

KEVLEY MARKETING LIMITED

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2008

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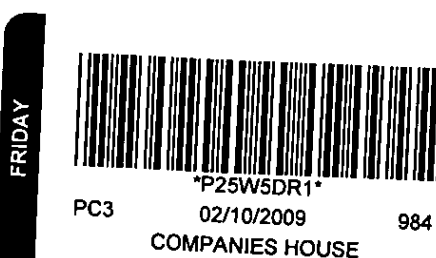
DIRECTORS: K J Curson
N L Curson

SECRETARY: K J Curson

REGISTERED OFFICE: Baptist Road
Upwell
Wisbech
Cambridgeshire
PE14 9EY

REGISTRATION NUMBER: 2846259

ACCOUNTANTS: Prentis & Co LLP
Chartered Accountants
115c Milton Road
Cambridge
CB4 1XE



FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2008

DIRECTORS REPORT

The directors present their report and the financial statements for the year ended 31st December 2008.

PRINCIPAL ACTIVITY

The principal activity of the company continues to be that of wholesale produce merchants.


DIRECTORS

The directors in office in the year were as follows:-

K J Curson

N L Curson

This report, has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies it was approved by the Board on 29 September 2009 and signed on its behalf.


.....
K J CURSON
DIRECTOR

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2008

ACCOUNTANTS REPORT TO THE BOARD OF DIRECTORS ON THE UNAUDITED FINANCIAL STATEMENTS
OF KEVLEY MARKETING LIMITED

In order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company which comprise the Profit and Loss Account and Balance Sheet and the related notes from the accounting records and information and explanations you have given to us.

This report is made to the Company's Board of Directors, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the Company's Board of Directors that we have done so, and state those matters that we have agreed to state to them in this 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 Board of Directors, as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the balance sheet your duty to ensure that the company has kept proper accounting records and to prepare financial statements for the year ended 31st December 2008 that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and do not, therefore, express any opinion on the financial statements.



PRENTIS & CO LLP

CHARTERED ACCOUNTANTS

115c Milton Road
Cambridge
CB4 1XE

30 September 2009

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2008

PROFIT AND LOSS ACCOUNT

	Notes	2008 £	2007 £
Turnover	1	3646504	3927885
Cost of Sales		3312268	3586946
Gross Profit		<u>334236</u>	<u>340939</u>
Administrative expenses		230753	195133
Operating Profit	2	<u>103483</u>	<u>145806</u>
Interest payable		19016	3996
Profit on ordinary activities before tax		<u>84467</u>	<u>141810</u>
Tax on profit on ordinary activities	3	18420	28424
Profit on ordinary activities after tax being profit on ordinary activities for the financial year		<u>66047</u>	<u>113386</u>
Balance at 1st January 2008		<u>155594</u>	<u>50934</u>
		<u>221641</u>	<u>164320</u>
Dividends paid	4	27591	8726
Balance at 31st December 2008		<u>194050</u>	<u>155594</u>

None of the company's activities were acquired or discontinued during the year and there were no recognised gains and losses for 2008 or 2007 other than those included in the Profit and Loss Account.

The notes on pages 5 to 8 form part of these financial statements.

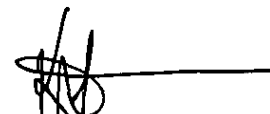
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2008


BALANCE SHEET

	Notes	2008	2007
		£	£
FIXED ASSETS			
Tangible assets	5	796878	728460
Intangible assets	6	399	399
		<u>797277</u>	<u>728859</u>
CURRENT ASSETS			
Stocks		593197	558437
Debtors	7	409604	462854
Cash at bank		99	181
		<u>1002900</u>	<u>1021472</u>
CREDITORS: amounts falling due within one year	8	<u>1517641</u>	<u>1511892</u>
NET CURRENT LIABILITIES		(514741)	(490420)
Total assets less current liabilities		<u>282536</u>	<u>238439</u>
PROVISIONS FOR LIABILITIES			
Deferred tax	10	15663	10022
Net Assets		<u>266873</u>	<u>228417</u>
CAPITAL AND RESERVES			
Called up share capital	11	100	100
Revaluation reserve		72723	72723
Profit and Loss Account		194050	155594
SHAREHOLDERS FUNDS - all equity	12	<u>266873</u>	<u>228417</u>

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of Section 249a(1) of the Companies Act 1985. Members have not required the company under Section 249b(2) of the Companies Act 1985, to obtain an audit for the year ended 31st December 2008. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and for preparing financial statements which give a true and fair view of the state of affairs of the company as at 31st December 2008 and of its profit for the year then ended in accordance with the requirements of Section 226a, and which otherwise comply with the requirements of the Act relating to the financial statements as far as applicable to the company.

The financial statements which have been prepared in accordance with the special provisions of Part V11 of the Companies Act 1985 applicable to small companies, were approved by the Board 29 September 2009 and signed on its behalf


K J CURSON
DIRECTOR


N L CURSON
DIRECTOR

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2008

NOTES TO THE FINANCIAL STATEMENTS

1. ACCOUNTING POLICIES

(a) BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements are prepared under the historical cost convention and include the results of the company's operations, which are described in the Directors Report and all of which are continuing. The financial statements have been prepared on a going concern basis. This may not be appropriate because at 31st December 2008 the company's current liabilities exceeded its current assets by £514741 and total liabilities of the company were £1517641. The company is reliant upon the continued support of its directors, bank and creditors, but there is no evidence to suggest that this will not continue and that further funds will not be provided as necessary, to enable the company to continue as a going concern.

(b) TURNOVER

Turnover comprises the invoiced value of goods and services supplied by the company, excluding VAT and trade discounts.

(c) TANGIBLE FIXED ASSETS AND DEPRECIATION

Tangible fixed assets are stated at cost less depreciation.

Depreciation is provided on all tangible fixed assets at rates calculated to write-off the costs less estimated residual value of each asset evenly over their expected useful lives as follows:

Plant and machinery	- 10 - 20% reducing balance basis
Fixtures and fittings	- 10 - 20% reducing balance basis
Motor vehicles	- 20% reducing balance basis

(d) STOCKS

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow moving items. Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

(e) DEFERRED TAXATION

The charge for taxation takes into account taxation deferred as a result of timing differences between the treatment of certain items for taxation and accounting purposes. In general, deferred taxation is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date. However, 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 taxation is measured on a non-discounted basis at the tax rates that are expected to apply in the periods in which the timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

(f) FINANCE LEASES AND HIRE PURCHASE CONTRACTS

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets.

Assets acquired under finance leases are depreciated over the shorter of the lease term and their useful lives. Assets acquired under hire purchase contracts are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company.

The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

(g) OPERATING LEASES

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor, are charged against profit as incurred.

(h) CASH FLOW STATEMENTS

The company, being a company of small size within the meaning of the Companies Act 1985, has used the exemption provided by Financial Reporting Standard No:1 under which they are not required to include a cash flow statement as part of their financial statements.

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2008

NOTES TO THE FINANCIAL STATEMENTS

2.	OPERATING PROFIT	2008	2007
	This is stated after charging:	£	£
	Depreciation of tangible fixed assets		
	- owned by the company	30530	11577
	Operating lease rentals		
	- hire of plant and machinery	70375	36356
		<u> </u>	<u> </u>
3.	TAXATION	2008	2007
		£	£
	UK Corporation Tax	12779	20681
	Deferred tax charge	5641	7743
		<u> </u>	<u> </u>
		18420	28424

The tax assessed for the period differs from the underlying rate of UK taxation applicable to the company of 20.75% (2007 - 19.75%). The differences are explained below:

Profit on ordinary activities before tax	84467	141810
Profit on ordinary activities multiplied by underlying rate of 20.75% (2007 - 19.75%)	17527	28007
Depreciation for period in excess of capital allowances	(4748)	667
Losses brought forward relieved in the year	-	(7993)
Current tax credit for the period	<u>12779</u>	<u>20681</u>

4.	DIVIDENDS	2008	2007
		£	£
	Equity dividends of £275.91 (2007: £87.26) per ordinary share were paid	<u>27591</u>	<u>8726</u>

5.	TANGIBLE FIXED ASSETS	Freehold Land & Buildings	Plant & Machinery	Total
	COST	£	£	£
	Balance at 1st January 2008	662709	250461	913170
	Additions	12868	88080	100948
	Disposals	-	14250	14250
	Balance at 31st December 2008	<u>675577</u>	<u>324291</u>	<u>999868</u>
	DEPRECIATION			
	Balance at 1st January 2008	2409	182301	184710
	Disposals	-	10950	10950
	Charge for the year	2592	26638	29230
	Balance at 31st December 2008	<u>5001</u>	<u>197989</u>	<u>202990</u>
	NET BOOK VALUE AT 31st December 2008	<u>670576</u>	<u>126302</u>	<u>796878</u>
	NET BOOK VALUE AT 31st December 2007	<u>660300</u>	<u>68160</u>	<u>728460</u>

6.	INTANGIBLE FIXED ASSETS	£
	COST	
	Balance at 1st January 2008 and 31st December 2008	<u>399</u>

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2008

NOTES TO THE FINANCIAL STATEMENTS

7.	DEBTORS	2008 Due within one year £	2007 Due within one year £		
	Trade debtors	222936	247562		
	Prepayments	39613	-		
	Other debtors	147055	215292		
		<u>409604</u>	<u>462854</u>		
8.	CREDITORS	2008 Due within one year £	2007 Due within one year £		
	Bank loans and overdraft	30565	160134		
	Trade creditors	333070	139120		
	Corporation Tax	12779	20681		
	Other creditors	1127922	1157253		
	Accruals and deferred income	13305	34704		
		<u>1517641</u>	<u>1511892</u>		
9.	SECURITIES GIVEN				
	The total amount included in creditors for which security has been given is £30565. These bank borrowings are secured by a charge over the freehold land and buildings situated at Baptist Road, Upwell.				
10.	DEFERRED TAXATION	2008 £	2007 £		
	Balance at 1st January 2008	10022	2279		
	Charge for the year	5641	7743		
	Balance at 31st December 2008	<u>15663</u>	<u>10022</u>		
	The provision for deferred taxation is made up of accelerated capital allowances.				
11.	SHARE CAPITAL	Authorised 2008 £	2007 £	Allotted, Called Up & Fully Paid 2008 £	2007 £
	Ordinary shares of £1 each	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>
12.	RECONCILIATION OF RESERVES			Called Up Revaluation Share Capital Reserve £	Profit and Loss Account £
	Balance at 1st January 2008		100	72723	155594
	Profit for the year		-	-	66047
	Dividends paid		-	-	(27591)
	Balance at 31st December 2008		<u>100</u>	<u>72723</u>	<u>194050</u>

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2008

NOTES TO THE FINANCIAL STATEMENTS

13. RELATED PARTIES

The controlling party is K J Curson by virtue of his 100% ownership of the issued ordinary share capital.

During the year transactions took place with K J Curson Farms, of which K J Curson is the proprietor.

These transactions took place on normal commercial terms. £517663 was owing at 31st December 2008.

Transactions also took place during the year with K J Curson Growers Limited, a company with common directors and shareholders as Kevley Marketing Limited. These transactions took place on normal commercial terms. £610259 was owing at 31st December 2008.