

REGISTERED NUMBER: 1555991 (England and Wales)

ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST OCTOBER 2001
FOR
THE VILLAGE BAKERY (COEDPOETH) LIMITED



THE VILLAGE BAKERY (COEDPOETH) LIMITED

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FOR THE YEAR ENDED 31ST OCTOBER 2001

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THE VILLAGE BAKERY (COEDPOETH) LIMITED

COMPANY INFORMATION
FOR THE YEAR ENDED 31ST OCTOBER 2001

DIRECTORS:

A E Jones
R M Jones
T E Jones
C C Jones

SECRETARY:

A Jones

REGISTERED OFFICE:

Ruthin Road
Minera
WREXHAM
LL11 3RD

REGISTERED NUMBER:

1555991 (England and Wales)

AUDITORS:

M. D. Coxey and Co.
Chartered Accountants
and Registered Auditors
25, Grosvenor Road
Wrexham
LL11 1BT

BANKERS:

HSBC Bank plc.
17-19 Regent Street
Wrexham
LL11 1RY

THE VILLAGE BAKERY (COEDPOETH) LIMITED

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31ST OCTOBER 2001

The directors present their report with the financial statements of the company for the year ended 31st October 2001.

PRINCIPAL ACTIVITIES

The principal activities of the company in the year under review were those of baking, wholesaling and retailing of bread, morning goods, savouries and related goods.

REVIEW OF BUSINESS

The results for the year and financial position of the company are as shown in the annexed financial statements.

The directors are pleased to report a very satisfactory year. Further significant investment, both in the year under review and next year, is planned to increase capacity and it is with regard to this that the directors view the future with optimism.

DIVIDENDS

The results for the year are shown in the profit and loss account on page 5. Details of dividends paid during the year are shown in note 7.

FIXED ASSETS

In the opinion of the directors there is no significant difference between the present market value of the company's properties and the amounts at which they are stated in the accounts. Details are set out in note 9.

DIRECTORS

The directors during the year under review were:

A E Jones
R M Jones
T E Jones
C C Jones

The beneficial interests of the directors holding office on 31st October 2001 in the issued share capital of the company were as follows:

	31.10.01	1.11.00
Ordinary £1 shares		
A E Jones	100	100
R M Jones	-	-
T E Jones	-	-
C C Jones	-	-
10% Redeemable Preference £1 shares		
A E Jones	12,837	12,837
R M Jones	-	-
T E Jones	-	-
C C Jones	-	-

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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

THE VILLAGE BAKERY (COEDPOETH) LIMITED

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31ST OCTOBER 2001


STATEMENT OF DIRECTORS' RESPONSIBILITIES - continued

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

The auditors, M. D. Coxey and Co., will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

ON BEHALF OF THE BOARD:


.....
A Jones - SECRETARY

Dated: 17/5/2002

THE VILLAGE BAKERY (COEDPOETH) LIMITED

REPORT OF THE INDEPENDENT AUDITORS TO
THE VILLAGE BAKERY (COEDPOETH) LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated financial statements on pages five to sixteen, together with the full financial statements of the company for the year ended 31st October 2001 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements in accordance with Section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with Section 246A(3) of the Act to the Registrar of Companies and whether the financial statements to be delivered are properly prepared in accordance with that provision and to report our opinion to you.

Basis of audit 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 financial statements and that the abbreviated financial statements 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 financial statements prepared in accordance with Section 246A(3) of the Companies Act 1985, and the abbreviated financial statements on pages five to sixteen are properly prepared in accordance with that provision.

M. D. Coxey and Co.
Chartered Accountants
and Registered Auditors
25, Grosvenor Road
Wrexham
LL11 1BT



Dated: 17.5.2002

THE VILLAGE BAKERY (COEDPOETH) LIMITED

ABBREVIATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST OCTOBER 2001

		31.10.01	31.10.00
	Notes	£	£
GROSS PROFIT		1,813,382	1,489,376
Administrative expenses		1,465,969	1,333,454
OPERATING PROFIT	3	347,413	155,922
Interest receivable and similar income		18,949	11,610
		366,362	167,532
Interest payable and similar charges	4	1,404	1,039
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		364,958	166,493
Tax on profit on ordinary activities	5	162,625	44,825
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		202,333	121,668
Dividends (including non-equity shares)	6	1,284	1,284
		201,049	120,384
Retained profit brought forward		1,672,091	1,613,326
		1,873,140	1,733,710
Transfer to capital redemption reserve		-	(61,619)
RETAINED PROFIT CARRIED FORWARD		<u>£1,873,140</u>	<u>£1,672,091</u>

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current and previous years.

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profits for the current and previous years.

THE VILLAGE BAKERY (COEDPOETH) LIMITED

ABBREVIATED BALANCE SHEET

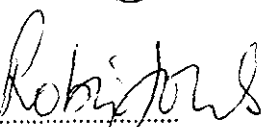
31ST OCTOBER 2001

		<u>31.10.01</u>		<u>31.10.00</u>	
	Notes	£	£	£	£
FIXED ASSETS:					
Intangible assets	7		22,918		25,209
Tangible assets	8		1,700,216		1,341,477
Investments	9		100		100
			<u>1,723,234</u>		<u>1,366,786</u>
CURRENT ASSETS:					
Stocks	10	69,571		72,120	
Debtors	11	561,631		446,044	
Cash at bank		492,365		482,729	
		<u>1,123,567</u>		<u>1,000,893</u>	
CREDITORS: Amounts falling due within one year	12	751,783		565,014	
NET CURRENT ASSETS:			<u>371,784</u>		<u>435,879</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			2,095,018		1,802,665
PROVISIONS FOR LIABILITIES AND CHARGES:	14		91,304		-
			<u>£2,003,714</u>		<u>£1,802,665</u>
CAPITAL AND RESERVES:					
Called up share capital	15		13,137		13,137
Capital redemption reserve	16		117,437		117,437
Profit and loss account			<u>1,873,140</u>		<u>1,672,091</u>
SHAREHOLDERS' FUNDS (including non-equity interests):	19		<u>£2,003,714</u>		<u>£1,802,665</u>

These abbreviated financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies.

ON BEHALF OF THE BOARD:


A E Jones - DIRECTOR


R M Jones - DIRECTOR

Approved by the Board on 17.5.2002

The notes form part of these financial statements

THE VILLAGE BAKERY (COEDPOETH) LIMITED

CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST OCTOBER 2001

		<u>31.10.01</u>	<u>31.10.00</u>
	Notes	£	£
Net cash inflow from operating activities	1	636,672	497,864
Returns on investments and servicing of finance	2	16,261	9,287
Taxation		(16,509)	(1,239)
Capital expenditure	2	(626,788)	(235,180)
Increase in cash in the period		<u>£9,636</u>	<u>£270,732</u>
<hr/>			
Reconciliation of net cash flow to movement in net funds	3		
Increase in cash in the period		<u>9,636</u>	<u>270,732</u>
Change in net funds resulting from cash flows		<u>9,636</u>	<u>270,732</u>
Movement in net funds in the period		<u>9,636</u>	<u>270,732</u>
Net funds at 1st November		<u>482,729</u>	<u>211,997</u>
Net funds at 31st October		<u>£492,365</u>	<u>£482,729</u>

The notes form part of these financial statements

THE VILLAGE BAKERY (COEDPOETH) LIMITED

NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST OCTOBER 2001

1. **RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES**

	31.10.01	31.10.00
	£	£
Operating profit	347,413	155,922
Depreciation charges	275,890	254,063
Profit on sale of fixed assets	(5,550)	(4,703)
Decrease in stocks	2,549	11,508
Increase in debtors	(115,587)	(18,665)
Increase in creditors	131,957	99,739
	<hr/>	<hr/>
Net cash inflow from operating activities	636,672	497,864
	<hr/>	<hr/>

2. **ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT**

	31.10.01	31.10.00
	£	£
Returns on investments and servicing of finance		
Interest received	18,949	11,610
Interest element of hire purchase or finance lease rentals payments	(1,404)	(1,039)
Dividends paid on non-equity shares	(1,284)	(1,284)
	<hr/>	<hr/>
Net cash inflow for returns on investments and servicing of finance	16,261	9,287
	<hr/>	<hr/>
Capital expenditure		
Purchase of intangible fixed assets	-	(27,500)
Purchase of tangible fixed assets	(632,338)	(237,925)
Sale of tangible fixed assets	5,550	30,245
	<hr/>	<hr/>
Net cash outflow for capital expenditure	(626,788)	(235,180)
	<hr/>	<hr/>

THE VILLAGE BAKERY (COEDPOETH) LIMITED

NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST OCTOBER 2001

3. **ANALYSIS OF CHANGES IN NET FUNDS**

	At 1.11.00 £	Cash flow £	At 31.10.01 £
Net cash:			
Cash at bank	482,729	9,636	492,365
	<u>482,729</u>	<u>9,636</u>	<u>492,365</u>
 Total	 482,729	 9,636	 492,365
	<u><u>482,729</u></u>	<u><u>9,636</u></u>	<u><u>492,365</u></u>
Analysed in Balance Sheet			
 Cash at bank	 482,729		 492,365
	<u>482,729</u>		<u>492,365</u>
	<u><u>482,729</u></u>		<u><u>492,365</u></u>

The notes form part of these financial statements

THE VILLAGE BAKERY (COEDPOETH) LIMITED
NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST OCTOBER 2001

1. **ACCOUNTING POLICIES**

Accounting convention

The financial statements have been prepared under the historical cost convention.

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2000, is being written off evenly over its estimated useful life of twelve years.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- 2% on cost
Plant and machinery	- 10% on cost
Fixtures and fittings	- 25% on cost
Motor vehicles	- 20% on cost

Stocks

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

Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

Hire purchase and leasing commitments

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

Pensions

The company operates a pension scheme for the benefit of directors. Under the terms of the scheme contributions are administered by trustees in funds managed by an insurance company. These funds are independent of the company's own assets.

Contributions are made to a group personal pension plan for the benefit of staff managed by an independent insurance company. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

2. **STAFF COSTS**

	31.10.01	31.10.00
	£	£
Wages and salaries	1,771,584	1,636,125
Social security costs	169,140	133,378
Other pension costs	29,099	28,560
	<u>1,969,823</u>	<u>1,798,063</u>

THE VILLAGE BAKERY (COEDPOETH) LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST OCTOBER 2001

2. **STAFF COSTS - continued**

The average monthly number of employees during the year was as follows:

	31.10.01	31.10.00
Production Staff	74	76
Administration Staff	11	11
Sales	62	61
	<u>147</u>	<u>148</u>

3. **OPERATING PROFIT**

The operating profit is stated after charging/(crediting):

	31.10.01	31.10.00
	£	£
Depreciation - owned assets	273,599	251,772
Profit on disposal of fixed assets	(5,550)	(4,703)
Goodwill written off	2,291	2,291
Auditors' remuneration	8,000	7,800
Operating lease rentals	59,183	49,502
Hire of plant & machinery	1,404	1,039
	<u>648,306</u>	<u>551,805</u>
Directors' emoluments	14,626	14,467
Directors' pension contributions to money purchase schemes	<u>14,626</u>	<u>14,467</u>

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	4	4
	<u>4</u>	<u>4</u>

Information regarding the highest paid director is as follows:

	31.10.01	31.10.00
	£	£
Emoluments etc	226,544	196,145
Pension contributions to money purchase schemes	10,000	10,000
	<u>236,544</u>	<u>206,145</u>

4. **INTEREST PAYABLE AND SIMILAR CHARGES**

	31.10.01	31.10.00
	£	£
Leasing	1,404	1,039
	<u>1,404</u>	<u>1,039</u>

THE VILLAGE BAKERY (COEDPOETH) LIMITED
NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST OCTOBER 2001

5. **TAXATION**

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows:

	31.10.01 £	31.10.00 £
Current tax:		
UK corporation tax	79,650	45,331
Adjustment in respect of earlier years	(8,329)	(506)
Total current tax	<u>71,321</u>	<u>44,825</u>
Deferred tax:		
Deferred taxation	91,304	-
Tax on profit on ordinary activities	<u>162,625</u>	<u>44,825</u>

UK corporation tax has been charged at 20% (2000 - 20%).

6. **DIVIDENDS**

	31.10.01 £	31.10.00 £
Non-equity shares:		
12,837 10% Redeemable Preference shares of £1 each		
Final	<u>1,284</u>	<u>1,284</u>

7. **INTANGIBLE FIXED ASSETS**

	Goodwill £
COST:	
At 1st November 2000 and 31st October 2001	<u>27,500</u>
AMORTISATION:	
At 1st November 2000	2,291
Charge for year	<u>2,291</u>
At 31st October 2001	<u>4,582</u>
NET BOOK VALUE:	
At 31st October 2001	<u>22,918</u>
At 31st October 2000	<u>25,209</u>

THE VILLAGE BAKERY (COEDPOETH) LIMITED

**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST OCTOBER 2001**

8. TANGIBLE FIXED ASSETS

	Freehold property	Plant and machinery	Fixtures and fittings	Motor vehicles	Totals
	£	£	£	£	£
COST:					
At 1st November 2000	677,420	1,705,511	112,674	734,343	3,229,948
Additions	283,599	283,000	1,451	64,288	632,338
Disposals	-	(12,750)	-	(9,995)	(22,745)
At 31st October 2001	961,019	1,975,761	114,125	788,636	3,839,541
DEPRECIATION:					
At 1st November 2000	46,416	1,279,216	88,464	474,375	1,888,471
Charge for year	19,772	144,073	11,891	97,863	273,599
Eliminated on disposals	-	(12,750)	-	(9,995)	(22,745)
At 31st October 2001	66,188	1,410,539	100,355	562,243	2,139,325
NET BOOK VALUE:					
At 31st October 2001	894,831	565,222	13,770	226,393	1,700,216
At 31st October 2000	631,004	426,295	24,210	259,968	1,341,477

9. FIXED ASSET INVESTMENTS

	£	
COST:		
At 1st November 2000 and 31st October 2001		100
NET BOOK VALUE:		
At 31st October 2001		100
At 31st October 2000		100
	31.10.01	31.10.00
	£	£
Unlisted investments	100	100

The company owns the entire share capital of Village Puddin's 'n Pies Limited, a company incorporated in England & Wales, registered number 2048981. The company was dormant throughout the year.

10. STOCKS

	31.10.01	31.10.00
	£	£
Raw materials & consumables	64,294	67,962
Finished goods and goods for resale	5,277	4,158
	69,571	72,120

THE VILLAGE BAKERY (COEDPOETH) LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST OCTOBER 2001

**11. DEBTORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	31.10.01	31.10.00
	£	£
Trade debtors	475,101	403,611
Other debtors	65,766	22,480
Prepayments	20,764	19,953
	<u>561,631</u>	<u>446,044</u>

**12. CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	31.10.01	31.10.00
	£	£
Trade creditors	243,718	132,852
Social security & other taxes	73,440	118,105
Amounts owed to group undertakings	79,761	79,761
Taxation	79,650	24,838
Accruals and deferred income	275,214	209,458
	<u>751,783</u>	<u>565,014</u>

13. OBLIGATIONS UNDER LEASING AGREEMENTS

The following payments are committed to be paid within one year:

	Operating leases			
	Land and buildings		Other	
	31.10.01	31.10.00	31.10.01	31.10.00
	£	£	£	£
Expiring:				
Within one year	-	-	1,248	260
Between one and five years	9,104	8,657	-	-
In more than five years	46,790	40,845	-	-
	<u>55,894</u>	<u>49,502</u>	<u>1,248</u>	<u>260</u>

14. PROVISIONS FOR LIABILITIES AND CHARGES

	31.10.01	31.10.00
	£	£
Deferred tax	91,304	-

THE VILLAGE BAKERY (COEDPOETH) LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST OCTOBER 2001

14. **PROVISIONS FOR LIABILITIES AND CHARGES - continued**

	Deferred tax £	
Unprovided in prior years	56,663	
Movement in the year due to:		
- changes in tax rates		
- changes in tax allowances	34,641	
	<hr/>	
Balance at 31st October 2001	91,304	
	<hr/>	
Deferred tax provision		
	31.10.01	31.10.00
	£	£
Excess tax allowances over depreciation of tangible fixed assets	91,304	-
	<hr/>	<hr/>
	91,304	-
	<hr/>	<hr/>

15. **CALLED UP SHARE CAPITAL**

Authorised:				
Number:	Class:	Nominal value:	31.10.01	31.10.00
			£	£
300	Ordinary	£1	300	300
149,700	10% Redeemable Preference	£1	149,700	149,700
			<hr/>	<hr/>
			150,000	150,000
			<hr/>	<hr/>

Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	31.10.01	31.10.00
			£	£
300	Ordinary	£1	300	300
12,837	10% Redeemable Preference	£1	12,837	12,837
			<hr/>	<hr/>
			13,137	13,137
			<hr/>	<hr/>

The non-voting preference shares are redeemable at par at the company's option.

16. **CAPITAL REDEMPTION RESERVE**

	31.10.01	31.10.00
	£	£
Brought forward	117,437	55,818
Transfer from profit and loss account	-	61,619
	<hr/>	<hr/>
	117,437	117,437
	<hr/>	<hr/>

THE VILLAGE BAKERY (COEDPOETH) LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST OCTOBER 2001

17. **PENSION COMMITMENTS**

The company operates two defined contribution schemes. The assets of the schemes are held separately from those of the company in independently administered funds. The pension cost charges represent contributions payable by the company and amounted to £29,099 (2000: £28,560).

18. **CAPITAL COMMITMENTS**

	31.10.01 £	31.10.00 £
Contracted but not provided for in the financial statements	1,094,239	-

19. **RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

	31.10.01 £	31.10.00 £
Profit for the financial year	202,333	121,668
Dividends	(1,284)	(1,284)
Net addition to shareholders' funds	201,049	120,384
Opening shareholders' funds	1,802,665	1,682,281
Closing shareholders' funds	2,003,714	1,802,665
Equity interests	1,990,877	1,789,828
Non-equity interests	12,837	12,837
	2,003,714	1,802,665