

**REGISTRAR**

**ANGLO AUSTRALIAN RICE LIMITED**

**FINANCIAL STATEMENTS**

**31ST AUGUST 2000**

**Registered number: 1979286**

**MITCHELL CHARLESWORTH**

**CHARTERED ACCOUNTANTS**

**Liverpool**



**ANGLO AUSTRALIAN RICE LIMITED**

**FINANCIAL STATEMENTS**

**for the year ended 31st August 2000**

**CONTENTS**

	<b>Page</b>
Company information	1
Directors' report	2
Statement of directors' responsibilities	3
Auditors' report	4
Profit and loss account	5
Balance sheet	6
Cash flow statement	7
Notes	8

**ANGLO AUSTRALIAN RICE LIMITED****COMPANY INFORMATION****31st August 2000**

Incorporated 17th January 1986

**Number** 1979286**Directors** T.N. Hogan (Australian)  
J. Howe F.C.A.  
J.R. Kennedy (Australian)  
A. Hernandez Callejas (Spanish)  
G. Helou (Australian)**Secretary** J. Howe F.C.A.**Registered Office** 2 Upper Pownall Street  
Wapping  
Liverpool  
L1 8EG**Bankers** Barclays Bank Plc.  
Liverpool City Office  
Water Street  
Liverpool  
L69 3DU**Auditors** Mitchell Charlesworth  
Chartered Accountants  
Chavasse Court  
24 Lord Street  
Liverpool  
L2 1TA

# ANGLO AUSTRALIAN RICE LIMITED

## DIRECTORS' REPORT

31st August 2000

The directors present their report and the audited financial statements for the year ended 31st August 2000.

### Principal activity

The principal activity of the company is the sale of rice and related products.

### Business review

The company's balance sheet as detailed on page 6 shows a satisfactory position, shareholders' funds amounting to £514,898.

### Results and dividends

The results for the year are shown in the profit and loss account on page 5.

The directors do not propose payment of an ordinary dividend, the profit for the year is to be transferred to reserves.

### Directors

The directors of the company during the year were as follows:

T.N. Hogan	(Australian)	
J. Howe F.C.A.		
J.R. Kennedy	(Australian)	(Resigned 5/1/00)
A. Hernandez Callejas	(Spanish)	
G. Helou	(Australian)	(Appointed 7/1/00)

None of the directors of the company have any beneficial interest in the issued share capital. Their interest in the share capital of the ultimate parent undertakings are shown in those companies' accounts.

In accordance with the Articles of Association, Mr A Hernandez Callejas retires by rotation and offers himself for re-election.

### Auditors

Mitchell Charlesworth have agreed to offer themselves for re-appointment as auditors of the company.

On behalf of the board

J. Howe F.C.A.  
Secretary

19th December 2000

2 Upper Pownall St.  
Wapping  
Liverpool  
L1 8EG

**ANGLO AUSTRALIAN RICE LIMITED****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 apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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.

# Mitchell Charlesworth

Chartered Accountants

Chavasse Court . 24 Lord Street . Liverpool L2 1TA

## **Auditors' report to the members of Anglo Australian Rice Limited**

We have audited the financial statements on pages 5 to 10 which have been prepared under the historical cost convention and the accounting policies set out on page 8.

### **Respective responsibilities of directors and auditors**

As described on page 3, the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

### **Basis of opinion**

We conducted our audit in accordance with 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.

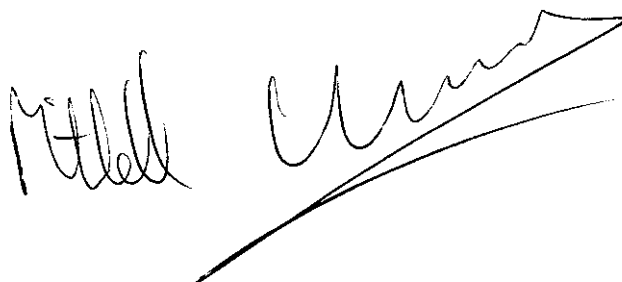
We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error or other irregularity. 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 of the state of the company's affairs as at 31st August 2000 and of its profit and cash flows for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

**Mitchell Charlesworth**  
Registered Auditor

22nd December 2000

A handwritten signature in black ink, appearing to read 'Mitchell Charlesworth', is written over a long, sweeping horizontal line that extends across the right side of the page.

## ANGLO AUSTRALIAN RICE LIMITED

## PROFIT AND LOSS ACCOUNT

for the year ended 31st August 2000

	Note	2000	1999
<b>Turnover</b>	2	9,199,701	12,119,634
Cost of sales		(9,030,590)	(11,884,527)
<b>Gross profit</b>		169,111	235,107
<b>Net operating expenses</b>			
Administrative expenses		(19,940)	(38,305)
<b>Operating profit</b>	3	149,171	196,802
Interest payable	4	(34,402)	(74,909)
<b>Profit on ordinary activities before taxation</b>		114,769	121,893
Taxation	5	(22,941)	(25,111)
<b>Profit on ordinary activities after taxation</b>	10	£ 91,828	£ 96,782

None of the company's activities were acquired or discontinued during the above two financial years.

There were no recognised gains and losses in 2000 or 1999 other than the profit for the year.

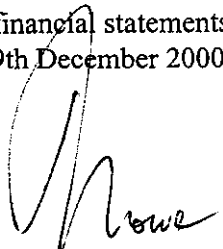
## ANGLO AUSTRALIAN RICE LIMITED

## BALANCE SHEET

at 31st August 2000

	Note	2000	1999
<b>Current assets</b>			
Stocks	6	1,112,604	560,273
Debtors	7	918,482	1,282,401
		<hr/>	<hr/>
		2,031,086	1,842,674
<b>Creditors: amounts falling due within one year</b>	8	(1,516,188)	(1,419,604)
		<hr/>	<hr/>
<b>Net current assets</b>		514,898	423,070
		<hr/>	<hr/>
<b>Total assets less current liabilities</b>		£ 514,898	£ 423,070
		<hr/>	<hr/>
<b>Capital and reserves</b>			
Called up share capital	9	1,000	1,000
Profit and loss account	10	513,898	422,070
		<hr/>	<hr/>
<b>Total shareholders' funds</b>	11	£ 514,898	£ 423,070
		<hr/>	<hr/>

The financial statements on pages 5 to 10 were approved by the board of directors on 19th December 2000 and signed on its behalf by:

  
**J. HOWE** F.C.A.  
 Director



## ANGLO AUSTRALIAN RICE LIMITED

## CASH FLOW STATEMENT

for the year ended 31st August 2000

**Reconciliation of operating profit  
to operating cash flows**

	2000	1999
Operating profit	149,171	196,802
Increase in stocks	(552,331)	745,011
Decrease in debtors	362,919	(117,636)
Increase in creditors	284,423	(306,984)
<b>Net cash inflow from operating activities</b>	<b>£ 244,182</b>	<b>£ 517,193</b>

Net cash inflow from operating activities	244,182	517,193
---	---------	---------

**Returns on investments and servicing  
of finance**

Interest paid	(37,475)	(80,267)
Taxation		
Corporation tax paid	(25,087)	(12,610)

Increase in cash	£ 181,620	£ 424,316
------------------	-----------	-----------

**Analysis of changes in net debt**

	At start of year	Cash flows	At end of year
Overdrafts	(919,920)	181,620	(738,300)
<b>Total</b>	<b>£ (919,920)</b>	<b>£ 181,620</b>	<b>£ (738,300)</b>

**Reconciliation of net cash flow to movement in net debt**

	2000	1999
<b>Increase in cash in the year</b>	<b>181,620</b>	<b>424,316</b>
<b>Net debt at 1st September 1999</b>	<b>(919,920)</b>	<b>(1,344,236)</b>
<b>Net debt at 31st August 2000</b>	<b>£ (738,300)</b>	<b>£ (919,920)</b>

## ANGLO AUSTRALIAN RICE LIMITED

## NOTES ON FINANCIAL STATEMENTS

31st August 2000

**1 Accounting policies****Basis of accounting**

The financial statements have been prepared in accordance with applicable accounting standards and under the historical cost accounting rules.

**Stocks**

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

**Foreign exchange**

Assets and liabilities denominated in foreign currencies are translated at the rate of exchange at the balance sheet date. Translations in foreign currencies are recorded at the date of transaction. All differences are taken to the profit and loss account.

**2 Turnover**

Turnover represents the amount derived from the provision of goods which fall within the company's ordinary activities, stated net of value added tax.

Overseas turnover amounted to £65,936 (1999 £1,647,144).

**3 Operating profit**

	2000	1999
Auditors' remuneration	£ 2,400	£ 2,400
None of the directors received any remuneration from the company.	<u>          </u>	<u>          </u>

**4 Interest payable**

	2000	1999
Bank overdraft interest	£ 34,402	£ 74,909
	<u>          </u>	<u>          </u>

**5 Taxation**

	2000	1999
Corporation tax on profit on ordinary activities at 20% (1999 20.6%)	22,954	25,100
(Over)/under provision in earlier years	(13)	11
	<u>          </u>	<u>          </u>
	£ 22,941	£ 25,111
	<u>          </u>	<u>          </u>

**6 Stocks**

	2000	1999
Goods for resale	£ 1,112,604	£ 560,273
	<u>          </u>	<u>          </u>

## ANGLO AUSTRALIAN RICE LIMITED

## NOTES ON FINANCIAL STATEMENTS

31st August 2000

<b>7 Debtors</b>	<b>2000</b>	<b>1999</b>
<b>Amounts falling due within one year</b>		
Trade debtors	809,575	1,133,041
Other debtors	108,907	149,360
	<u>£ 918,482</u>	<u>£ 1,282,401</u>
<b>8 Creditors: amounts falling due within one year</b>	<b>2000</b>	<b>1999</b>
Bank overdrafts	738,300	919,920
Trade creditors	135,178	213,718
Amounts owed by group undertakings	602,585	242,305
Corporation tax	22,954	25,100
Other creditors	17,171	18,561
	<u>£ 1,516,188</u>	<u>£ 1,419,604</u>

The bank holds by way of debenture a floating charge over all the assets of the company.

<b>9 Called up share capital</b>	<b>2000</b>		<b>1999</b>	
	<b>Number of shares</b>	<b>£</b>	<b>Number of shares</b>	<b>£</b>
<b>Authorised</b>				
Ordinary shares of £1 each	10,000	10,000	10,000	10,000
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Allotted, called up and fully paid</b>				
Ordinary shares of £1 each	1,000	1,000	1,000	1,000
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>

<b>10 Profit and loss account</b>	<b>2000</b>
1st September 1999	422,070
Retained profit for the year	91,828
	<u>          </u>
31st August 2000	<u>£ 513,898</u>

## ANGLO AUSTRALIAN RICE LIMITED

## NOTES ON FINANCIAL STATEMENTS

31st August 2000

11	Reconciliation of movements in shareholders' funds	2000	1999
	Profit for the financial year	91,828	96,782
	Opening shareholders' funds	423,070	326,288
		<hr/>	<hr/>
	Closing shareholders' funds	£ 514,898	£ 423,070
		<hr/>	<hr/>

## 12 Guarantees

The company is party to cross guarantees given by the shareholders to its bankers.

## 13 Contingent liabilities

The company has given bonds of £150,000 to the Intervention Board for Agricultural Produce and £30,000 to Customs and Excise.

## 14 Capital commitments

There were no capital commitments at 31st August 2000 (1999 £Nil).

## 15 Related party transactions

The company is jointly owned by Joseph Heap & Sons Limited, a company incorporated in England and Rice Growers Co-operative Limited, a company incorporated in Australia.

During the year the company purchased goods from Joseph Heap & Sons Limited totalling £1,106,348 (1999 £471,303) and incurred milling and rental charges of £1,580,276 (1999 £2,075,102). Sales to Joseph Heap & Sons Limited amounted to £26,606 (1999 £73,581). The creditor outstanding at the year end was £168,869 (1999 £242,305).

The company purchased goods totalling £1,273,820 (1999 £3,243,366) from Rice Growers Co-operative Limited.

Purchases totalling £3,942,830 (1999 £1,484,199) were made from Arrocerias Herba S.A. the parent undertaking of Joseph Heap & Sons Limited. The creditor outstanding at the year end was £433,716 (1999 £Nil).