

COMPANY REGISTRATION NUMBER: 1498317

DOWN AND SON LIMITED

FINANCIAL ACCOUNTS

FOR THE YEAR ENDED

31 MARCH 2002



DOWN AND SON LIMITED

FINANCIAL ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 2002

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DOWN AND SON LIMITED

DIRECTORS:

S J Down
C J Down

REGISTERED OFFICE:

6 The Parade
Exmouth
Devon

BANKERS:

H S B C
1 Rolle Street
Exmouth
Devon

SOLICITORS:

Every's
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 31 March 2002.

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>31 March 2002</u>	<u>31 March 2001</u>
C J Down Esq	99	99
S J Down Esq	1	1

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 Report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small Companies.

By Order of the Board,

Secretary *H. R. Down.*

9 August 2002

INDEPENDENT AUDITORS REPORT TO THE SHAREHOLDERS

OF
DOWN AND SON LIMITED

We have audited the financial statements of Down and Son Limited for the year ended 31 March 2002 which comprise the Profit and Loss Account, the Balance Sheet, and the related notes. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

Respective Responsibilities of Directors and Auditors

As described in the Statement of Directors Responsibilities the Company's Directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

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 misstatement within it.

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.

Opinion

In our opinion the financial statements give a true and fair view of the state of the Company's affairs as at 31 March 2002 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Southon & Co
6 The Parade
Exmouth, Devon

9 August 2002

3.


Chartered Accountants
and Registered Auditors

DOWN AND SON LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2002

	<u>Note</u>	<u>2002</u>	<u>2001</u>
		£	£
<u>TURNOVER</u>		394674	399032
Cost of Sales		<u>211079</u>	<u>221719</u>
<u>GROSS PROFIT</u>		183595	177313
Distribution Costs	126618		117220
Administrative Expenses	<u>51586</u>	<u>178204</u>	<u>41364</u>
			<u>158584</u>
Other Operating Income	2.	5391	18729
		<u>756</u>	<u>370</u>
<u>OPERATING PROFIT</u>		6147	19099
Interest Payable	3.	<u>467</u>	<u>156</u>
<u>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</u>	4.	5680	18943
<u>TAXATION</u> on Profit on Ordinary Activities	6.	<u>322</u>	<u>2790</u>
<u>PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION</u>		5358	16153
Dividends	7.	<u>20000</u>	<u>20000</u>
<u>RETAINED LOSS FOR THE YEAR</u>	15.	£(14642)	£(3847)
Transferred to Reserves		<u> </u>	<u> </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 10. form an integral part of these Accounts.

DOWN AND SON LIMITED

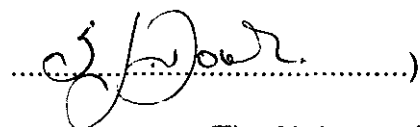
BALANCE SHEET AS AT 31 MARCH 2002

	<u>Note</u>	<u>2002</u>	<u>2001</u>
		£	£
<u>FIXED ASSETS</u>			
Tangible Assets	8.	53110	61359
<u>CURRENT ASSETS</u>			
Stock	9.	640	580
Debtors	10.	3420	5067
Cash at Bank and in Hand		<u>19593</u>	<u>28741</u>
		23653	34388
<u>CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</u>			
Other Creditors	11.	<u>27077</u>	<u>29466</u>
<u>NET CURRENT ASSETS/(LIABILITIES)</u>		<u>(3424)</u>	<u>4922</u>
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>		49686	66281
<u>CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR</u>			
Other Creditors	12.	<u>1348</u>	<u>3301</u>
		£48338	£62980
<u>CAPITAL AND RESERVES</u>			
Called up Share Capital	14.	100	100
Profit and Loss Account	15.	<u>48238</u>	<u>62880</u>
<u>SHAREHOLDERS FUNDS</u>	16.	£48338	£62980

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



) Directors



The Accounts were approved by the

Board of Directors on:

9 August 2002

The Notes on Pages 6. to 10. form an integral part of these Accounts.

DOWN AND SON LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2002

1. Accounting Policies

a) Accounting Convention

The accounts have been prepared under the Historical Cost Convention.

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) 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%

d) 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.

e) 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.

f) Pensions

The Company operates a defined contribution scheme. Contributions payable for the period 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.

	<u>2002</u>	<u>2001</u>
	£	£
2. <u>Other Operating Income</u>		
Building Society Interest	£756	£370
	<u> </u>	<u> </u>
3. <u>Interest Payable</u>		
Finance charges of capitalised finance leases	£467	£156
	<u> </u>	<u> </u>
4. <u>Profit on Ordinary Activities before Taxation is after charging</u>		
Directors Emoluments (See Note 5.)	29425	28551
Auditors Remuneration : Audit Work	880	880
: Non Audit Work	485	465
Depreciation of Tangible Fixed Assets		
- owned	5357	7422
- under hire purchase and finance lease agreements	1443	1924
Pension costs	-	3496
	<u> </u>	<u> </u>
5. <u>Directors Remuneration</u>		
Details of emoluments		
Salary	20650	16600
Other Emoluments	8775	8455
Pension Scheme Contributions	<u>-</u>	<u>3496</u>
	£29425	£28551
	<u> </u>	<u> </u>

DOWN AND SON LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 2002

6. <u>Taxation on Profit on Ordinary Activities</u>	<u>2002</u>	<u>2001</u>
UK Corporation Tax	322	2790
(Overprovision)/Underprovision for previous periods	—	—
	<u>£322</u>	<u>£2790</u>
	<u> </u>	<u> </u>

U K Corporation Tax has been charged on profits at 10% (2001 10% and 22.5%)

7. <u>Dividends</u>	<u>2002</u>		<u>2001</u>	
	£ <u>Per Share</u>	<u>Amount</u>	£ <u>Per Share</u>	<u>Amount</u>
Paid	£200	£20000	£200	£20000
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

8. <u>Tangible Fixed Assets</u>	<u>Plant and Equipment</u> £	<u>Motor Vehicles</u> £	<u>Total</u> £
Cost - 1 April 2001	169201	31393	200594
Additions	1551	-	1551
Disposals	—	(17998)	(17998)
Cost - 31 March 2002	<u>£170752</u>	<u>£13395</u>	<u>£184147</u>
	<u> </u>	<u> </u>	<u> </u>
Depreciation - 1 April 2001	119221	20014	139235
Charge for the Period	5153	2245	7398
Withdrawn on Disposals	—	(15596)	(15596)
Depreciation - 31 March 2002	<u>£124374</u>	<u>£6663</u>	<u>£131037</u>
	<u> </u>	<u> </u>	<u> </u>
<u>Net Book Value</u>			
31 March 2002	<u>£46378</u>	<u>£6732</u>	<u>£53110</u>
	<u> </u>	<u> </u>	<u> </u>
31 March 2001	<u>£49980</u>	<u>£11379</u>	<u>£61359</u>
	<u> </u>	<u> </u>	<u> </u>

DOWN AND SON LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 2002

	<u>2002</u> <u>£</u>	<u>2001</u> <u>£</u>
9. <u>Stock</u>		
Goods bought for resale	£640	£580
	<u> </u>	<u> </u>
10. <u>Debtors</u>		
Due within one year		
Trade Debtors	550	1043
Other Debtors	-	2500
Prepayments	<u>2870</u>	<u>1524</u>
	£3420	£5067
	<u> </u>	<u> </u>
11. <u>Creditors - amounts falling due within one year</u>		
Trade Creditors	6643	7190
U K Corporation Tax on 2002 profits	322	2790
Social Security and Other Taxes	15799	15800
Accrued Expenses	1432	1400
Directors Current Account	928	333
Hire Purchase	<u>1953</u>	<u>1953</u>
	£27077	£29466
	<u> </u>	<u> </u>
12. <u>Creditors - amounts falling due after more than one year</u>		
Hire Purchase	£1348	£3301
	<u> </u>	<u> </u>

DOWN AND SON LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2002

13. <u>Deferred Taxation</u>		<u>2002</u>	<u>2001</u>
At 1 April 2001 and 31 March 2002		£ -	£ -
		=====	=====
		<u>2002</u>	<u>2001</u>
	Potential		Potential
	<u>Liability</u>	<u>Provided</u>	<u>Liability</u>
			<u>Provided</u>
Accelerated Capital Allowances	£5697	£ -	£5600
	=====	=====	=====
14. <u>Share Capital</u>		<u>2002</u>	<u>2001</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 1 April 2001		62880	66727
Retained Loss for the year		(14642)	(3847)
At 31 March 2002		£48238	£62880
		=====	=====
16. <u>Reconciliation of Movements in Shareholders Funds</u>			
Loss for the financial year		(14642)	(3847)
Other Recognised Gains and Losses			
Relating to the Year		-----	-----
Net Decrease in Shareholders Funds		(14642)	(3847)
Shareholders Funds at 1 April 2001		60980	66827
Shareholders Funds at 31 March 2002		£48338	£62980
		=====	=====