

COMPANY REGISTRATION NUMBER 4934963

**DONATANTONIO LIMITED**  
**FINANCIAL STATEMENTS**

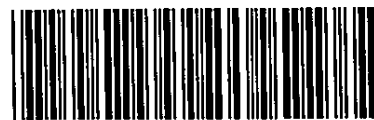
**31 JANUARY 2011**

**HMT ASSURANCE LLP**

Chartered Accountants & Statutory Auditor

5 Fairmile  
Henley-on-Thames  
Oxfordshire  
RG9 2JR

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COMPANIES HOUSE

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# **DONATANTONIO LIMITED**

## **FINANCIAL STATEMENTS**

**YEAR ENDED 31 JANUARY 2011**

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# **DONATANTONIO LIMITED**

## **OFFICERS AND PROFESSIONAL ADVISERS**

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**The board of directors**

M Mandavia  
S Bell

**Company secretary**

M Mandavia

**Registered office**

Lupa House  
York Way  
Borehamwood  
Hertfordshire  
WD6 1PX

**Auditor**

HMT Assurance LLP  
Chartered Accountants  
& Statutory Auditor  
5 Fairmile  
Henley-on-Thames  
Oxfordshire  
RG9 2JR

# **DONATANTONIO LIMITED**

## **THE DIRECTORS' REPORT**

### **YEAR ENDED 31 JANUARY 2011**

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The directors have pleasure in presenting their report and the financial statements of the company for the year ended 31 January 2011

#### **PRINCIPAL ACTIVITIES AND BUSINESS REVIEW**

The principal activity of the company during the year was that of food importing, manufacturing and distribution of premium quality foods of predominantly Mediterranean origin

2010 saw Donatantonio build on the gains made in 2009 with further sales growth of 4.6% and significant 86% growth in operating profits

Gross margins remain under pressure, although they showed a small (0.4%) rise against the previous year. Overhead costs fell against budget and the previous year with significant rent savings negotiated on our property.

This excellent performance was against a backdrop of a very challenging UK food market with price increase pressure from many suppliers and a customer base extremely resistant to cost inflation.

The weakness of Sterling against the Euro continued to put pressure on product margins.

We continued to grow our retail and food service businesses to improve our customer mix although core manufacturing customers continue to perform strongly.

Our sales growth accelerated in the final quarter of the year with double digit gains moving into 2011 and we believe that further significant sales opportunities exist in all sectors.

In 2011 we will focus on strengthening product sourcing and supplier relationships and will be seeking to broaden our product range.

#### **RESULTS AND DIVIDENDS**

The profit for the year, after taxation, amounted to £145,425. The directors have not recommended a dividend.

Donatantonio Group Limited, the company's immediate parent, has reported normalised group earnings before interest, tax, depreciation and amortisation ('EBITDA') for the year ended 31 January 2011 as shown below:

	<b>2011</b>	<b>2010</b>
	<b>£</b>	<b>£</b>
Operating profit	<b>593,557</b>	336,024
Depreciation	<b>29,540</b>	36,988
Amortisation	<b>280,452</b>	280,452
Exceptional items	<b>61,160</b>	—
Normalised EBITDA	<b><u>964,709</u></b>	<b><u>653,464</u></b>

#### **FINANCIAL INSTRUMENTS**

The company manages its exposure to fluctuations in exchange rates by the use of forward currency contracts which are fixed at the time of the relevant underlying transaction.

# **DONATANTONIO LIMITED**

## **THE DIRECTORS' REPORT***(continued)*

**YEAR ENDED 31 JANUARY 2011**

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### **DIRECTORS**

The directors who served the company during the year were as follows

T Bedford  
M Mandavia  
S Bell

T Bedford retired as a director on 18 June 2010

### **DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the Directors' 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 the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they 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 then apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- 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 adequate accounting records that are sufficient to show and explain the company's transactions and 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 2006. 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.

In so far as the directors are aware

- there is no relevant audit information of which the company's auditor is 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 auditor is aware of that information

# **DONATANTONIO LIMITED**

## **THE DIRECTORS' REPORT** *(continued)*

**YEAR ENDED 31 JANUARY 2011**

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### **AUDITOR**

HMT Assurance LLP are deemed to be reappointed under section 487(2) of the Companies Act 2006

### **Registered office**

Lupa House  
York Way  
Borehamwood  
Hertfordshire  
WD6 1PX

### **Signed by order of the directors**



M Mandavia  
Company Secretary

Approved by the directors on

3/5/11

# **DONATANTONIO LIMITED**

## **INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF DONATANTONIO LIMITED**

**YEAR ENDED 31 JANUARY 2011**



### **HMT Assurance**

5 Fairmile Henley-on-Thames  
Oxfordshire RG9 2JR

telephone 01491 579866

facsimile 01491 573397

email [hmt@hmtgroup.co.uk](mailto:hmt@hmtgroup.co.uk)

[www.hmtassurance.com](http://www.hmtassurance.com)

We have audited the financial statements of Donatantonio Limited for the year ended 31 January 2011 on pages 7 to 19. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's shareholders, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's shareholders 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 shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

### **RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITOR**

As explained more fully in the Directors' Responsibilities Statement set out on page 3, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

### **SCOPE OF THE AUDIT OF THE FINANCIAL STATEMENTS**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by directors; and the overall presentation of the financial statements.

### **OPINION ON FINANCIAL STATEMENTS**

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 January 2011 and of its profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### **OPINION ON OTHER MATTERS PRESCRIBED BY THE COMPANIES ACT 2006**

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

# **DONATANTONIO LIMITED**

## **INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF DONATANTONIO LIMITED** *(continued)*

**YEAR ENDED 31 JANUARY 2011**

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### **MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION**

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit

5 Fairmile  
Henley-on-Thames  
Oxfordshire  
RG9 2JR

9 May 2011

HMT Assurance LLP

Jason Mitchell  
Senior Statutory Auditor  
For and on behalf of  
HMT ASSURANCE LLP  
Chartered Accountants  
& Statutory Auditor



# **DONATANTONIO LIMITED**

## **PROFIT AND LOSS ACCOUNT**

**YEAR ENDED 31 JANUARY 2011**

	Note	2011 £	2010 £
<b>TURNOVER</b>	<b>2</b>	<b>18,672,231</b>	17,855,045
Cost of sales		<u>15,121,466</u>	<u>14,527,147</u>
<b>GROSS PROFIT</b>		<b>3,550,765</b>	3,327,898
Distribution costs		677,369	631,007
Administrative expenses		2,523,586	2,499,706
Other operating income	3	<u>(34,262)</u>	<u>(9,440)</u>
<b>OPERATING PROFIT</b>	<b>4</b>	<b>384,072</b>	206,625
Interest receivable		–	2,395
Interest payable and similar charges	6	<u>(151,696)</u>	<u>(179,077)</u>
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		<b>232,376</b>	29,943
Tax on profit on ordinary activities	7	<u>86,951</u>	<u>25,029</u>
<b>PROFIT FOR THE FINANCIAL YEAR</b>		<b><u>145,425</u></b>	<b><u>4,914</u></b>

All of the activities of the company are classed as continuing

### **Statement of total recognised gains and losses**

There are no recognised gains or losses other than the profit of £145,425 attributable to the shareholders for the year ended 31 January 2011 (2010 - profit of £4,914)

The notes on pages 9 to 19 form part of these financial statements.

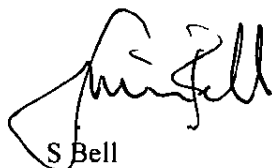
# DONATANTONIO LIMITED

## BALANCE SHEET

31 JANUARY 2011

	Note	2011 £	2010 £
<b>FIXED ASSETS</b>			
Intangible assets	8	1,396,286	1,491,015
Tangible assets	9	100,101	125,587
Investments	10	4,090,210	4,090,210
		<u>5,586,597</u>	<u>5,706,812</u>
<b>CURRENT ASSETS</b>			
Stocks	11	1,736,691	1,341,641
Debtors	12	4,620,720	6,349,049
Cash at bank and in hand		46,959	53,007
		<u>6,404,370</u>	<u>7,743,697</u>
<b>CREDITORS: Amounts falling due within one year</b>	13	<u>5,929,847</u>	<u>6,884,376</u>
<b>NET CURRENT ASSETS</b>		<u>474,523</u>	<u>859,321</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>6,061,120</u>	<u>6,566,133</u>
<b>CREDITORS: Amounts falling due after more than one year</b>	14	4,087,235	4,732,512
<b>PROVISIONS FOR LIABILITIES</b>			
Deferred taxation	16	5,342	10,503
		<u>1,968,543</u>	<u>1,823,118</u>
<b>CAPITAL AND RESERVES</b>			
Called-up equity share capital	19	1,809,056	1,809,056
Profit and loss account	20	159,487	14,062
<b>SHAREHOLDERS' FUNDS</b>	21	<u>1,968,543</u>	<u>1,823,118</u>

These financial statements were approved by the directors and authorised for issue on 3/5/11, and are signed on their behalf by



S Bell

Company Registration Number 4934963

The notes on pages 9 to 19 form part of these financial statements

# **DONATANTONIO LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 31 JANUARY 2011**

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### **1. ACCOUNTING POLICIES**

#### **Basis of accounting**

The financial statements have been prepared under the historical cost convention

#### **Cash flow statement**

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) from including a cash flow statement in the financial statements on the grounds that the company is wholly owned and its parent publishes a consolidated cash flow statement

#### **Turnover**

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax

#### **Amortisation**

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows

Goodwill - 20 years

#### **Fixed assets**

All fixed assets are initially recorded at cost

#### **Depreciation**

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows

Plant & Machinery	- 20% reducing balance
Fixtures & Fittings	- 25% Straight line
Motor Vehicles	- 25% reducing balance

#### **Stocks**

Stock is valued at the lower of cost and net realisable value, after making due allowances for obsolete and slow moving items, on the first in first out (FIFO) basis

#### **Hire purchase agreements**

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis

# **DONATANTONIO LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 31 JANUARY 2011**

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### **1. ACCOUNTING POLICIES** *(continued)*

#### **Operating lease agreements**

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease

#### **Pension costs**

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

#### **Deferred taxation**

Deferred tax 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 a right to pay less or to receive more tax, with the following exceptions:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold.

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**

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

# **DONATANTONIO LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 31 JANUARY 2011**

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### **2. TURNOVER**

The turnover and profit before tax are attributable to the one principal activity of the company  
An analysis of turnover is given below

	<b>2011</b>	<b>2010</b>
	<b>£</b>	<b>£</b>
United Kingdom	<b>18,492,020</b>	<b>17,716,227</b>
Overseas sales	<b>180,211</b>	<b>138,818</b>
	<b><u>18,672,231</u></b>	<b><u>17,855,045</u></b>

### **3. OTHER OPERATING INCOME**

	<b>2011</b>	<b>2010</b>
	<b>£</b>	<b>£</b>
Rent receivable	<b><u>34,262</u></b>	<b><u>9,440</u></b>

### **4. OPERATING PROFIT**

Operating profit is stated after charging

	<b>2011</b>	<b>2010</b>
	<b>£</b>	<b>£</b>
Directors' remuneration	<b>—</b>	<b>—</b>
Amortisation of intangible assets	<b>99,600</b>	<b>99,600</b>
Depreciation of owned fixed assets	<b>26,208</b>	<b>34,448</b>
Depreciation of assets held under hire purchase agreements	<b>3,333</b>	<b>2,500</b>
Auditor's remuneration		
- as auditor	<b>8,500</b>	<b>8,500</b>
- for other services	<b>6,000</b>	<b>6,000</b>
Operating lease costs		
- Land & buildings	<b>336,521</b>	<b>448,000</b>
- Other	<b><u>91,816</u></b>	<b><u>80,624</u></b>

#### **Auditor's fees**

The fees charged by the auditor can be further analysed under the following headings for services rendered

	<b>2011</b>	<b>2010</b>
	<b>£</b>	<b>£</b>
Audit	<b>8,500</b>	<b>8,500</b>
Accountancy	<b>2,500</b>	<b>2,500</b>
Taxation	<b>3,500</b>	<b>3,500</b>
	<b><u>14,500</u></b>	<b><u>14,500</u></b>

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# **DONATANTONIO LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 31 JANUARY 2011**

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### **2. TURNOVER**

The turnover and profit before tax are attributable to the one principal activity of the company  
An analysis of turnover is given below

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United Kingdom	<b>18,492,020</b>	17,716,227
Overseas sales	<b>180,211</b>	138,818
	<b><u>18,672,231</u></b>	<b><u>17,855,045</u></b>

### **3. OTHER OPERATING INCOME**

	<b>2011</b>	<b>2010</b>
	<b>£</b>	<b>£</b>
Rent receivable	<b><u>34,262</u></b>	<b><u>9,440</u></b>

### **4. OPERATING PROFIT**

Operating profit is stated after charging

	<b>2011</b>	<b>2010</b>
	<b>£</b>	<b>£</b>
Directors' remuneration	—	—
Amortisation of intangible assets	<b>99,600</b>	99,600
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Operating lease costs		
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#### **Auditor's fees**

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	<b>2011</b>	<b>2010</b>
	<b>£</b>	<b>£</b>
Audit	<b>8,500</b>	8,500
Accountancy	<b>2,500</b>	2,500
Taxation	<b>3,500</b>	3,500
	<b><u>14,500</u></b>	<b><u>14,500</u></b>

# **DONATANTONIO LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 31 JANUARY 2011**

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### **5. PARTICULARS OF EMPLOYEES**

The average number of staff employed by the company during the financial year amounted to

	<b>2011</b>	<b>2010</b>
	<b>No</b>	<b>No</b>
Distribution staff	<b>10</b>	<b>10</b>
Administrative staff	<b>18</b>	<b>21</b>
	<b><u>28</u></b>	<b><u>31</u></b>

The aggregate payroll costs of the above were

	<b>2011</b>	<b>2010</b>
	<b>£</b>	<b>£</b>
Wages and salaries	<b>729,138</b>	<b>642,474</b>
Social security costs	<b>75,420</b>	<b>71,777</b>
Other pension costs	<b>28,182</b>	<b>27,458</b>
	<b><u>832,740</u></b>	<b><u>741,709</u></b>

### **6. INTEREST PAYABLE AND SIMILAR CHARGES**

	<b>2011</b>	<b>2010</b>
	<b>£</b>	<b>£</b>
Interest payable on bank borrowing	<b>64</b>	<b>834</b>
Other similar charges payable	<b>151,632</b>	<b>178,243</b>
	<b><u>151,696</u></b>	<b><u>179,077</u></b>

# **DONATANTONIO LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 31 JANUARY 2011**

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### **7. TAXATION ON ORDINARY ACTIVITIES**

#### **(a) Analysis of charge in the year**

	<b>2011</b>	<b>2010</b>
	<b>£</b>	<b>£</b>
Current tax		
In respect of the year		
UK Corporation tax based on the results for the year at 28% (2010 - 28%)	<b>91,994</b>	26,656
Over/under provision in prior year	<b>118</b>	(3,188)
Total current tax	<b>92,112</b>	23,468
Deferred tax		
Origination and reversal of timing differences (note 16)		
Capital allowances	<b>(5,161)</b>	1,561
Tax on profit on ordinary activities	<b>86,951</b>	25,029

#### **(b) Factors affecting current tax charge**

The tax assessed on the profit on ordinary activities for the year is higher than the standard rate of corporation tax in the UK of 28% (2010 - 28%)

	<b>2011</b>	<b>2010</b>
	<b>£</b>	<b>£</b>
Profit on ordinary activities before taxation	<b>232,376</b>	29,943
Profit on ordinary activities by rate of tax	<b>65,065</b>	8,384
Expenses not deductible for tax purposes	<b>28,701</b>	28,710
Capital allowances for period in excess of depreciation	<b>1,656</b>	(532)
Short term timing difference	<b>3,514</b>	(1,021)
Adjustments to tax charge in respect of previous periods	<b>118</b>	(3,188)
Small Companies Relief	<b>(6,942)</b>	(8,885)
Total current tax (note 7(a))	<b>92,112</b>	23,468



# DONATANTONIO LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 JANUARY 2011

### 8. INTANGIBLE FIXED ASSETS

	Goodwill £	Other £	Total £
<b>COST</b>			
At 1 February 2010	1,988,455	–	1,988,455
Transfers	–	4,871	4,871
<b>At 31 January 2011</b>	<u>1,988,455</u>	<u>4,871</u>	<u>1,993,326</u>
<b>AMORTISATION</b>			
At 1 February 2010	497,440	–	497,440
Charge for the year	99,600	–	99,600
<b>At 31 January 2011</b>	<u>597,040</u>	<u>–</u>	<u>597,040</u>
<b>NET BOOK VALUE</b>			
<b>At 31 January 2011</b>	<u>1,391,415</u>	<u>4,871</u>	<u>1,396,286</u>
At 31 January 2010	<u>1,491,015</u>	<u>–</u>	<u>1,491,015</u>

Capitalised goodwill arose on the acquisition of the trade from the companies subsidiary, Donatantonio (2005) Limited and is being amortised over 20 years

There is a charge on intellectual property rights for securing all monies due or to become due from the company to Venture Finance PLC

### 9. TANGIBLE FIXED ASSETS

	Plant & Machinery £	Fixtures & Fittings £	Motor Vehicles £	Total £
<b>COST</b>				
At 1 February 2010	1,000,238	300,818	26,836	1,327,892
Additions	7,273	2,785	–	10,058
Disposals	–	–	(26,836)	(26,836)
<b>At 31 January 2011</b>	<u>1,007,511</u>	<u>303,603</u>	<u>–</u>	<u>1,311,114</u>
<b>DEPRECIATION</b>				
At 1 February 2010	901,032	281,325	19,948	1,202,305
Charge for the year	20,307	8,349	885	29,541
On disposals	–	–	(20,833)	(20,833)
<b>At 31 January 2011</b>	<u>921,339</u>	<u>289,674</u>	<u>–</u>	<u>1,211,013</u>
<b>NET BOOK VALUE</b>				
<b>At 31 January 2011</b>	<u>86,172</u>	<u>13,929</u>	<u>–</u>	<u>100,101</u>
At 31 January 2010	<u>99,206</u>	<u>19,493</u>	<u>6,888</u>	<u>125,587</u>

# DONATANTONIO LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 JANUARY 2011

### 9. TANGIBLE FIXED ASSETS *(continued)*

#### Hire purchase agreements

Included within the net book value of £100,101 is £7,499 (2010 - £10,832) relating to assets held under hire purchase agreements. The depreciation charged to the financial statements in the year in respect of such assets amounted to £3,333 (2010 - £2,500).

### 10. INVESTMENTS

	Shares in group undertakings £	Investments £	Total £
<b>COST</b>			
At 1 February 2010 and 31 January 2011	<u>4,086,917</u>	<u>3,293</u>	<u>4,090,210</u>
<b>NET BOOK VALUE</b>			
At 31 January 2011 and 31 January 2010	<u>4,086,917</u>	<u>3,293</u>	<u>4,090,210</u>

The company owns 100% of the share capital of the companies listed below:

	Capital and reserves 2011	Profit for the year 2011
Lupa Limited	—	—
Donatantonio (2005) Limited	<u>4,086,917</u>	<u>—</u>

All the above companies were incorporated in England & Wales and are all dormant.

### 11. STOCKS

	2011 £	2010 £
Finished goods	<u>1,736,691</u>	<u>1,341,641</u>

### 12. DEBTORS

	2011 £	2010 £
Trade debtors	2,459,718	2,234,244
Amounts owed by group undertakings	1,970,694	3,847,396
VAT recoverable	20,243	26,113
Other debtors	1,515	1,330
Prepayments and accrued income	168,550	239,966
	<u>4,620,720</u>	<u>6,349,049</u>

# **DONATANTONIO LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 31 JANUARY 2011**

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### **13. CREDITORS: Amounts falling due within one year**

	<b>2011</b>	<b>2010</b>
	<b>£</b>	<b>£</b>
Debenture Loans	<b>2,713,470</b>	2,954,176
Trade creditors	<b>2,652,376</b>	2,243,443
Amounts owed to group undertakings	<b>–</b>	1,427,000
Corporation tax	<b>91,994</b>	26,656
PAYE and social security	<b>35,203</b>	53,453
Hire purchase agreements	<b>8,227</b>	8,227
Other creditors	<b>17,883</b>	17,874
Accruals and deferred income	<b>410,694</b>	153,547
	<b><u>5,929,847</u></b>	<b><u>6,884,376</u></b>

The following liabilities disclosed under creditors falling due within one year are secured by the company

	<b>2011</b>	<b>2010</b>
	<b>£</b>	<b>£</b>
Debenture loans	<b><u>2,713,470</u></b>	<b><u>2,954,176</u></b>

Venture Finance Plc hold a first floating charge over the assets of the Company, Donatantonio Group Limited and Donatantonio (2005) Limited

### **14. CREDITORS: Amounts falling due after more than one year**

	<b>2011</b>	<b>2010</b>
	<b>£</b>	<b>£</b>
Debenture loans	<b>–</b>	637,050
Amounts owed to group undertakings	<b>4,086,919</b>	4,086,919
Hire purchase agreements	<b>316</b>	8,543
	<b><u>4,087,235</u></b>	<b><u>4,732,512</u></b>

The following liabilities disclosed under creditors falling due after more than one year are secured by the company

	<b>2011</b>	<b>2010</b>
	<b>£</b>	<b>£</b>
Debenture loans	<b><u>–</u></b>	<b><u>637,050</u></b>

# DONATANTONIO LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 JANUARY 2011

### 15. COMMITMENTS UNDER HIRE PURCHASE AGREEMENTS

Future commitments under hire purchase agreements are as follows

	2011	2010
	£	£
Amounts payable within 1 year	8,227	8,227
Amounts payable between 2 to 5 years	316	8,543
	<u>8,543</u>	<u>16,770</u>

### 16. DEFERRED TAXATION

The movement in the deferred taxation provision during the year was

	2011	2010
	£	£
Provision brought forward	10,503	8,942
Profit and loss account movement arising during the year	(5,161)	1,561
Provision carried forward	<u>5,342</u>	<u>10,503</u>

The provision for deferred taxation consists of the tax effect of timing differences in respect of

	2011	2010
	£	£
Excess of taxation allowances over depreciation on fixed assets	<u>5,342</u>	<u>10,503</u>
	<u>5,342</u>	<u>10,503</u>

### 17. COMMITMENTS UNDER OPERATING LEASES

At 31 January 2011 the company had annual commitments under non-cancellable operating leases as set out below

	2011		2010	
	Land and buildings	Other Items	Land and buildings	Other Items
	£	£	£	£
Operating leases which expire				
Within 1 year	-	6,366	-	19,080
Within 2 to 5 years	-	84,507	-	61,544
After more than 5 years	336,000	-	336,000	-
	<u>336,000</u>	<u>90,873</u>	<u>336,000</u>	<u>80,624</u>

# DONATANTONIO LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 JANUARY 2011

### 18. RELATED PARTY TRANSACTIONS

During the year two of the company's directors acquired 25,003 shares from the Employee Benefit Trust of the parent company, Donatantonio Group Limited, for a consideration of £0.50 per share. Additionally, as part of their commitment to the future of the business, the parent company issued loan notes totalling £74,166 to the two directors.

No other transactions with related parties were undertaken such as are required to be disclosed under Financial Reporting Standard 8.

### 19. SHARE CAPITAL

#### Authorised share capital:

	2011 £	2010 £
1,200,000 Ordinary shares of £1 each	1,200,000	1,200,000
725,057 Ordinary Class 2 shares of £1 each	725,057	725,057
	<u>1,925,057</u>	<u>1,925,057</u>

#### Allotted, called up and fully paid:

	2011		2010	
	No	£	No	£
1,083,999 Ordinary shares of £1 each	1,083,999	1,083,999	1,083,999	1,083,999
725,057 Ordinary Class 2 shares of £1 each				
	725,057	725,057	725,057	725,057
	<u>1,809,056</u>	<u>1,809,056</u>	<u>1,809,056</u>	<u>1,809,056</u>

No dividend has been paid on the cumulative preference shares since 2003. The preference shareholder (Donatantonio Group Limited) has waived its rights to a preference dividend. On that basis all the share capital has been presented as equity.

### 20. RESERVES

	Profit and loss account £
Balance brought forward	14,062
Profit for the year	145,425
Balance carried forward	<u>159,487</u>

# **DONATANTONIO LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 31 JANUARY 2011**

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### **21. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

	<b>2011</b>	<b>2010</b>
	<b>£</b>	<b>£</b>
Profit for the financial year	<b>145,425</b>	<b>4,914</b>
Opening shareholders' funds	<b>1,823,118</b>	<b>1,818,204</b>
Closing shareholders' funds	<b>1,968,543</b>	<b>1,823,118</b>

### **22. ULTIMATE PARENT COMPANY**

The immediate and ultimate parent company is Donatantonio Group Limited, a company incorporated in Great Britain on 6th November 2007 and registered in England & Wales. Copies of the consolidated financial statements are available from the company's registered office.