u>1994</u>
		£	£
<u>TURNOVER</u>		310882	325097
Cost of Sales		<u>201828</u>	<u>207319</u>
<u>GROSS PROFIT</u>		109054	117778
Distribution Costs		71546	85076
Administrative Costs		<u>37768</u>	<u>34757</u>
			<u>119833</u>
Other Operating Income	2.	(260) <u>855</u>	(2055) <u>185</u>
<u>OPERATING PROFIT/(LOSS)</u>		595	(1870)
Interest Payable	3.	<u>1435</u>	<u>801</u>
<u>(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION</u>	4.	(840)	(2671)
<u>TAXATION</u> on (Loss) on Ordinary Activities	6.	<u>(1345)</u>	<u>3908</u>
<u>PROFIT/(LOSS) ON ORDINARY ACTIVITIES AFTER TAXATION</u>		505	(6579)
Dividends	7.	<u>8000</u>	<u>8000</u>
<u>RETAINED FOR THE YEAR</u>		<u>£(7495)</u>	<u>£(14579)</u>

The Company had no recognised gains or losses other than those included above.

All activities were of a continuing nature.

The Notes on Pages 6. to 11. form an integral part of these Accounts.

DOWN AND SON LIMITED

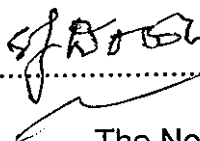
BALANCE SHEET AS AT 4 JANUARY 1995

	<u>Note</u>	<u>1995</u>	<u>1994</u>
		£	£
<u>FIXED ASSETS</u>			
Tangible Assets	8.	94834	82415
Investments	9.	—	<u>300</u>
		94834	82715
<u>CURRENT ASSETS</u>			
Stock	10.	320	280
Debtors	11.	9425	16128
Cash at Bank and in Hand		<u>23649</u>	<u>30451</u>
		33394	46859
<u>CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</u>			
Other Creditors	12.	<u>47670</u>	<u>41521</u>
<u>NET CURRENT (LIABILITIES)/ASSETS</u>		(14276)	<u>5338</u>
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>		£80558	£88053
<u>CAPITAL AND RESERVES</u>			
Called up Share Capital	14.	100	100
Profit and Loss Account	15.	<u>80458</u>	<u>87953</u>
<u>SHAREHOLDERS FUNDS</u>		£80558	£88053

The Directors have taken advantage in the preparation of the Accounts, of special exemptions applicable to small Companies under Schedule 8 Part 1 of the Companies Act 1985.. In the opinion of the Directors, the Company qualifies as a small Company and is entitled to make use of the special exemptions.

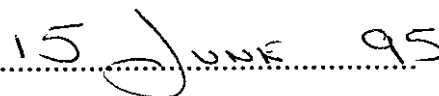
.....
)

) Directors

.....
)

The Accounts were approved by the

Board of Directors on:

.....


The Notes on Pages 6. to 11. form an integral part of these Accounts.

DOWN AND SON LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 4 JANUARY 1995

1. Accounting Policies

The Accounts have been prepared in accordance with the Companies Act 1985, and with applicable Accounting Standards. Any material departure from Accounting Standards are described below:

a) Investments

Fixed asset investments are stated at cost less provision for any permanent diminution in value.

b) Turnover

Turnover is the amount derived from the provision of goods and services falling within the Company's ordinary activities after deduction of trade discounts.

c) Stock and Work in Progress

Stock and work in progress are valued at the lower of cost and net realisable value. Cost includes direct materials, labour and manufacturing overheads incurred in bringing each product to its present location and condition. Net realisable value is based on estimated selling price less further costs to completion and selling costs.

d) Tangible Fixed Assets and Depreciation

Tangible fixed assets are stated at cost.

Depreciation is provided to write down the cost to the estimated residual value by the reducing balance method using the following rates:

Plant and Equipment	10%
Motor Vehicles	25%

e) Leases

Assets held under finance leases have been included under tangible fixed assets and depreciated over the period of their useful economic lives.

The capital element of the future payments is treated as a liability and the interest element is charged to Profit and Loss Account.

Operating lease rentals are charged to Profit and Loss Account as incurred.

f) Pensions

The Company operates a defined contribution scheme. Contributions payable for the year are charged in the Profit and Loss Account.

g) Cash Flow Statement

The Company has taken advantage of the exemptions contained in Financial Reporting Standard No.1 and has not produced a Cash Flow Statement.

DOWN AND SON LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 4 JANUARY 1995

	<u>1995</u>	<u>1994</u>
2. <u>Other Operating Income</u>	<u>£</u>	<u>£</u>
Bank Deposit Account	2	106
Building Society Interest	<u>853</u>	<u>79</u>
	£855	£185
	<u> </u>	<u> </u>
3. <u>Interest Payable</u>		
Finance charges of capitalised finance leases	£1435	£801
	<u> </u>	<u> </u>
4. <u>(Loss) on Ordinary Activities before Taxation</u> <u>is after charging</u>		
Directors Emoluments (See Note 5.)	32631	38448
Auditors Remuneration : Audit Work	840	800
: Non Audit Work	315	200
Depreciation of Tangible Fixed Assets		
- owned	1576	6636
- under hire purchase and finance lease agreements	4500	-
Pension costs	7944	5194
	<u> </u>	<u> </u>
5. <u>Directors Remuneration</u>		
Details of emoluments (excluding pension contributions)		
Salary	16725	29624
Other Emoluments	7962	3630
Pension Scheme Contributions	<u>7944</u>	<u>5194</u>
	£32631	£38448
	<u> </u>	<u> </u>
6. <u>Taxation on Profit on Ordinary Activities</u>		
UK Corporation Tax	-	-
(Overprovision)/Underprovision for previous periods	<u>(1345)</u>	<u>3908</u>
	£(1345)	£3908
	<u> </u>	<u> </u>
U K Corporation Tax has been charged on profits at 25% (1994 25%)		

DOWN AND SON LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 4 JANUARY 1995

7. <u>Dividends</u>	<u>1995</u>		<u>1994</u>	
	£ <u>Per Share</u>	<u>Amount</u>	£ <u>Per Share</u>	<u>Amount</u>
Proposed	£80.00	£8000	£80.00	£8000
	=====	=====	=====	=====
8. <u>Tangible Fixed Assets</u>		<u>Plant and Equipment</u>	<u>Motor Vehicles</u>	<u>Total</u>
		£	£	£
Cost - 5 January 1994		143843	31444	175287
Additions		12575	41007	53582
Disposals		-----	(40731)	(40731)
Cost - 4 January 1995		£156418	£31720	£188138
		=====	=====	=====
Depreciation - 5 January 1994		71297	21575	92872
Charge for the Year		8512	6076	14588
Withdrawn on Disposals		-----	(14156)	(14156)
Depreciation - 4 January 1995		£79809	£13495	£93304
		=====	=====	=====
<u>Net Book Value</u>				
4 January 1995		£76609	£18225	£94834
		=====	=====	=====
4 January 1994		£72546	£9869	£82415
		=====	=====	=====

Included in the above are the following in respect of assets acquired under hire purchase and finance lease agreements.

	<u>1995</u>		<u>1994</u>	
	<u>Depreciation Charged in Year</u>	<u>Net Book Value</u>	<u>Depreciation Charged in Year</u>	<u>Net Book Value</u>
Motor Vehicle	£4500	£13498	£ -	£ -
	=====	=====	=====	=====

DOWN AND SON LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 4 JANUARY 1995

9.	<u>Other Fixed Assets Investments</u>	<u>1995</u>	<u>1994</u>
		£	£
	Cost of Shares	-	300
		==	==
10.	<u>Stock</u>		
	Goods bought for resale	320	280
		==	==
11.	<u>Debtors</u>		
	Due within one year	£	£
	Trade Debtors	750	1005
	Other Debtors	7480	14056
	Prepayments	<u>1195</u>	<u>1067</u>
		£9425	£16128
		==	==
12.	<u>Creditors - amounts falling due within one year</u>		
	Trade Creditors	6859	12072
	U K Corporation Tax on 1994 profits	-	-
	Advance Corporation Tax	4000	2000
	Social Security and Other Taxes	6591	9939
	Proposed Dividend	8000	8000
	Accrued Expenses	2118	1539
	Directors Current Account	11779	7971
	Other Creditors - net obligations in respect of finance leases	<u>8323</u>	<u>-</u>
		£47670	£41521
		==	==

Amounts owing in respect of finance lease obligations are secured on a motor vehicle.

DOWN AND SON LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 4 JANUARY 1995

13.	<u>Finance Lease Obligations</u>	<u>1995</u>	<u>1994</u>
	Gross Obligations	£	£
	Expiring within 1 year	3753	-
	Expiring between 2 and 5 years	6280	-
		==	==
	Future Finance Charges		
	Leases expiring within 1 year	612	-
	Leases expiring between 2 and 5 years	1098	-
		==	==
	Net Obligations		
	Expiring within 1 year	3141	-
	Expiring between 2 and 5 years	5182	-
		==	==
14.	<u>Share Capital</u>		
	<u>Authorised</u>		
	100 Ordinary Shares of £1 each	100	100
		==	==
	<u>Allotted, called up and fully paid</u>		
	100 Ordinary Shares of £1 each	100	100
		==	==
15.	<u>Profit and Loss Account</u>	£	£
	At 5 January 1994	87953	102532
	Retained (Loss) for the Year	(7495)	(14579)
	At 4 January 1995	£80458	£87953
		==	==

DOWN AND SON LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 4 JANUARY 1995

	<u>1995</u>	<u>1994</u>
16. <u>Reconciliation of Movements in Shareholders Funds</u>	<u>£</u>	<u>£</u>
Profit/(Loss) for the financial year	505	(6579)
Dividends	<u>(8000)</u>	<u>(8000)</u>
Net (Decrease) in Shareholders Funds	(7495)	(14579)
Shareholders Funds at 5 January 1994	<u>88053</u>	<u>102632</u>
Shareholders Funds at 4 January 1995	£80558	£88053
	<u> </u>	<u> </u>