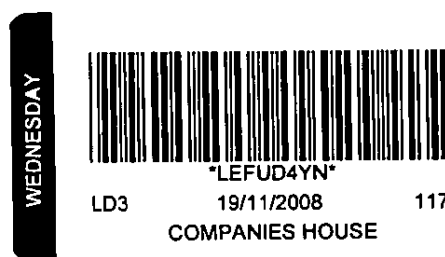


# ADM Newport Pagnell Limited

## FINANCIAL STATEMENTS

for the year ended

31 December 2007



Company Registration No 01068279

# ADM Newport Pagnell Limited (formerly Haldane Foods Limited)

## DIRECTORS AND OFFICERS

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### DIRECTORS

R A Hlawek  
D C McCarthy

### SECRETARY

S T Filmer

### COMPANY NUMBER

01068279 (England and Wales)

### REGISTERED OFFICE

c/o ADM International Limited  
Church Manorway  
Erith  
Kent  
DA8 1DL

### AUDITOR

Ernst & Young LLP  
1 More London Place  
Toll House Hill  
London  
SE1 2AF

# ADM Newport Pagnell Limited (formerly Haldane Foods Limited)

## DIRECTORS' REPORT

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The directors present their report and financial statements of ADM Newport Pagnell Limited for the year ended 31 December 2007

On 5 February 2007, the company changed its name from Haldane Foods Limited to ADM Newport Pagnell Limited

### PRINCIPAL ACTIVITIES

On the 8 December 2006, the company's assets were acquired by a third party company

### REVIEW OF THE BUSINESS

Subsequent to the sale of assets the directors are considering the future activities of the company

### DIRECTORS' QUALIFYING THIRD PARTY INDEMNITY PROVISION

The company has granted an indemnity to one or more directors against liability in respect of proceedings brought by third parties, subject to the conditions set out in the Companies Act 1985. Such qualifying third party indemnity provision remains in force as at the date of approving the directors' report.

### RESULTS AND DIVIDENDS

The trading loss for the year after taxation was £796,030

The directors do not recommend payment of an ordinary dividend

### DIRECTORS

The following directors have held office since 1 January 2007

P Fitch	(Resigned 8 June 2007)
R A Hlawek	(Appointed 25 June 2007)
R Hobson	(Appointed 4 June 2007 and resigned 21 January 2008)
E Jones	(Resigned 8 June 2007)
D C McCarthy	(Appointed 4 June 2007)
A McCrea	(Resigned 8 June 2007)
M A Sanner	(Resigned 25 June 2007)

### STATEMENT AS TO DISCLOSURE OF INFORMATION TO THE AUDITOR

The directors at the date of approval of this directors' report confirm that so far as each of them is aware, there is no relevant audit information of which the company's auditor is unaware, and all the directors have taken all steps that they ought to have taken as directors to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

# ADM Newport Pagnell Limited (formerly Haldane Foods Limited)

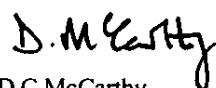
## DIRECTORS' REPORT (CONTINUED)

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### AUDITOR

In accordance with section 385 of the Companies Act 1985, a resolution has dispensed with the requirement to reappoint the auditor annually. The auditor, Ernst & Young LLP, has indicated its willingness to continue in office.

This report was approved by the directors and is signed on their behalf by



D C McCarthy  
Director

Date 13th November 2008

# ADM Newport Pagnell Limited (formerly Haldane Foods Limited)

## DIRECTORS' RESPONSIBILITIES IN THE PREPARATION OF FINANCIAL STATEMENTS

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The directors are responsible for preparing the annual report and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to 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

- a select suitable accounting policies and then apply them consistently,
- b make judgements and estimates that are reasonable and prudent,
- c 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 requirements of 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 AUDITOR'S REPORT TO THE MEMBERS OF ADM NEWPORT PAGNELL LIMITED

We have audited the company's financial statements for the year ended 31 December 2007 which comprise the Profit and Loss Account, the Statement of Total Recognised Gains and Losses, the Balance Sheet, the statement of Accounting Policies and the related notes 1 to 18. These financial statements have been prepared under the break-up basis.

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 the auditor**

The directors' responsibilities for preparing the annual report and the financial statements in accordance with applicable United Kingdom law and Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Directors' Responsibilities. 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 whether in our opinion the information given in the Directors' Report is consistent with the financial statements.

In addition, we report to you if, in our opinion, 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 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, of the state of the company's affairs at 31 December 2007 and of its loss for the year then ended,
- the financial statements have been properly prepared in accordance with the Companies Act 1985, and
- the information given in the Directors' Report is consistent with the financial statements.

ERNST & YOUNG LLP

Registered Auditor  
1 More London Place  
London  
SE1 2AF

# ADM Newport Pagnell Limited (formerly Haldane Foods Limited)

## PROFIT AND LOSS ACCOUNT

for the year ended 31 December 2007

	Notes	2007 £	2006 £
TURNOVER	1	-	13,708,540
Cost of sales		-	11,724,226
		.....	.....
Gross profit		-	1,984,314
Other operating expenses	2	28,947	2,222,969
		.....	.....
OPERATING LOSS		(28,947)	(238,655)
Exceptional items	5	1,036,069	18,413,253
		.....	.....
LOSS ON ORDINARY ACTIVITIES BEFORE INTEREST		(1,065,016)	(18,651,908)
Investment income	3	261,765	527,883
Interest payable	4	-	41,955
		.....	.....
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION	5	(803,251)	(18,165,980)
Taxation	7	(7,221)	(4,692,588)
		.....	.....
LOSS ON ORDINARY ACTIVITIES AFTER TAXATION	14	(796,030)	(13,473,392)
		.....	.....

The operating loss for the year arises from the company's discontinued operations

No separate Statement of Total Recognised Gains and Losses has been presented as all such gains and losses have been dealt with in the Profit and Loss Account


# ADM Newport Pagnell Limited (formerly Haldane Foods Limited)

## BALANCE SHEET

31 December 2007

	Notes	2007 £	2006 £
<b>FIXED ASSETS</b>			
Investments	8	-	-
		.....	.....
<b>CURRENT ASSETS</b>			
Assets held for resale	9	1,500,000	2,536,069
Debtors	10	4,324,257	13,850,331
Cash at bank and in hand		-	18,916
		.....	.....
		5,824,257	16,405,316
<b>CREDITORS</b> Amounts falling due within one year	11	(9,274,640)	(19,059,669)
		.....	.....
<b>NET CURRENT LIABILITIES</b>		(3,450,383)	(2,654,353)
		.....	.....
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		(3,450,383)	(2,654,353)
		.....	.....
<b>CAPITAL AND RESERVES</b>			
Called up share capital	13	10,000,000	10,000,000
Profit and loss account	14	(13,450,383)	(12,654,353)
		.....	.....
<b>EQUITY SHAREHOLDERS' DEFICIT</b>	15	(3,450,383)	(2,654,353)
		.....	.....

The financial statements on pages 6 to 20 were approved by the directors and authorised for issue on 13th November 2008, and are signed on their behalf by

  
D C McCarthy

Director



# ADM Newport Pagnell Limited (formerly Haldane Foods Limited)

## ACCOUNTING POLICIES

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### BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention

In accordance with FRS 18 Accounting policies, the directors have reviewed the company's accounting policies and consider that these remain appropriate

The company has taken advantage of the exemption in FRS 1 Cash flow statements (revised 1996) from the requirement to produce a cash flow statement on the grounds that its ultimate parent undertaking, Archer Daniels Midland Company, which is incorporated in Illinois, United States of America, prepares consolidated financial statements which include a cash flow statement and which are filed with the Securities and Exchange Commission and publicly available

The company is exempt by virtue of Section 228A of the Companies Act 1985 from the requirement to prepare group financial statements. These financial statements present information about the company as an individual undertaking and not about its group. The company does not produce consolidated financial statements as these are produced by its ultimate parent undertaking, Archer Daniels Midland Company

### GOING CONCERN

On 8 December 2006, the directors took the decision to cease trading and, as they do not intend to acquire a replacement trade and intend to wind up the company in the future, the directors have not prepared the financial statements on a going concern basis. As a result of this, the fixed asset balance has been transferred to assets held for resale in current assets as these are being actively marketed

### INVESTMENTS

Fixed asset investments are stated at cost unless in the opinion of the directors there has been a permanent diminution in value, in which case investments are written down to the directors' valuation. The carrying values of fixed asset investments are reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable, and if appropriate, an impairment provision will be made

### STOCKS

Stock is valued at the lower of cost and net realisable value. Cost of finished goods and work in progress includes overheads appropriate to the stage of manufacture. Net realisable value is based upon estimated selling price less further costs expected to be incurred to completion and disposal. Provision is made for obsolete and slow-moving items

### DEFERRED TAXATION

The charge for taxation is based on the profit for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date, with the following exceptions

- Provision is made for gains on disposal of fixed assets that have been rolled over into replacement assets only where, at the balance sheet date, there is a commitment to dispose of the replacement assets with no likely subsequent rollover or available capital losses,
- Provision is made for gains on revalued fixed assets only where there is a commitment to dispose of the revalued asset and the attributable gain can neither be rolled over nor eliminated by capital losses, and
- Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted

Deferred tax is measured on a non-discounted basis at the tax rates that are expected to apply in the periods in which timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantially enacted by the balance sheet date

# ADM Newport Pagnell Limited (formerly Haldane Foods Limited)

## ACCOUNTING POLICIES (CONTINUED)

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### LEASED ASSETS

The annual rentals on 'operating leases' are charged to the profit and loss account on a straight line basis over the lease term

### PENSION CONTRIBUTIONS

The company participates in a defined benefit scheme known as the ADM UK Pension Plan, which requires contributions to be made to a separately administered fund

The directors of the company have taken professional actuarial advice and have concluded that the company is unable to identify its share of the underlying assets and liabilities of the defined benefit scheme on a reasonable and consistent basis. This is due to the fact that there is no specific requirement within the scheme rules to identify separate contribution rates for each participating employer either in respect of past or future service. Similarly, all contributions and assets are invested together and are not assigned to any employer, and therefore the employer's share of assets cannot be identified on a consistent basis from year to year. Contribution rates paid by each employer bear no relation to the age profile of the scheme members leading to cross-subsidisation between employers, with some employers paying more than actually required to fund the cost of accrual of benefits for their employees and funding of any deficit.

Therefore, the company has taken advantage of the exemption from complying with FRS 17 Retirement benefits on the basis that the company is unable to identify its share of the underlying assets and liabilities of the defined benefit scheme on a reasonable and consistent basis. Accordingly, the amount charged to the profit and loss account in respect of pension costs and other post retirement benefits is the contributions payable in the year. Differences between contributions payable in the year and contributions actually paid are shown as either accruals or prepayments in the balance sheet.

### FOREIGN CURRENCY TRANSLATION

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the accounting date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction or the date specified in related forward contracts. All differences are taken to profit and loss account.

### TURNOVER

Turnover represents amounts receivable, net of Value Added Tax, of goods sold and services provided to customers, which is recognised as income when earned by the company.

# ADM Newport Pagnell Limited (formerly Haldane Foods Limited)

## NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2007

### 1 TURNOVER

The company generates turnover from a single class of business and from the following geographical markets

	2007 £	2006 £
United Kingdom	-	13,274,522
Rest of Europe	-	430,946
Other	-	3,072
	.....	.....
	-	13,708,540
	.....	.....

### 2 OTHER OPERATING EXPENSES

	2007 £	2006 £
Distribution costs	-	1,313,195
Administrative expenses	28,947	1,410,545
Other operating income	-	(500,771)
	.....	.....
	28,947	2,222,969
	.....	.....

### 3 INVESTMENT INCOME

	2007 £	2006 £
Income from group undertakings	244,378	487,006
Other interest	17,387	40,877
	.....	.....
	261,765	527,883
	.....	.....

### 4 INTEREST PAYABLE

	2007 £	2006 £
On amounts payable to group undertakings	-	24,364
Other interest	-	17,591
	.....	.....
	-	41,955
	.....	.....

# ADM Newport Pagnell Limited (formerly Haldane Foods Limited)

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) for the year ended 31 December 2007

5	LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION	2007	2006
		£	£
	Loss on ordinary activities before taxation is stated after charging		
	Depreciation of tangible assets		
	Charge for the year		
	owned assets	-	471,821
	Operating lease rentals		
	Plant and machinery	-	166,632
	Land and buildings	-	222,075
	Loss on foreign exchange transactions	78,235	-
	Auditor's remuneration for audit work	11,500	36,800
	Auditor's remuneration for non-audit work	-	8,350
		.....	.....
	Exceptional items		
	Pension liability upon disposal of underlying business	-	13,000,000
	Write down of investments	-	2,079,976
	Impairment of freehold land and buildings	-	1,039,000
	Other costs directly related to disposal of assets	-	2,294,277
	Write down to net realisable value of assets held for resale	1,036,069	-
		.....	.....
		1,036,069	18,413,253
		.....	.....

Other costs related to disposal include estimated salary costs for staff to the completion of their assignment, redundancy costs, legal fees, reinstatement of goodwill previously written off relating to the subsidiary undertakings and the settlement of final liabilities

The write down of investments and impairment of assets are disallowable expenses for tax. The pension and other costs relating to disposal resulted in a tax credit in the previous year of £4,205,502

# ADM Newport Pagnell Limited (formerly Haldane Foods Limited)

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) for the year ended 31 December 2007

### 6 EMPLOYEES

The average monthly number of persons (including directors) employed by the company during the year was	2007 No	2006 No
Production	-	91
Sales and distribution	-	10
Administration	-	6
...	...	...
	-	107
	...	...

	£	£
Staff costs for the above persons		
Wages and salaries	-	2,052,029
Social security costs	-	179,197
Other pension costs	-	373,654
.....	.....	.....
	-	2,604,880
.....	.....	.....

DIRECTORS' REMUNERATION	2007 £	2006 £
Emoluments for qualifying services	-	265,438
.....	.....	.....

The number of directors for whom retirement benefits are accruing under money purchase pension schemes amounted to 0 (2006 - 4)

The details above include £Nil (2006 £107,898) in respect of the highest paid director

# ADM Newport Pagnell Limited (formerly Haldane Foods Limited)

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) for the year ended 31 December 2007

7	TAXATION	2007 £	2006 £
	Domestic current year tax		
	U K corporation tax	27,920	(4,290,748)
	Adjustment for prior years	(61,429)	15,725
		.....	.....
	Current tax credit	(33,509)	(4,275,023)
		.....	.....
	Deferred tax		
	Deferred tax charge/(credit) current year -		
	Origination and reversal of timing differences	37,449	(230,832)
	Deferred tax adjustment for prior years	(11,161)	(186,733)
		.....	.....
	Deferred tax charge/(credit) (note 12)	26,288	(417,565)
		.....	.....
	Taxation	(7,221)	(4,692,588)
		.....	.....
	Factors affecting the tax credit for the year		
	Loss on ordinary activities before taxation	(803,251)	(18,165,980)
		.....	.....
	Loss on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 30.00% (2006 30.00%)	(240,975)	(5,449,794)
		.....	.....
	Effects of		
	Non deductible expenses	325,570	(69,779)
	Depreciation in excess of capital allowances	-	105,519
	Disallowable exceptional items	-	935,693
	Adjustments to previous periods	(61,429)	15,725
	Non taxable income	(19,226)	-
	Non taxable goodwill adjustment	-	315,103
	Other timing differences	(37,449)	(127,490)
		.....	.....
		207,466	1,174,771
		.....	.....
	Current tax credit	(33,509)	(4,275,023)
		.....	.....

# ADM Newport Pagnell Limited (formerly Haldane Foods Limited)

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) for the year ended 31 December 2007

### 8 FIXED ASSET INVESTMENTS

	<i>Shares in group undertakings</i>
	£
Cost	
1 January 2007 and 31 December 2007	2,461,078
	.....
Provisions for diminution in value	
1 January 2007 and 31 December 2007	2,461,078
	.....
Net book value	
31 December 2007	-
	.....
31 December 2006	-
	.....

The company holds more than 20% of the share capital of the following companies

<i>Company</i>	<i>Country of registration or incorporation</i>	<i>Shares held</i>	
		<i>Class</i>	<i>%</i>
Regular Tofu Company Limited	England and Wales	Ordinary	100
Kwality Foods (1993) Limited	England and Wales	Ordinary	100
Diarylike Foods Limited	England and Wales	Ordinary	100
Vegetarian Cuisine Limited	England and Wales	Ordinary	100
Direct Foods Limited	England and Wales	Ordinary	100
Vegetarian Feasts Limited	England and Wales	Ordinary	100
ADM Twenty Nine Limited	England and Wales	Ordinary	100

#### Footnotes

All of the above subsidiaries were dissolved on 13 May 2008

Vegetarian Cuisine Limited was held 78% directly and 22% by a shareholding through Vegetarian Feasts Limited

ADM Twenty Nine Limited was formerly known as The Realeat Company Limited

9 ASSETS HELD FOR RESALE	2007	2006
	£	£
Assets held for resale	1,500,000	2,536,069
	.....	.....

# ADM Newport Pagnell Limited (formerly Haldane Foods Limited)

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) for the year ended 31 December 2007

10 DEBTORS	2007	2006
	£	£
Due within one year		
Amounts owed by group undertakings	4,324,257	9,460,006
Corporation tax	-	4,151,072
Other debtors	-	91,351
Prepayments and accrued income	-	121,614
Deferred tax asset (note 12)	-	26,288
	.....	.....
	4,324,257	13,850,331
	.....	.....

11 CREDITORS Amounts falling due within one year	2007	2006
	£	£
Trade creditors	-	25,528
Amounts owed to group undertakings	9,071,438	4,703,957
Taxes and social security costs	-	35,254
Other creditors	-	18,489
Accruals and deferred income	203,202	14,276,441
	.....	.....
	9,274,640	19,059,669
	.....	.....

## 12 PROVISIONS FOR LIABILITIES AND CHARGES

	<i>Deferred taxation</i>
	£
Balance at 1 January 2007	(26,288)
Transfer from profit and loss account	26,288
	.....
Balance at 31 December 2007	-
	.....

Deferred taxation provided in the financial statements is as follows

	2007	2006
	£	£
Depreciation in excess of tax allowances	-	(26,288)
	.....	.....

Legislation passed in the Finance Act 2007 included the reduction of the standard rate of UK corporation tax from 30% to 28% with effect from 1 April 2008. As such, the company recognised the deferred tax asset at 31 December 2006 at a rate of 30% as, at that date, the legislation was not substantively enacted.



# ADM Newport Pagnell Limited (formerly Haldane Foods Limited)

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) for the year ended 31 December 2007

13	SHARE CAPITAL	2007 £	2006 £
	Authorised		
	10,000,000 Ordinary shares of £1 each	10,000,000 .....	10,000,000 .....
	Allotted, issued and fully paid		
	10,000,000 Ordinary shares of £1 each	10,000,000 .....	10,000,000 .....
14	STATEMENT OF MOVEMENT ON RESERVES		
			<i>Profit and loss account £</i>
	1 January 2007		(12,654,353)
	Retained loss for the year		(796,030) .....
	31 December 2007		(13,450,383) .....
15	RECONCILIATION OF MOVEMENTS IN EQUITY SHAREHOLDERS' DEFICIT	2007 £	2006 £
	Loss for the financial year	(796,030)	(13,473,392)
	Goodwill reinstated on liquidation of subsidiaries	- .....	1,050,342 .....
	Net depletion in shareholders' funds	(796,030)	(12,423,050)
	Opening equity shareholders' (deficit)/funds	(2,654,353) .....	9,768,697 .....
	Closing equity shareholders' deficit	(3,450,383) .....	(2,654,353) .....

# ADM Newport Pagnell Limited (formerly Haldane Foods Limited)

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) for the year ended 31 December 2007

### 16 PENSION COMMITMENTS

#### DEFINED BENEFIT

The company participates in a defined benefit scheme known as the ADM UK Pension Plan, which requires contributions to be made to a separately administered fund. The contributions paid by the company are at the percentage of members' pensionable salary as specified in the Schedule of Contributions for the Plan (being a schedule approved by the Plan trustees, actuary and principal employer, Archer Daniels Midland (UK) Limited) and are accounted for accordingly with no further adjustments in respect of annual FRS 17 valuations.

The directors of the company have taken professional actuarial advice and have concluded that the company is unable to identify its share of the underlying assets and liabilities of the defined benefit scheme on a reasonable and consistent basis. This is due to the fact that there is no specific requirement within the scheme rules to identify separate contribution rates for each participating employer either in respect of past or future service. Similarly, all contributions and assets are invested together and are not assigned to any employer, and therefore the employer's share of assets cannot be identified on a consistent basis from year to year. Contribution rates paid by each employer are not calculated on the basis of the age profile of plan members of a specific employer, which may lead to cross-subsidisation between employers, with some employers paying more than actually required to fund the cost of accrual of benefits for their employees and funding of any deficit.

ADM Newport Pagnell Limited ceased to be a member of the ADM UK Pension Plan on 23 November 2007 and a payment of £13,000,000 was made to the scheme on 19 December 2007 to settle ADM Newport Pagnell Limited's S75 Pensions Act liability, which was recognised as an expense in the previous year.

	2007 £'000	2006 £'000
Contributions payable by the company for the year	-	13,374
	.....	.....

The full disclosures required by FRS 17 Retirement benefits and the details of the scheme that are shown below are for the whole of the ADM UK Pension Plan. Under FRS 17, the net assets valuation of the scheme shows a surplus at 31 December 2007 of £461,000 (2006 a deficit of £18,216,000).

The valuation used has been based on the most recent actuarial valuation at 1 April 2006 of the ADM UK Pension Plan and was updated by Mercer to take account of the requirements of FRS 17. On 19 December 2007, a lump sum contribution of £13,000,000 (2006 £6,000,000) was paid to the scheme. After consultation with employees regarding the scheme's benefit structure, company contributions to the scheme have been set at 20.5% of pensionable pay, reducing to 16.1% from June 2008.

The scheme actuary used the following assumptions to calculate the value of the assets and liabilities on a FRS17 basis:

	2007	2006	2005	2004
Discount rate	5.80%	5.20%	4.75%	5.30%
Salary increase rate	4.55%	4.25%	4.50%	4.50%
Pensions increase rate	3.30%	3.00%	2.75%	2.75%
Inflation assumption	3.30%	3.00%	2.75%	2.75%
	.....	.....	.....	.....

# ADM Newport Pagnell Limited (formerly Haldane Foods Limited)

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) for the year ended 31 December 2007

### 16 PENSION COMMITMENTS (Continued)

The assets of the group scheme and the expected rate of return were

	2007	2007	2006	2006	2005	2005	2004	2004
		£'000		£'000		£'000		£'000
Equities	8.00%	55,153	8.50%	44,321	7.00%	35,717	7.50%	28,182
Corporate Bonds	4.90%	22,722	5.00%	18,015	5.00%	14,211	5.50%	11,107
Fixed Gilts	4.50%	23,032	4.50%	18,015	4.25%	14,330	5.00%	11,141
Other	4.50%	2,376	4.50%	1,872	4.25%	1,933	5.00%	1,815
		.....		.....		.....		.....
Market value of scheme assets		103,283		82,223		66,191		52,245
Actuarial value of scheme liabilities		(102,822)		(100,439)		(94,070)		(73,637)
		.....		.....		.....		.....
Surplus/(Deficit) in the scheme		461		(18,216)		(27,879)		(21,392)
Deferred tax asset/(liability)		(129)		5,466		8,364		6,417
		.....		.....		.....		.....
Net pension asset/(liability)		332		(12,750)		(19,515)		(14,975)
		.....		.....		.....		.....

Movement in group scheme during the year

	2007	2006	2005	2004
	£'000	£'000	£'000	£'000
Deficit in scheme at beginning of year	(18,216)	(27,879)	(21,392)	(15,385)
Movement in year				
Contributions	18,892	11,478	5,907	5,578
Current service cost	(5,805)	(6,507)	(6,350)	(5,667)
Past service cost	(412)	(173)	(163)	(1,356)
Other finance income/(costs)	364	(572)	(555)	(378)
Gain due to curtailments	-	800	-	-
Actuarial gain/(loss)	5,638	4,637	(5,326)	(4,184)
Surplus/(deficit) in scheme at end of year	461	(18,216)	(27,879)	(21,392)
	.....	.....	.....	.....

The interim actuarial valuation at 31 December 2007 showed a movement from a deficit of £18.2 million to a surplus of £461 thousand. Improvements in benefits costing £412 thousand were made in 2007 and contributions increased to £18.9 million.

The market value of the scheme's assets at 31 December 2007 was £103.3 million, an increase of £21.1 million.

# ADM Newport Pagnell Limited (formerly Haldane Foods Limited)

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) for the year ended 31 December 2007

### 16 PENSION COMMITMENTS (Continued)

In the financial statements of the parent company, the following amounts are shown in the profit and loss account

	2007 £'000	2006 £'000
Analysis of amounts charged to operating profit		
Current service cost	(5,805)	(6,507)
Past service cost	(412)	(173)
	.....	.....
Total operating charge	(6,217)	(6,680)
	.....	.....
Analysis of other amounts credited to profit and loss account		
Gain due to curtailments	-	800
	.....	.....
Net gain to profit and loss account	-	800
	.....	.....
Analysis of amounts credited/(charged) to other finance income		
Expected return on scheme assets	5,676	4,021
Interest on past service scheme liabilities	(5,312)	(4,593)
	.....	.....
	364	(572)
	.....	.....

In the financial statements of the parent company, the following amounts are recognised in the Statement of Total Recognised Gains and Losses (STRGL)

	2007 £'000	2006 £'000
Actual return less expected return on assets	(722)	1,959
Experience gains and losses on liabilities	(1,143)	4,427
Changes in assumptions	7,503	(1,749)
	.....	.....
	5,638	4,637
	.....	.....

# ADM Newport Pagnell Limited (formerly Haldane Foods Limited)

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) for the year ended 31 December 2007

### 16 PENSION COMMITMENTS (Continued)

History of experience gains and losses	2007	2006	2005	2004	2003
Difference between the expected and actual return on scheme assets					
Amount (£'000)	(722)	1,959	6,155	(3,087)	(1,711)
Percentage of scheme assets	(0.7%)	2.4%	9.0%	(6.0%)	(4.0%)
Experience losses and gains on scheme liabilities					
Amount (£'000)	(1,143)	4,427	(41)	2,332	196
Percentage of past service scheme liabilities	(1.1%)	4.4%	(0.0%)	3.0%	0.0%
Total amount recognised in STRGL					
Amount (£'000)	5,638	4,637	(5,326)	(4,184)	(3,755)
Percentage of past service scheme liabilities	5.5%	4.6%	(6.0%)	(6.0%)	(6.0%)
	.....	.....	.....	.....	.....

### 17 CONTROL

The company's immediate parent undertaking is Archer Daniels Midland Investments (UK) Limited, but in the opinion of the directors, the company's ultimate parent undertaking and controlling party is Archer Daniels Midland Company, which is incorporated in Illinois, United States of America. The consolidated financial statements of Archer Daniels Midland Company are both the smallest and largest consolidated financial statements drawn up for the groups of which the company is a member. Copies of the consolidated financial statements are available upon application to the directors at PO Box 1470, Decatur, Illinois 62525, United States of America.

### 18 RELATED PARTY TRANSACTIONS

The company has taken advantage of the exemptions conferred by FRS 8 Related Party Disclosures from the requirement to disclose transactions with fellow group undertakings where more than 90% of the voting rights are controlled within the group on the grounds that consolidated financial statements are prepared by the ultimate parent undertaking and are publicly available.

There were no other related party transactions during the year.