

COMPANY NO. 901424

A. C. HOPKINS (TAUNTON) LIMITED

FINANCIAL ACCOUNTS

FOR THE YEAR ENDED 31ST MARCH 2006



SUMMERHAYES

CHARTERED ACCOUNTANTS
AND REGISTERED AUDITORS

COMPASS HOUSE
6 BILLETFIELD
TAUNTON
SOMERSET
TA1 3NN

A. C. HOPKINS (TAUNTON) LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2006

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A. C. HOPKINS (TAUNTON) LIMITED
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31ST MARCH 2006

The Directors present their Annual Report and Financial Statements for the year ended 31st March 2006.

PRINCIPAL ACTIVITIES

The principal activities of the Company comprise slaughtering and wholesale meat trading.

DIRECTORS

The Directors in office during the year and their interests in the issued share capital were as follows:-

	<u>31.3.06</u>		<u>31.3.05</u>	
	<u>Beneficial</u>	<u>As Trustee</u>	<u>Beneficial</u>	<u>As Trustee</u>
M. G. W. Hopkins – Chairman	26,000	50,000	26,000	50,000
Mrs. J. K. Hopkins	24,000	50,000	24,000	50,000

Mr. M. G. W. and Mrs. J. K. Hopkins both have an interest in the same 50,000 shares as Trustee as does Mr. D. Hartley.

ACCOUNTS AND REVIEW

The result for the year is shown on page 5 of the Accounts and its effect upon the Reserves is set out in Note 8 to the Accounts.

In the opinion of the directors the trading position shown by the Accounts is satisfactory.

FIXED ASSETS

Changes in the Fixed Assets during the year are set out in Note 2 to the Accounts. The directors are unable to give an opinion as to the current value of the Freehold Land.

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 its profit or loss for that period.

In preparing those financial statements, the Directors are required to:

- a) select suitable accounting policies and then apply them consistently;
- b) make judgements and estimates that are reasonable and prudent;
- c) state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- d) prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for maintaining 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.

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A. C. HOPKINS (TAUNTON) LIMITED
REPORT OF THE DIRECTORS (CONTINUED)
FOR THE YEAR ENDED 31ST MARCH 2006

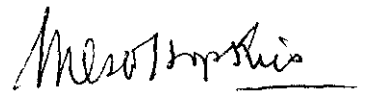
CHARITABLE DONATIONS

During the year the Company has made charitable donations amounting to £1,420.

AUDITORS

The Auditors, Messrs. Summerhayes, Chartered Accountants, have signified their willingness to continue in office and a resolution concerning their re-appointment will be submitted to the Annual General Meeting.

By Order of the Board



M. G. W. HOPKINS

Chairman

Compass House,
6 Billetfield,
Taunton,
Somerset,
TA1 3NN.

5th December 2006

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS

OF A. C. HOPKINS (TAUNTON) LIMITED

FOR THE YEAR ENDED 31ST MARCH 2006

We have audited the financial statements of A. C. Hopkins (Taunton) Ltd for the year ended 31st March 2006 which comprise the Profit and Loss Account, the Balance Sheet, the Cash Flow Statement, the Statement of Total Recognised Gains and Losses and the related notes. These financial statements have been prepared in accordance with the accounting policies set out therein and the requirements of the Financial Reporting Standard for Smaller Entities.

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 auditor's 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, or for the opinions we have formed.

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 International Standards on Auditing (UK and Ireland).

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 other transactions is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) 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, in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, of the state of the company's affairs as at 31st March 2006 and of its profit for the year then ended; and
- the financial statements have been properly prepared in accordance with the Companies Act 1985.

Compass House,
6 Billetfield,
Taunton,
Somerset,
TA1 3NN.

SUMMERHAYES
Chartered Accountants
and Registered Auditors

5th December 2006

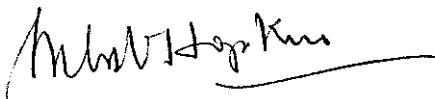
A. C. HOPKINS (TAUNTON) LIMITED

BALANCE SHEET

AS AT 31ST MARCH 2006

	<u>Notes</u>		<u>2005</u>
<u>FIXED ASSETS</u>			
Tangible	2	241,683	251,517
<u>CURRENT ASSETS</u>			
Stocks	3	42,493	41,507
Debtors	4	904,958	620,278
Short Term Investments		2,250,000	2,225,803
Cash at Bank and in Hand		<u>146,880</u>	<u>347,888</u>
		3,344,331	3,235,476
<u>DEDUCT: CURRENT LIABILITIES</u>			
Creditors due within one year	5	<u>639,617</u>	<u>438,502</u>
NET CURRENT ASSETS		<u>2,704,714</u>	<u>2,796,974</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		2,946,397	3,048,491
<u>DEDUCT: PROVISIONS FOR LIABILITIES AND CHARGES</u>			
	6	<u>17,174</u>	<u>15,658</u>
TOTAL NET ASSETS		<u><u>£2,929,223</u></u>	<u><u>£3,032,833</u></u>
<u>CAPITAL AND RESERVES</u>			
Called Up Share Capital	7	100,000	100,000
Profit and Loss Account		<u>2,829,223</u>	<u>2,932,833</u>
SHAREHOLDERS FUNDS	8	<u><u>£2,929,223</u></u>	<u><u>£3,032,833</u></u>

The Accounts were approved by the Board of Directors on 5th December 2006



M. G. W. HOPKINS

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Directors



J. K. HOPKINS

A. C. HOPKINS (TAUNTON) LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST MARCH 2006

	<u>Notes</u>	<u>Continuing Operations</u>	<u>2005</u>
TURNOVER	9	6,281,371	6,081,236
<u>Deduct: Cost of Sales</u>		<u>5,478,978</u>	<u>5,237,565</u>
GROSS PROFIT		802,393	843,671
<u>Deduct:</u>			
Distribution Expenses		60,421	56,345
Administration Expenses		<u>668,576</u>	<u>658,241</u>
		<u>728,997</u>	<u>714,586</u>
OPERATING PROFIT	10	73,396	129,085
Interest Receivable	13	<u>109,850</u>	<u>99,900</u>
PROFIT on ordinary activities before taxation		183,246	228,985
Taxation	14	<u>36,856</u>	<u>34,122</u>
PROFIT on ordinary activities after taxation	8	146,390	194,863
Dividends Paid		<u>250,000</u>	<u>-</u>
RETAINED PROFIT/(LOSS) FOR THE FINANCIAL YEAR		<u>£(103,610)</u>	<u>£194,863</u>

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES

There were no recognised gains or losses for 2005 or 2006 other than those included in the Profit and Loss Account.

A. C. HOPKINS (TAUNTON) LIMITED

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31ST MARCH 2006

2005

NET CASH INFLOW FROM OPERATING ACTIVITIES

Operating Profit	73,396	129,085
Depreciation Charges	23,417	18,878
Decrease/(Increase) in Stocks	(986)	38,028
Decrease/(Increase) in Debtors	(284,680)	69,340
Increase/(Decrease) in Creditors	<u>(95,107)</u>	<u>(60,712)</u>
	(283,960)	194,619

RETURNS ON INVESTMENTS AND SERVICING OF FINANCE

Interest Receivable	109,850	99,900
<u>TAXATION PAID</u>	(43,051)	(86,173)
<u>DIVIDENDS</u>	(250,000)	-

CAPITAL EXPENDITURE AND REALISATIONS

Purchase of Tangible Fixed Assets	(13,583)	(4,481)
Sale of Tangible Fixed Assets	<u>-</u>	<u>-</u>

NET CASH INFLOW/(OUTFLOW) represented by:

Increase/(Decrease) in Cash at Bank and in Hand	(176,811)	343,636
Decrease/(Increase) in Bank Overdraft	<u>(303,933)</u>	<u>(139,771)</u>
	<u>£(480,744)</u>	<u>£203,865</u>

A. C. HOPKINS (TAUNTON) LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST MARCH 2006

1. ACCOUNTING POLICIES

The following accounting policies have been used consistently in dealing with items which are considered material in relation to the Company's Accounts.

a) Basis of Accounting

The Accounts have been prepared under the historical cost convention.

b) Depreciation

Depreciation is calculated in order to write off the cost of tangible fixed assets over their estimated useful lives at the following rates:-

Plant and Equipment	-	15% p.a. on reducing balance
Motor Vehicles	-	25% p.a. on reducing balance
Property Improvements	-	2% p.a. over 50 years

c) Stock

Stocks are valued at the lower of cost or net realisable value.

d) Taxation

Provision is made where appropriate for taxation, both current and deferred, at current rates.

Any provision for taxation deferred by reason of timing differences is calculated using the liability method.

2. TANGIBLE FIXED ASSETS

	<u>Property Improvements</u>	<u>Freehold Land</u>	<u>Plant and Equipment</u>	<u>Motor Vehicles</u>	<u>Total</u>
COST:					
To 31st March 2005	221,016	3,861	278,444	38,145	541,466
Additions	-	-	7,233	6,350	13,583
Disposals	-	-	7,719	4,500	12,219
To 31st March 2006	<u>221,016</u>	<u>3,861</u>	<u>277,958</u>	<u>39,995</u>	<u>542,830</u>
DEPRECIATION:					
To 31st March 2005	44,161	-	219,013	26,775	289,949
On Disposal	-	-	3,055	3,699	6,754
Charge for the Year	4,420	-	9,302	4,230	17,952
To 31st March 2006	<u>48,581</u>	<u>-</u>	<u>225,260</u>	<u>27,306</u>	<u>301,147</u>
NET BOOK VALUE:					
At 31st March 2006	<u>£172,435</u>	<u>3,861</u>	<u>52,698</u>	<u>12,689</u>	<u>241,683</u>
At 31st March 2005	<u>£176,855</u>	<u>3,861</u>	<u>59,431</u>	<u>11,370</u>	<u>251,517</u>

A. C. HOPKINS (TAUNTON) LIMITED

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31ST MARCH 2006

3. <u>STOCK</u>	<u>2006</u>	<u>2005</u>
Goods for Resale	37,960	36,368
Consumables	4,533	5,139
	<u>£42,493</u>	<u>£41,507</u>
4. <u>DEBTORS</u> due within one year:		
Trade Debtors	839,540	555,415
Other Debtors	20,636	18,844
Prepayments and Accrued Income	44,782	46,019
	<u>£904,958</u>	<u>£620,278</u>
5. <u>CREDITORS</u> due within one year:		
Bank Loans and Overdrafts	463,012	159,079
Trade Creditors	112,680	190,354
Taxation and Social Security	36,462	66,299
Other Creditors	13,234	10,999
Accruals	14,229	11,771
	<u>£639,617</u>	<u>£438,502</u>
6. <u>PROVISIONS FOR LIABILITIES AND CHARGES</u>		
<u>Deferred Taxation</u>		
At 31st March 2005	15,658	24,587
Increase/(Decrease) in Liability	1,516	(8,929)
At 31st March 2006	<u>£17,174</u>	<u>£15,658</u>
The provision for deferred taxation is in respect of accelerated capital allowances		
7. <u>SHARE CAPITAL</u>		
<u>Authorised</u>		
100,000 Ordinary Shares of £1 each	<u>£100,000</u>	<u>£100,000</u>
<u>Allotted, issued and Fully Paid</u>		
100,000 Ordinary Shares of £1 each	<u>£100,000</u>	<u>£100,000</u>

A. C. HOPKINS (TAUNTON) LIMITED

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31ST MARCH 2006

8. RECONCILIATION OF MOVEMENTS IN SHAREHOLDER'S FUNDS

	<u>2006</u>	<u>2005</u>
Opening Shareholder's Funds	3,032,833	2,837,970
Profit/(Loss) for the Year	<u>(103,610)</u>	<u>194,863</u>
Closing Shareholder's Funds	<u>£2,929,223</u>	<u>£3,032,833</u>

9. TURNOVER

Turnover represents the amounts invoiced in respect of goods and services supplied during the year, excluding Value Added Tax. All goods are sold in the United Kingdom.

10. OPERATING PROFIT

	£	£
The Operating Profit is stated after charging:		
Depreciation of Fixed Assets	23,417	18,878
Directors Emoluments	147,303	146,974
Auditor's Remuneration	7,500	7,500
	<u> </u>	<u> </u>

11. DIRECTORS REMUNERATION

a) The Chairman received	<u>£103,603</u>	<u>£103,274</u>
b) Other Directors:	<u>Number</u>	<u>Number</u>
£15,001 - £20,000	-	-
£40,000 - £45,000	1	1
	<u> </u>	<u> </u>

12. STAFF COSTS (including Directors):

Wages and Salaries	574,994	556,356
Social Security Costs	55,672	55,026
Pension Costs	-	-
Directors	-	-
Other	1,003	1,889
	<u> </u>	<u> </u>
	<u>£631,669</u>	<u>£613,271</u>

The average weekly number of employees is as follows:-

	<u>Number</u>	<u>Number</u>
Administration	6	6
Production	20	18
Transport	2	2
	<u> </u>	<u> </u>
	<u>28</u>	<u>26</u>

A. C. HOPKINS (TAUNTON) LIMITED

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31ST MARCH 2006

<u>13. INTEREST RECEIVABLE</u>	<u>2006</u>	<u>2005</u>
Bank Deposit Interest	109,660	99,890
Interest on Prepaid Tax	<u>190</u>	<u>10</u>
	<u>£109,850</u>	<u>£99,900</u>
<u>14. TAXATION</u>		
a) United Kingdom Corporation Tax at an effective rate of 19% (2005 - 19%) payable:		
(i) on the profit for the year	35,340	43,051
Increase/(Decrease) in Deferred Taxation liability:		
(ii) for the current year	1,516	521
(iii) under/(over) provision in previous year	-	(3,555)
(iv) attributable to increase/(decrease) in effective rate of tax	<u>-</u>	<u>(5,895)</u>
	<u>£36,856</u>	<u>£34,122</u>
b) Under the provisions of the Income and Corporation Taxes Act 1988 this is a close company.		
<u>15. DIVIDENDS</u>		
Dividends paid	<u>£250,000</u>	<u>£ -</u>

16. TRANSACTIONS WITH DIRECTORS

The Company occupies certain property owned by Mr. M. G. W. Hopkins and others at an annual rental of £2,500, under a seven year lease commencing 1st April 1977 and on which the company is holding over.

17. PENSION COMMITMENTS

The Company operates a defined contribution pension scheme for the directors and certain employees. The assets of the scheme are held separately from those of the company in an independently administered fund.

18. CONTINGENT LIABILITIES

The Company had a contingent liability in respect of certain aspects of insurance cover which had been discontinued as the directors considered the premiums applicable together with the cost of works required by insurers to be prohibitive. However, insurance cover was re-instated during the year which the directors consider fully adequate.