

Anglo Australian Rice Limited
Financial Statements
For the year ended 31 December 2007

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COMPANIES HOUSE

Company no 1979286

Company information

Company registration number 1979286

Registered office Berwick House
8-10 Knoll Rise
Orpington
Kent
BR6 0EL

Directors A Hernandez Calles
F Hernandez Calles
P J Cattaneo
R L Holben
R Lopez Relimpio

Secretary P J Cattaneo

Bankers Barclays Bank plc
Liverpool City Business Centre
4 Water Street
Liverpool
L69 2DU

Auditors Grant Thornton UK LLP
Registered Auditors
Chartered Accountants
The Explorer Building
Fleming Way
Manor Royal
Crawley
RH10 9GT

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Report of the directors

The directors present their report together with the audited financial statements for the year ended 31 December 2007

Principal activity

The company did not trade during the year

There was a loss for the year after taxation amounting to £ 1,060 (2006 Profit £ 181)

Directors and their interests

The present membership of the Board is set out below

A Hernandez Callejas

F Hernandez Callejas

P J Cattaneo

R L Holben

R Lopez Relampio

None of the directors had any interest in the shares of the company

Directors' responsibilities for the financial statements

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 financial statements in accordance with United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice). 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 these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgments and estimates that are reasonable and prudent,
- state whether applicable UK 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 that disclose with reasonable accuracy at any time the financial position of the company and 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.

Report of the directors

In so far as the directors are aware

- there is no relevant audit information of which the company's auditors are unaware, and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information

Financial Risk Management Objectives and Policies

The directors consider the financial risks to which the company is exposed are not significant due to its lack of trading. The directors are confident that there are suitable policies in place and there are no material risks and uncertainties which have not been considered.

Auditors

A resolution to re-appoint Grant Thornton UK LLP as auditors for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985.

BY ORDER OF THE BOARD



Secretary

14 July 2008

Report of the independent auditors to the members of Anglo Australian Rice Limited

We have audited the financial statements of Anglo Australian Rice Limited for the year ended 31 December 2007 which comprise the principal accounting policies, the profit and loss account, the balance sheet and notes 1 to 11. 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 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

The directors' responsibilities for preparing the Directors' Report and financial statements in accordance with 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 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.

Report of the independent auditors to the members of Anglo Australian Rice Limited

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 as 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

Grant Thornton UK LLP
GRANT THORNTON UK LLP
REGISTERED AUDITOR
CHARTERED ACCOUNTANTS
GATWICK

29 July 2008

Principal accounting policies

Basis of preparation

The financial statements are prepared under the historical cost convention and in accordance with applicable accounting standards. The principal accounting policies of the company have remained unchanged from the previous year and are set out below.

Statement of cash flows

The company has taken advantage of the exemption available under FRS 1 not to prepare a statement of cash flows.

Deferred taxation

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

- 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 an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Foreign currencies

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are retranslated at the rate of exchange ruling at the balance sheet date.

All differences are taken to the profit and loss account.

Profit and loss account

	Note	2007 £	2006 £
Turnover	1	-	(5,894)
Cost of sales		-	8,097
Gross profit		-	2,203
Administrative expenses		(1,060)	(1,742)
Operating (loss)/ profit		(1,060)	461
Interest receivable	2	-	202
Interest payable	3	-	(403)
(Loss)/profit on ordinary activities before taxation		(1,060)	260
Tax on (loss)/ profit on ordinary activities	5	-	(79)
(Loss)/profit for the financial year	8	(1,060)	181



There were no recognised gains or losses other than the loss for the financial year

Balance sheet

	Note	2007 £	2006 £
Current assets			
Cash at bank and in hand		12,791	13,851
		<u>12,791</u>	<u>13,851</u>
Creditors, amounts falling due within one year	6	(79)	(79)
		<u>(79)</u>	<u>(79)</u>
Net current assets		<u>12,712</u>	<u>13,772</u>
Capital and reserves			
Called up share capital	7	1,000	1,000
Profit and loss account		<u>11,712</u>	<u>12,772</u>
Shareholders' funds	8	<u>12,712</u>	<u>13,772</u>

The financial statements were approved by the Board of Directors on 14 July 2008

Director

Notes to the financial statements

1. Turnover and profit on ordinary activities before taxation

The turnover, which is stated net of value added tax, represents amounts invoiced to third parties. Turnover is attributable to the discontinued activity.

An analysis of turnover by geographical market is given below

	2007 £	2006 £
United Kingdom	-	-
Overseas	-	(5,894)
	<u>-</u>	<u>(5,894)</u>

The profit on ordinary activities before taxation is stated after

	2007 £	2006 £
Auditors' remuneration	-	-
	<u>-</u>	<u>-</u>

A fellow subsidiary company, S&B Herba Foods Limited, paid the audit fee in this and the previous year.

2. Interest receivable

	2007 £	2006 £
Other interest	-	202
	<u>-</u>	<u>202</u>

3. Interest payable

	2007 £	2006 £
On bank loans and overdrafts	-	403
	<u>-</u>	<u>403</u>

4. Staff costs

The directors, who were the sole employees of the company, performed their duties for the company in accordance with the contracts with the parent company, Joseph Heap & Sons Limited, by whom they are employed. The relevant emoluments payable by the parent company under these contracts during the period and included in the aggregate of directors' emoluments, amount to £nil (2006 £nil).

Notes to the financial statements

5. Tax on (loss)/ profit on ordinary activities

Tax on (loss)/ profit on ordinary activities

The tax charge is made up as follows

	2007	2006
	£	£
Current tax		
UK corporation tax	-	79
	<u>-</u>	<u>79</u>

6. Creditors: amounts falling due within one year

	2007	2006
	£	£
Corporation tax	-	79
	<u>-</u>	<u>79</u>

Notes to the financial statements

7. Share capital

	2007 £	2006 £
Authorised		
10,000 ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>
Allotted, called up and fully paid		
1,000 ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

8. Reconciliation of movements in shareholders' funds

	2007 £	2006 £
(Loss)/profit for the financial year	(1,060)	181
Interim Dividend – paid 1 December 2006	-	(117,000)
	<u>(1,060)</u>	<u>(116,819)</u>
Shareholders' funds at 1 January 2007	13,772	130,591
Shareholders' funds at 31 December 2007	<u>12,712</u>	<u>13,772</u>

9. Contingencies

The company has given bonds of £690,000 (2006 £150,000) to the Rural Payments Agency

10. Transactions with directors /and other related parties

The company has taken advantage of the exemption in Financial Reporting Standard No 8 "Related party disclosures" and has not disclosed transactions with related parties, 90% or more, whose voting rights are controlled within the Ebro Puleva S A group. There are no other related party transactions.

11. Ultimate parent undertaking

The company's immediate parent undertaking is Joseph Heap & Sons Limited

In the directors' opinion, the company's ultimate parent company and controlling party is Ebro Puleva S A, a company incorporated in Spain. The financial statements of Ebro Puleva S A, which represents the largest group in which the company is consolidated, are available from Ebro Puleva S A, Paseo de Castellana, 20, 28046 Madrid, Spain.