

ANGLO AUSTRALIAN RICE LIMITED

FINANCIAL STATEMENTS

31ST AUGUST 1995

Registered number: 1979286

MITCHELL CHARLESWORTH

CHARTERED ACCOUNTANTS

Liverpool



ANGLO AUSTRALIAN RICE LIMITED

FINANCIAL STATEMENTS

for the year ended 31st August 1995

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ANGLO AUSTRALIAN RICE LIMITED

COMPANY INFORMATION

31st August 1995

Incorporated in England on 17th January 1986

NUMBER	1979286
DIRECTORS	I.C. Davidge (Australian) J. Howe F.C.A. J.H. Girling J.R. Kennedy (Australian) A. Hernandez Callejas (Spanish) A. Hernandez Barrera (Spanish)
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 1995

The directors present their report and the audited financial statements for the year ended 31st August 1995.

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 £146,745.

Profit, dividends and appropriations

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:

I.C. Davidge (Australian)
J. Howe F.C.A.
J.H. Girling
J.R. Kennedy (Australian)
A. Hernandez Callejas (Spanish)
A. Hernandez Barrera (Spanish)

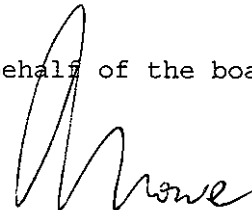
None of the directors have any beneficial interest in the share capital of the company.

In accordance with the Articles of Association, Mr. J. Howe and Mr. J.H. Girling retire by rotation and offer themselves 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

2 Upper Pownall Street
Wapping
Liverpool
L1 8EG

10th January 1996

ANGLO AUSTRALIAN RICE LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES

We are required under company law 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 we are required to:

- select suitable accounting policies and apply them consistently;
- make reasonable and prudent judgements and estimates;
- 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.

We are also responsible for:

- keeping proper accounting records;
- safeguarding the company's assets;
- taking reasonable steps for the prevention and detection of fraud.

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 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 1995 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

12th January 1996

ANGLO AUSTRALIAN RICE LIMITED

PROFIT AND LOSS ACCOUNT

for the year ended 31st August 1995

	Note	1995 £	1994 £
Turnover	2	8,402,278	7,546,032
Cost of sales		(8,230,886)	(7,427,078)
Gross profit		171,392	118,954
Net operating expenses			
Administrative expenses		(59,008)	(31,611)
Operating profit	3	112,384	87,343
Interest payable	4	(87,042)	(57,730)
Profit on ordinary activities before taxation		25,342	29,613
Taxation	5	(6,239)	(7,327)
Retained profit for the year	11	19,103	22,286

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

There are no recognised gains and losses in 1995 or 1994 other than the profit for the year.

ANGLO AUSTRALIAN RICE LIMITED

BALANCE SHEET

at 31st August 1995

	Note	1995 £	1994 £
Current assets			
Stocks	6	1,298,939	548,802
Debtors	7	893,313	637,172
		<u>2,192,252</u>	<u>1,185,974</u>
Creditors: amounts falling due within one year	8	(2,045,507)	(1,058,332)
Net current assets		<u>146,745</u>	<u>127,642</u>
Capital and reserves			
Called up share capital	9	1,000	1,000
Profit and loss account	10	145,745	126,642
Total shareholders' funds	11	<u>146,745</u>	<u>127,642</u>

The financial statements on pages 5 to 10 were approved by the board of directors on 10th January 1996

J. Howe F.C.A.



Director

ANGLO AUSTRALIAN RICE LIMITED

CASH FLOW STATEMENT

for the year ended 31st August 1995

	1995		1994	
	£	£	£	£
Net cash outflow from operating activities		(574,198)		528,341
Returns on investments and servicing of finance				
Interest paid	(81,025)		(59,705)	
Net cash outflow from returns on investments and servicing of finance		(81,025)		(59,705)
Taxation				
Corporation tax paid (including ACT)	(7,403)		(4,327)	
Tax paid		(7,403)		(4,327)
Decrease in cash and cash equivalents		<u>(662,626)</u>		<u>464,309</u>

Notes to the cash flow statement

Reconciliation of operating profit to net cash outflow from operating activities

	1995	1994	
	£	£	
Operating profit	112,384	87,343	
Stocks	(750,137)	806,876	
Debtors	(256,141)	25,959	
Creditors	319,696	(391,837)	
	<u> </u>	<u> </u>	
Net cash outflow from operating activities	(574,198)	528,341	
	<u> </u>	<u> </u>	
Analysis of changes in cash and cash equivalents as shown in the balance sheet			
Balance at 1st September 1994	(676,317)	(1,140,626)	
Net cash outflow	(662,626)	464,309	
	<u> </u>	<u> </u>	
Balance at 31st August 1995	(1,338,943)	(676,317)	
	<u> </u>	<u> </u>	
Analysis of the balances of cash and cash equivalents as shown in the balance sheet			
	1995	1994	Change in year
	£	£	£
Bank overdrafts	(1,338,943)	(676,317)	(662,626)

ANGLO AUSTRALIAN RICE LIMITED

NOTES ON FINANCIAL STATEMENTS

31st August 1995

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 ruling at the balance date. Translation in foreign currencies are recorded at the date the transaction. All differences are taken to 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 £141,220 (1994 - £129,747).

3 Operating profit

	1995 £	1994 £
The operating profit is stated after charging		
Auditors' remuneration	2,100	1,900

None of the directors received any remuneration from the company.

4 Interest payable

	1995 £	1994 £
Bank overdraft interest	87,042	57,730

5 Taxation

	1995 £	1994 £
Corporation tax on profit on ordinary activities at 25% (1994 25%)	6,336	7,500
Adjustment to prior year	(97)	(173)
	6,239	7,327

ANGLO AUSTRALIAN RICE LIMITED

NOTES ON FINANCIAL STATEMENTS

31st August 1995

6 Stocks

	1995	1994
	£	£
Rice and other commodities	<u>1,298,939</u>	<u>548,802</u>

7 Debtors

	1995	1994
	£	£
Amounts falling due within one year		
Trade debtors	814,410	516,588
Amounts owed by group undertakings	-	36,774
Other debtors	<u>78,903</u>	<u>83,810</u>
	<u>893,313</u>	<u>637,172</u>

8 Creditors: amounts falling due within one year

	1995	1994
	£	£
Bank overdrafts	1,338,943	676,317
Trade creditors	475,720	147,349
Amounts owed to group undertakings	191,414	198,705
Corporation tax	6,336	7,500
Accruals and deferred income	<u>33,094</u>	<u>28,461</u>
	<u>2,045,507</u>	<u>1,058,332</u>

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

9 Called up share capital

	1995		1994	
	Number of shares	£	Number of shares	£
Authorised				
Ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>
Allotted called up and fully paid				
Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>

ANGLO AUSTRALIAN RICE LIMITED

NOTES ON FINANCIAL STATEMENTS

31st August 1995

10 Profit and loss account

	1995 £
1st September 1994	126,642
Retained profit for the year	19,103
	<hr/>
31st August 1995	145,745
	<hr/>

11 Reconciliation of movements in shareholders' funds

	1995 £	1994 £
Profit for the financial year	19,103	22,286
Opening shareholders' funds	127,642	105,356
	<hr/>	<hr/>
Closing shareholders' funds	146,745	127,642
	<hr/>	<hr/>

12 Guarantee

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

13 Contingent liabilities

The company has given a bond of £ 175,000 to the Intervention Board for Agricultural Produce.

14 Directors' interests

During the year consultancy fees and travelling expenses totalling £ 3,000 (1994 - £2,534) were paid to Euro Pacific Consultancy Services, a company owned by Mr. J.H. Girling, a director of this company.

15 Capital commitments

	1995	1994
Authorised by the Board but not contracted for	NIL	NIL
	<hr/>	<hr/>
Contracted for but not provided in the accounts	NIL	NIL
	<hr/>	<hr/>

16 Parent undertakings

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