

REPORTS AND FINANCIAL STATEMENTS OF:

**HENRY DENNY & SONS LIMITED**

For the year ended

31 DECEMBER 2003

REGISTERED NO. 3352 *4*



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COMPANIES HOUSE		27/10/04
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COMPANIES HOUSE		27/10/04

**HENRY DENNY & SONS LIMITED**

**REPORT AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2003**

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# **HENRY DENNY & SONS LIMITED**

## **DIRECTORS AND OTHER INFORMATION**

### **DIRECTORS**

Hugh Friel  
Denis Cregan  
Brian Mehigan

### **SECRETARY**

Brian Durran

### **REGISTERED OFFICE**

Thorpe Lea Manor,  
Thorpe Lea Road,  
Egham, Surrey,  
TW20 8HY.

### **AUDITORS**

Deloitte & Touche,  
Chartered Accountants,  
Deloitte & Touche House,  
Earlsfort Terrace,  
Dublin 2.

### **SOLICITORS**

Legal Department,  
Kerry Group plc,  
Prince's Street,  
Tralee,  
Co. Kerry.

## **HENRY DENNY & SONS LIMITED**

### **DIRECTORS' REPORT**

The directors submit their annual report together with the audited financial statements for the year ended 31 December 2003.

### **BUSINESS REVIEW**

The company is an investment holding company. Details of the results for the year are set out in the profit and loss account on page 8 and in the related notes forming part of the financial statements.

The directors received no remuneration during the year.

### **BOARD OF DIRECTORS**

The present membership of the Board is set out on page 2.

### **DIRECTORS' AND SECRETARY'S INTERESTS**

The interests of the directors and secretary of the company, and their spouses and minor children, all of which is beneficial, in the share capital of Kerry Group plc, the ultimate holding company, at 31 December 2003 and 31 December 2002 were as follows:

#### **NUMBER OF "A" ORDINARY SHARES**

<b>DIRECTORS</b>	<b>2003</b>	<b>2002</b>
Hugh Friel	325,000	325,000
Denis Cregan	262,500	262,500
Brian Mehigan	35,000	30,000
<b>SECRETARY</b>		
Brian Durran	10,000	10,000

There has not been any contract or arrangement with the company or any subsidiary during the year in which a director of the company was materially interested and which was significant in relation to the company's business.

The directors and secretary of the company who held office at 31 December 2003 and 31 December 2002 had no beneficial interest in the shares of the company.

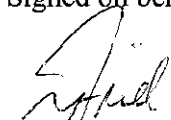
**HENRY DENNY & SONS LIMITED**

**DIRECTORS' REPORT (CONTINUED)**

**AUDITORS**

The auditors, Deloitte & Touche, Chartered Accountants, have expressed their willingness to continue in office and a resolution will be proposed at the annual general meeting to reappoint them as auditors and to authorise the directors to fix their remuneration.

Signed on behalf of the Board:



**HUGH FRIEL, DIRECTOR**



**BRIAN MEHIGAN, DIRECTOR**

**2 April 2004**

## **HENRY DENNY & SONS LIMITED**

### **STATEMENT OF DIRECTORS' RESPONSIBILITIES**

United Kingdom 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 the profit or loss of the company for that year. 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; and 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 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.

## **INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF HENRY DENNY & SONS LIMITED**

We have audited the financial statements of Henry Denny & Sons Limited for the year ended 31 December 2003, which comprise the Profit and Loss Account, the Balance Sheet and the related notes 1 to 10. These financial statements have been prepared under the accounting policies set out therein.

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, 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 United Kingdom law and accounting standards. Our responsibility is to audit the financial statements in accordance with relevant United Kingdom legal and regulatory requirements and 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 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 for the above year and consider the implications for our report if we become aware of any apparent misstatements.

### **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.

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF HENRY DENNY & SONS LIMITED (CONTINUED)**

**Opinion**

In our opinion, the financial statements give a true and fair view of the state of the company's affairs as at 31 December 2003 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

*Deloitte & Touche*

2 April 04

Deloitte & Touche,  
Chartered Accountants and Registered Auditors,  
Deloitte & Touche House,  
Earlsfort Terrace,  
Dublin 2.



# HENRY DENNY & SONS LIMITED

## PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2003

	Notes	2003 STG£	2002 STG£
Operating expenses		<u>(999)</u>	<u>-</u>
Loss on ordinary activities before taxation	2	(999)	-
Taxation	7	<u>-</u>	<u>-</u>
Retained loss for the year		(999)	-
Balance at beginning of year		<u>(1,799,001)</u>	<u>(1,799,001)</u>
Balance at end of year		<u>(1,800,000)</u>	<u>(1,799,001)</u>

There are no material differences between the results reported and those prepared on a historical cost basis.

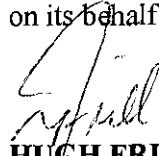
All recognised gains and losses have been reflected in the profit and loss account and arise solely from continuing operations.

# HENRY DENNY & SONS LIMITED

## BALANCE SHEET AS AT 31 DECEMBER 2003

	Notes	2003 STG£	2002 STG£
<b>FINANCIAL ASSETS</b>	3	-	1,000
<b>CURRENT ASSETS</b>			
Cash at bank and in hand	4	-	1,801
<b>CREDITORS: Amounts due within one year</b>	5	<u>-</u>	<u>(1,802)</u>
<b>NET CURRENT LIABILITIES</b>		<u>-</u>	<u>(1)</u>
<b>NET ASSETS</b>		<u>-</u>	<u>999</u>
 <b>CAPITAL AND RESERVES</b>			
Called-up share capital	6	<b>1,800,000</b>	1,800,000
Profit and loss account		<b><u>(1,800,000)</u></b>	<b><u>(1,799,001)</u></b>
<b>SHAREHOLDERS' FUNDS</b>		<u>-</u>	<u>999</u>
Equity		<b>(400,000)</b>	(399,001)
Non Equity		<b><u>400,000</u></b>	<u>400,000</u>
		<u>-</u>	<u>999</u>

The financial statements were approved by the Board of Directors on 2 April 2004 and signed on its behalf by:



**HUGH FRIEL, DIRECTOR**



**BRIAN MEHIGAN, DIRECTOR**

# HENRY DENNY & SONS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2003

### 1. ACCOUNTING POLICIES

The financial statements have been prepared in accordance with applicable accounting standards. The accounts are prepared under the historical cost convention as modified by the revaluation of the investment in the subsidiary, and are denominated in Sterling.

### 2. PROFIT AND LOSS ACCOUNT

Loss on ordinary activities before taxation is stated after charging:	2003	2002
	STG£	STG£
Write-off of investments in subsidiaries	(999)	-
Directors' remuneration	-	-
Auditors' remuneration	-	-

Audit costs for the year have been borne by another group company.

### 3. FINANCIAL ASSETS

	2003	2002
	STG£	STG£
Third party investments	-	1,000

During the year, all third party investments were written off.

The company owns 100% of the ordinary share capital of Kerry Meats Limited, a company incorporated in the United Kingdom. During the year, Kerry Meats Limited was struck off. The value of this investment was written down to £nil in previous years.

The company has not prepared group accounts. It is exempt from preparing group accounts under FRS 2 (para 21) as it is a wholly owned subsidiary of Kerry Group Plc, a company incorporated in the Republic of Ireland, and is included in the consolidated accounts of that company.

# **HENRY DENNY & SONS LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2003 (CONTINUED)**

### **4. CURRENT ASSETS**

	2003 STG£	2002 STG£
<b>Amounts due within one year:</b>		
Cash at bank and in hand	<u>-</u>	<u>1,801</u>

### **5. CREDITORS**

	2003 STG£	2002 STG£
<b>Amounts due within one year:</b>		
Accruals	<u>-</u>	<u>1,802</u>

### **6. SHARE CAPITAL**

	2003 STG£	2002 STG£
<b>Authorised, issued and fully paid:</b>		
4.2% preference shares of STG£1 each	400,000	400,000
Ordinary shares of STG£1 each	<u>1,400,000</u>	<u>1,400,000</u>
	<u><b>1,800,000</b></u>	<u><b>1,800,000</b></u>

### **7. TAXATION MATTERS**

#### **(a) Unrelieved losses and recoverable ACT:**

	2003 STG£	2002 STG£
- Unrelieved CGT losses available to be offset against future taxable profits	<u>63,000</u>	<u>63,000</u>
- ACT written off but recoverable against future tax liabilities	<u>48,000</u>	<u>48,000</u>

## HENRY DENNY & SONS LIMITED

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2003 (CONTINUED)

#### Note 7 continued

(b) There is no liability for deferred taxation.

(c) Henry Denny & Sons Limited is not a close company within the meaning of the Income and Corporation Taxes Act, 1970.

(d) Factors affecting the current taxation charge for the year:

	2003 STG£	2002 STG£
Loss on ordinary activities before taxation	(999)	-
Standard rate of corporation tax in the UK	30%	-
Items not deductible for tax purposes	<u>(30%)</u>	<u>-</u>
Current taxation	<u>0%</u>	<u>-</u>

#### 8. GROUP MEMBERSHIP

The company's immediate parent company is E.M. Denny (Holdings) Limited, a company incorporated in the United Kingdom. In the opinion of the directors, the company's ultimate parent company is Kerry Group plc, a company incorporated in the Republic of Ireland. The parent undertaking of the largest and smallest group which includes the company and for which group accounts are prepared is Kerry Group plc.

Copies of the group financial statements of Kerry Group plc are available from:  
Companies Registration Office,  
Parnell House,  
14 Parnell Square,  
Dublin 1.

#### 9. RELATED PARTY TRANSACTIONS

The company, a wholly owned subsidiary of Kerry Group plc, has elected to avail of the disclosure exemption available to subsidiary undertakings in accordance with FRS 8.

#### 10. CASH FLOW STATEMENT

A cash flow statement has not been prepared for the company as its ultimate parent company, Kerry Group plc, has prepared consolidated financial statements which include a consolidated cash flow statement dealing with the cash flows of the group.