REGISTERED NUMBER: 2207321

Abbreviated Accounts for the Year Ended 31 December 2004

for

Coles Traditional Foods Limited



Coles Traditional Foods Limited

Contents of the Abbreviated Accounts for the Year Ended 31 December 2004

	Page
Company Information	1
Report of the Independent Auditors on the Abbreviated Accounts	2
Abbreviated Balance Sheet	3
Notes to the Abbreviated Accounts	4

Coles Traditional Foods Limited

Company Information
for the Year Ended 31 December 2004

DIRECTORS:	C J Cole Mrs M Cole C J Hingston
SECRETARY:	C J Cole
REGISTERED OFFICE:	Station Approach Off London Road Great Chesterford ESSEX CB10 1PG
REGISTERED NUMBER:	2207321
AUDITORS:	Hardcastle Burton Chartered Accountants Registered Auditor Lake House Market Hill Royston Herts SG8 9JN

Report of the Independent Auditors to Coles Traditional Foods Limited Under Section 247B of the Companies Act 1985

We have examined the abbreviated accounts on pages three to six, together with the full financial statements of the company for the year ended 31 December 2004 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special 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, for our work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of opinion

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages three to six are properly prepared in accordance with those provisions.

Hardcastle Burton
Chartered Accountants
Registered Auditor
Lake House
Market Hill
Royston
Herts SG8 9JN

Date: 7/4/05

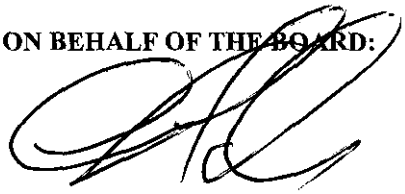
Coles Traditional Foods Limited

Abbreviated Balance Sheet
31 December 2004

	Notes	31.12.04 £	31.12.04 £	31.12.03 £	31.12.03 £
FIXED ASSETS:					
Intangible assets	2		-		-
Tangible assets	3		308,747		332,348
			308,747		332,348
CURRENT ASSETS:					
Stocks		189,823		161,615	
Debtors		387,939		330,321	
Cash at bank and in hand		69,894		62,448	
		647,656		554,384	
CREDITORS: Amounts falling due within one year	4	349,916		290,520	
NET CURRENT ASSETS:			297,740		263,864
TOTAL ASSETS LESS CURRENT LIABILITIES:			606,487		596,212
CREDITORS: Amounts falling due after more than one year	4		-		(6,222)
PROVISIONS FOR LIABILITIES AND CHARGES:			(36,507)		(38,363)
			£569,980		£551,627
CAPITAL AND RESERVES:					
Called up share capital	5		14,328		14,328
Share premium			148,712		148,712
Capital redemption reserve			2,372		2,372
Profit and loss account			404,568		386,215
SHAREHOLDERS' FUNDS:			£569,980		£551,627

These abbreviated 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 (effective June 2002).

ON BEHALF OF THE BOARD:



C J Cole - Director

Approved by the Board on 21 March 2005

The notes form part of these abbreviated accounts

Coles Traditional Foods Limited

Notes to the Abbreviated Accounts for the Year Ended 31 December 2004

1. ACCOUNTING POLICIES

Accounting convention
The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Other intangible assets
Development expenditure on potential new products is capitalised where future sales and profits are anticipated. The expenditure will be amortised from the commencement of sales of the new products.

Tangible fixed assets
Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Leasehold property	- 4% on cost
Plant & Machinery	- 15% on reducing balance
Fixtures and fittings	- Straight line over 7 years
Motor vehicles	- 25% on reducing balance

Stocks
Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Deferred tax
Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Hire purchase and leasing commitments
Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to the profit and loss account as incurred.

Pensions
The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

2. INTANGIBLE FIXED ASSETS

	Total
	£
COST:	
At 1 January 2004 and 31 December 2004	21,365
AMORTISATION:	
At 1 January 2004 and 31 December 2004	21,365
NET BOOK VALUE:	
At 31 December 2004	-

3. TANGIBLE FIXED ASSETS

	Total
	£
COST:	
At 1 January 2004	596,360
Additions	13,647
At 31 December 2004	610,007
DEPRECIATION:	
At 1 January 2004	264,012
Charge for year	37,248
At 31 December 2004	301,260
NET BOOK VALUE:	
At 31 December 2004	308,747
At 31 December 2003	332,348

4. CREDITORS

The following secured debts are included within creditors:

	31.12.04	31.12.03
	£	£
Bank overdrafts	63,719	-

5. CALLED UP SHARE CAPITAL

Authorised:

Number:	Class:	Nominal value:	31.12.04 £	31.12.03 £
125,000	Ordinary A	£1	125,000	125,000
125,000	Ordinary B	£1	125,000	125,000
27,778	Ordinary C	£1	27,778	27,778
			277,778	277,778

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	31.12.04 £	31.12.03 £
10,000	Ordinary A	£1	10,000	10,000
4,328	Ordinary B	£1	4,328	4,328
			14,328	14,328

The company increased its share capital by 27,778 Ordinary "C" shares on the 2nd December 2004. They will rank pari passu with the "A" & "B" Ordinary shares.

6. TRANSACTIONS WITH DIRECTORS

The company paid rent of £10000 (2003 - £8000) to C Cole during the year for head office premises in Great Chesterford. The transaction was undertaken on a open market basis.

In the opinion of the directors, the ultimate controlling party is C Cole.

7. ENTERPRISE MANAGEMENT INCENTIVE SCHEME

On the 2nd December 2004 the company granted share options over a total of 754 "C" Ordinary shares to an employee. The options can be exercised at a price of £20 per share subject to qualifying conditions. The option expires on the 2nd December 2014.