

COMPANY REGISTRATION NUMBER: 1498317

DOWN AND SON LIMITED

FINANCIAL ACCOUNTS

FOR THE YEAR ENDED

31 MARCH 2004



DOWN AND SON LIMITED

FINANCIAL ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 2004

INDEX

	<u>Page</u>
Report of the Directors	1. and 2.
Report of the Auditors	3.
Profit and Loss Account	4.
Balance Sheet	5.
Notes to the Accounts	6. to 10.

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 2004.

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 2004</u>	<u>31 March 2003</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 *K. R. Down*

25 JULY 2004

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 2004 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

This report is made solely to the Company's members, as a body in accordance with section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an auditors' 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 members as a body, for our audit work, for this report, as for the opinions we have formed.

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 2004 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

25 July 2004

3.



Chartered Accountants
and Registered Auditors

DOWN AND SON LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2004

	<u>Note</u>	<u>2004</u>	<u>2003</u>
		£	£
<u>TURNOVER</u>		454571	414279
Cost of Sales		<u>235922</u>	<u>219395</u>
<u>GROSS PROFIT</u>		218649	194884
Distribution Costs	138842		136552
Administrative Expenses	<u>39149</u>	<u>177991</u>	<u>36810</u>
			<u>173362</u>
Other Operating Income	2.	40658	21522
		<u>352</u>	<u>350</u>
<u>OPERATING PROFIT</u>		41010	21872
Interest Payable	3.	<u>279</u>	<u>500</u>
<u>PROFIT ON ORDINARY ACTIVITIES</u> <u>BEFORE TAXATION</u>	4.	40731	21372
<u>TAXATION</u> on Profit on Ordinary Activities	6.	<u>7198</u>	<u>2822</u>
<u>PROFIT ON ORDINARY ACTIVITIES</u> <u>AFTER TAXATION</u>		33533	18550
Dividends	7.	<u>20000</u>	<u>20000</u>
<u>RETAINED PROFIT/(LOSS) FOR THE YEAR</u>	15.	£13533	£(1450)
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 2004

	Note	2004	2003
		£	£
<u>FIXED ASSETS</u>			
Tangible Assets	8.	44355	47975
<u>CURRENT ASSETS</u>			
Stock	9.	850	640
Debtors	10.	2582	4036
Cash at Bank and in Hand		<u>36502</u>	<u>28485</u>
		39934	33161
<u>CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</u>			
Other Creditors	11.	<u>23868</u>	<u>34248</u>
<u>NET CURRENT ASSETS/(LIABILITIES)</u>		<u>16066</u>	<u>(1087)</u>
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>		<u>60421</u>	<u>46888</u>
<u>CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR</u>	12.		
Other Creditors		<u>—</u>	<u>—</u>
		<u>£60421</u>	<u>£46888</u>
<u>CAPITAL AND RESERVES</u>			
Called up Share Capital	14.	100	100
Profit and Loss Account	15.	<u>60321</u>	<u>46788</u>
<u>SHAREHOLDERS FUNDS</u>	16.	<u>£60421</u>	<u>£46888</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 the Financial Reporting Standard for Smaller Entities (effective June 2002).

.....)

) Directors

.....
if Boush.....)

The Accounts were approved by the

Board of Directors on:

.....
25 July 2004.....

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 2004

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>2004</u>	<u>2003</u>
	£	£
2. <u>Other Operating Income</u>		
Building Society and Bank Interest	£352	£350
	<u> </u>	<u> </u>
3. <u>Interest Payable</u>		
Finance charges of capitalised finance leases	£279	£500
	<u> </u>	<u> </u>
4. <u>Profit on Ordinary Activities before Taxation is after charging</u>		
Directors Emoluments (See Note 5.)	20020	20000
Auditors Remuneration : Audit Work	900	880
: Non Audit Work	600	500
Depreciation of Tangible Fixed Assets		
- owned	5229	5371
- under hire purchase and finance lease agreements	-	1082
Pension costs	1382	1352
	<u> </u>	<u> </u>
5. <u>Directors Remuneration</u>		
Details of emoluments		
Salary	20020	20000
Other Emoluments	-	-
Pension Scheme Contributions	<u>-</u>	<u>-</u>
	£20020	£20000
	<u> </u>	<u> </u>

DOWN AND SON LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 2004

6. <u>Taxation on Profit on Ordinary Activities</u>	<u>2004</u>	<u>2003</u>
UK Corporation Tax	7198	2822
(Overprovision)/Underprovision for previous periods	—	—
	<u>£7198</u>	<u>£2822</u>

U K Corporation Tax has been charged on profits at 19% (2003 19%)

7. <u>Dividends</u>	<u>2004</u>		<u>2003</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 2003	172070	13395	185465
Additions	4855	—	4855
Disposals	—	(7695)	(7695)
Cost - 31 March 2004	<u>£176925</u>	<u>£5700</u>	<u>£182625</u>
Depreciation - 1 April 2003	129144	8346	137490
Charge for the Period	4778	451	5229
Withdrawn on Disposals	—	(4449)	(4449)
Depreciation - 31 March 2004	<u>£133922</u>	<u>£4348</u>	<u>£138270</u>
<u>Net Book Value</u>			
31 March 2004	<u>£43003</u>	<u>£1352</u>	<u>£44355</u>
31 March 2003	<u>£42926</u>	<u>£5049</u>	<u>£47975</u>

DOWN AND SON LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 2004

	<u>2004</u> <u>£</u>	<u>2003</u> <u>£</u>
9. <u>Stock</u>		
Goods bought for resale	£850	£640
	<u> </u>	<u> </u>
10. <u>Debtors</u>		
Due within one year		
Trade Debtors	-	747
Other Debtors	-	-
Prepayments	<u>2582</u>	<u>3289</u>
	<u>£2582</u>	<u>£4036</u>
	<u> </u>	<u> </u>
11. <u>Creditors - amounts falling due within one year</u>		
Trade Creditors	4501	9406
U K Corporation Tax on 2004 profits	7198	2822
Social Security and Other Taxes	10236	16504
Accrued Expenses	1550	2148
Directors Current Account	383	2189
Hire Purchase	<u> </u>	<u>1179</u>
	<u>£23868</u>	<u>£34248</u>
	<u> </u>	<u> </u>
12. <u>Creditors - amounts falling due after more than one year</u>		
Hire Purchase	£ -	£ -
	<u> </u>	<u> </u>

DOWN AND SON LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2004

13. <u>Deferred Taxation</u>	<u>2004</u>		<u>2003</u>	
At 1 April 2003 and 31 March 2004	£ -		£ -	
	<u> </u>		<u> </u>	
	<u> </u>		<u> </u>	
	<u>2004</u>		<u>2003</u>	
	<u>Potential</u>	<u>Provided</u>	<u>Potential</u>	<u>Provided</u>
	<u>Liability</u>		<u>Liability</u>	
Accelerated Capital Allowances	£6064	£ -	£6037	£ -
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
14. <u>Share Capital</u>	<u>2004</u>		<u>2003</u>	
<u>Authorised</u>				
100 Ordinary Shares of £1 each	100		100	
	<u> </u>		<u> </u>	
<u>Allotted, called up and fully paid</u>				
100 Ordinary Shares of £1 each	100		100	
	<u> </u>		<u> </u>	
	<u> </u>		<u> </u>	
15. <u>Profit and Loss Account</u>				
At 1 April 2003	46788		48238	
Retained Profit/(Loss) for the year	<u>13533</u>		<u>(1450)</u>	
At 31 March 2004	£60321		£46788	
	<u> </u>		<u> </u>	
	<u> </u>		<u> </u>	
16. <u>Reconciliation of Movements in Shareholders Funds</u>				
Profit/(Loss) for the financial year	13533		(1450)	
Other Recognised Gains and Losses				
Relating to the Year	<u> </u>		<u> </u>	
Net Increase/(Decrease) in Shareholders Funds	13533		(1450)	
Shareholders Funds at 1 April 2003	<u>46888</u>		<u>48338</u>	
Shareholders Funds at 31 March 2004	£60421		£46888	
	<u> </u>		<u> </u>	
	<u> </u>		<u> </u>	