

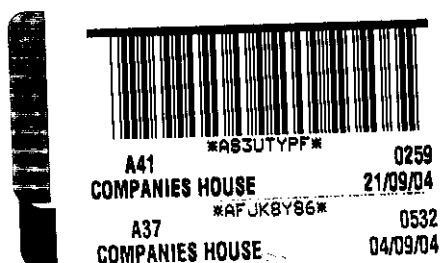
*Report*

Registration Number 4584241

**Freshcut Foods Ltd.**

**Abbreviated Accounts**

**Period Ended 31st March 2004**



**Auditors' Report to Freshcut Foods Ltd.  
under Section 247B of the Companies Act 1985**

We have examined the abbreviated accounts set out on pages 2 to 5 together with the financial statements of Freshcut Foods Ltd. for the period ended 31st March 2004 prepared under Section 226 of the Companies Act 1985.

**Respective responsibilities of directors and auditors**

The directors are responsible for preparing abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

**Basis of opinion**

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts 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 financial statements.

**Opinion**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985 in respect of the period ended 31st March 2004, and the abbreviated accounts on pages 2 to 5 are properly prepared in accordance with those provisions.



**Phipp & Co (Accountants) Limited  
Chartered Accountants and  
Registered Auditor**



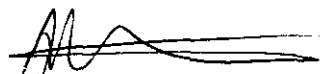
**6 Nottingham Road  
Long Eaton  
Nottingham  
NG10 1HP**

**Freshcut Foods Ltd.**

**Abbreviated Balance Sheet  
as at 31st March 2004**

	Notes	2004 £	£
<b>Fixed Assets</b>			
Intangible assets	2		157,642
Tangible assets	2		246,884
			<u>404,526</u>
<b>Current Assets</b>			
Stocks		28,813	
Debtors		107,651	
Cash at bank and in hand		27,388	
		<u>163,852</u>	
<b>Creditors: amounts falling due within one year</b>		<u>(658,417)</u>	
<b>Net Current Liabilities</b>			<u>(494,565)</u>
<b>Total Assets Less Current Liabilities</b>			<u>(90,039)</u>
<b>Creditors: amounts falling due after more than one year</b>			<u>(24,849)</u>
<b>Deficiency of Assets</b>			<u>(114,888)</u>
<b>Capital and Reserves</b>			
Called up share capital	3		60,000
Profit and loss account			<u>(174,888)</u>
<b>Shareholders' Funds</b>			<u>(114,888)</u>

The abbreviated accounts are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).



**A. Clarke**  
**Director**

The notes on pages 4 to 5 form an integral part of these financial statements.

**Freshcut Foods Ltd.**

**Notes to the Abbreviated Financial Statements  
for the period ended 31st March 2004**

**1. Accounting Policies**

**1.1. Accounting convention**

The accounts are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

**1.2. Turnover**

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

**1.3. Goodwill**

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life of 20 years.

**1.4. Tangible fixed assets and depreciation**

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Plant and machinery	-	3 - 5 years
Fixtures, fittings and equipment	-	25% on cost
Motor vehicles	-	25% on cost

**1.5. Leasing and hire purchase commitments**

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce constant periodic rates of charge on the net obligations outstanding in each period.

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

**1.6. Stock**

Stock is valued at the lower of cost, including processing costs, and net realisable value.

**1.7. Pensions**

The pension costs charged in the financial statements represent the contribution payable by the company during the period.

The regular cost of providing retirement pensions and related benefits is charged to the profit and loss account over the employees' service lives on the basis of a constant percentage of earnings.

**1.8. Deferred taxation**

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors consider that a liability to taxation is unlikely to materialise.

# Freshcut Foods Ltd.

## Notes to the Abbreviated Financial Statements for the period ended 31st March 2004

..... continued

2. Fixed assets	Intangible assets £	Tangible fixed assets £	Total £
<b>Cost</b>			
Additions	165,508	301,105	466,613
Disposals	-	(15,337)	(15,337)
At 31st March 2004	<u>165,508</u>	<u>285,768</u>	<u>451,276</u>
<b>Depreciation and Provision for diminution in value</b>			
On disposals	-	(1,061)	(1,061)
Charge for period	7,866	39,945	47,811
At 31st March 2004	<u>7,866</u>	<u>38,884</u>	<u>46,750</u>
<b>Net book value</b>			
At 31st March 2004	<u><u>157,642</u></u>	<u><u>246,884</u></u>	<u><u>404,526</u></u>
3. Share capital			<b>2004 £</b>
<b>Authorised</b>			
60 Ordinary A shares of £1 each			60
40 Ordinary B shares of £1 each			40
59,900 Preference shares of £1 each			59,900
			<u>60,000</u>
<b>Allotted, called up and fully paid</b>			
60 Ordinary A shares of £1 each			60
40 Ordinary B shares of £1 each			40
59,900 Preference shares of £1 each			59,900
			<u>60,000</u>