

101423/20

AGROHERNI, S.C.L.

Road Cartagena-Alhama, Km 6.7 - 30390 LA ALJORRA - Cartagena (Murcia)

CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDING 31/12/2011



La Aljorra (Cartagena), 20th March 2012

[Footnote for all pages of consolidated financial statements: Madrid Register of Cooperative Companies, volume LVI, Book 5 510, Entry nº1, registration number 2379-SMT its Tax ID nº is F-30792683]

[All pages contain three signatures on the left side]

LAURA MORENO MARÍN
TRADUCTORA-INTERPRETE JURADO DE INGLÉS
Avda Hispanoamérica, 7, 30320 Fuente-Álamo
Teléfono (+34) 655030452
laura@kyotraducciones.com

BALANCE SHEET - ASSETS

ASSETS	NOTES	FY 2011	FY 2010
A) NON-CURRENT ASSETS		1,826,733 98	1,175,885 34
II Property plant and equipment	5	1,519,080 32	1,148,094 54
2 Technical installations and other property plant and equipment		1,519,080 32	1,148,094 54
V Long term financial investments	8	107,653 66	27,890 80
1 Equity instruments		104,648 68	24,885 80
5 Other financial assets		3,005 00	3 005,00
B) CURRENT ASSETS		17,156,726 54	10,649,602 18
II Stock	9	1,830,876 66	1,812,644 61
1 Commercial		1,753,972 66	1,564,452 03
6 Advances to suppliers		76,903 00	48,192 58
III Trade debtors and other receivable accounts		14,862,119 81	8,243,431 28
1 Sales and services customers		12,805,050 75	6,186,197 01
3 Other debtors		1,848,224 45	1,751,644 70
6 Other State credit		228,844 61	305,589 57
V Short-term financial investment	8	176,502 32	58,088 03
2 Receivables		30,344 50	30,344 50
5 Other financial assets		146,157 82	27,743 53
VII Cash and other equivalent assets		267,228 75	735,438 26
1 Cash flow		267,228 75	735,438 26
TOTAL ASSETS (A + B)		18,783,460 52	11,825,587 52

BALANCE SHEET - LIABILITIES

EQUITY AND LIABILITIES	NOTES	FY 2011	FY 2010
A) NET EQUITY		724,465 50	597,487 05
1 Own funds	8	180,794 57	127,626 09
I. Capital		6,042 00	6,042 00
1 Issued capital		6,042 00	6,042 00
II. Reserves		121,584 09	68,514 08
1 Compulsory reserve fund	3	15,220 01	15,220 01
5 Other reserves		106,364 08	43,294 07
V Cooperative surplus (positive or negative)	3	53,168 48	63,070 01
3 Subsidies, donations and legacy received	14	543,670 93	469,880 96
B) NON-CURRENT LIABILITIES		1,091,018 31	698,734 02
I Fund for long-term education, training and promotion	3	5,800 44	2,968 51
IV Long-term debts		21,000 00	0 00
2 Debts with credit institutions		21,000 00	0 00
V Long-term debts with companies of the group, associates and shareholders	16	919,050 81	569,050 81
3 Shareholder debts		919,050 81	569,050 81
VI Deferred tax liabilities		145,167 06	126,714 70
C) CURRENT LIABILITIES		16,967,976 71	10,529,366 45
V Short term debtors	8	6,893,078 77	4,542,561 16
2 Debts with credit institutions		6,890,434 92	4,490,912 98
5 Other financial liabilities		2 643,85	51,648 18
VII Trade creditors and other payable accounts	8	10,074,897 94	5,986,805 29
1 Suppliers		816,457 35	422,880 39
2 Group company and associate suppliers		1,030,689 49	837,990 11
a) Associate suppliers		1,030,689 49	837,990 11
3 Other creditors		5,974,693 25	4,027,488 62
4 Staff (remuneration pending payment)		107,798 12	80,826 72
5 Current tax liabilities	10	505 49	0 00
6 Other State debt		78,280 45	45,719 43
7 Customer advances		2,066,475 79	571,900 02
TOTAL NET EQUITY AND LIABILITIES (A+B+C)		18,783,460 52	11,825,587 52

LAURA MORENO MARÍN
 TRADUCTORA-INTÉRPRETE JURADO DE INGLÉS
 Avda Hispanoamérica, 7, 30320 Fuente-Álamo
 Teléfono (+34) 655030452
 laura@kyotraducciones.com

INCOME STATEMENT

NORMAL INCOME STATEMENT (DEBIT)/CREDIT		NOTE	FY 2011	FY 2010
A) CONTINUED OPERATIONS				
1 Net turnover	11		49,308,326 16	39,937,668 25
a Sales			48,454,027 55	39,776,561 34
b Services rendered			2,854,297 61	161,106 91
4 Supplies			-46,873,174 90	-5,763,784 49
a Goods			-376,503 43	-409,394 42
b Raw materials and other consumables			-5,355,006 37	-4,272,973 64
c Shareholders stocks consumption			-40,091,785 41	
d Work done for other companies			-1,149,879 69	-1,081,416 43
5 Other operating income			6,328,101 93	7,158,825 97
a Additional income and current management income			79,790 55	55,553 77
b Operating subsidies accounted for in profit/loss for year	14		231,535 09	171,834 48
c Income from shareholders transactions			5,016,776 29	6,931,437 72
6 Staff costs			-1,725,915 16	-2,177,477 37
a Salaries and other remuneration			-1,473,709 99	-1,868,351 01
b Social security payments			-252,205 17	-309,126 36
7 Other operating expenses			-5,478,940 61	-2,098,683 08
a External services			-5,473,929 50	-2,098,483 69
b Taxes	10		-5,011 11	-199 39
8 Fixed asset amortization	5		-198,689 32	-131,508 52
9 Allocation of non-financial fixed asset subsidies and others			103,435 68	81,429 03
11 Impairment and results of disposals of fixed asset			-766 56	0 00
b) Gains or Losses on Disposals and other			-766 56	0 00
11b Others			7,979.36	-5,267 87
12 Fund for education, training and promotion			-2,831 93	-1,677 72
a) Endowment			-2,831 93	-1,677 72
A.1 OPERATING PROFIT/LOSS (1+2+3+4+5+6+7+8+9+10+11+12+12b)				369 623,65
13 Financial income			14,934 96	1,291 97
b From negotiable shares and other financial instruments			14,934 96	1,291 97
b2) Third party			14,934 96	1,291.97
14 Financial expenses			-280,617 31	-161,960 91
b Third party debt			-280,617 31	-161,960 91
16 Currency exchange losses			-46,407,23	-16.83
A.2 FINANCIAL PROFIT (13 + 14 + 15 + 16 + 17)			-312,089 58	-160,685.77
A.3 FINANCIAL PROFIT BEFORE TAXES (A.1 + A.2)			57,534.07	35,446 69
18 Income tax expenses	10		-4,365.59	27,623 32
A.4 FINANCIAL YEAR PROFIT FROM CONTINUED OPERATIONS (A.3 + 19)			53,168.48	63,070 01
B) DISCONTINUED OPERATIONS				
19 Financial year profit from discontinued operations net of tax			0.00	0 00
A.5 FINANCIAL YEAR PROFIT (A.4 + 20)			53,168.48	63,070 01

LAURA MORENO MARÍN
 TRADUCTORA-INTERPRETE JURADO DE INGLÉS
 Avda Hispanoamérica, 7, 30320 Fuente-Álamo
 Teléfono (+34) 655030452
 laura@kyotreducciones.com

INCOME AND EXPENDITURE STATEMENT

Concept	FY 2011	FY 2010
A) Profit/Loss for the year (result of income statement)	53,168 48	63,070 01
Income and expenditure allocated directly to subsidiaries' equity	0 00	0 00
I Valuation of financial instruments	0 00	0 00
1 Financial assets held for sale	0 00	0 00
2 Other income/expenditure	0 00	18 00
II Cash flow coverage	0 00	0 00
III Subsidies, donations and legacy received	195,698 14	-34,103 01
IV, Actuanal gains and losses, and other adjustments	0 00	0 00
V Tax purposes	-39,139 63	6,820 60
B) Total income and expenditure directly allocated to subsidiaries' equity (I+II+III+IV+V)	156,558 51	-27,284 41
Transfers to Income Statement	0 00	0 00
VI Valuation of financial instruments	0 00	0 00
1 Financial assets held for sale	0 00	0 00
2 Other income/expenditure	0 00	0 00
VII Cash flow coverage	0 00	0 00
VIII Subsidies, donations and legacy received	-	0 00
IX Tax purposes	20,687 14	0,00
C) Total transfers to Income Statement (VI+VII+VIII+IX)	-82,748 54	0,00
D) TOTAL INCOME/EXPENDITURE (A+B+C)	126,978 45	35,805 60

STATEMENT OF CHANGES IN EQUITY

Title	Issued Capital		Reserves	Profit/loss	Subsidies, donations and legacy received	TOTAL
	Subscribed	Uncalled				
A BALANCES AT 31st DEC 2009	6,030 00	0 00	38,820 39	19,693 69	497,137 37	561,681 45
I Adjustments from criteria changes	0 00	0 00	0 00	0 00	0 00	0 00
II Adjustments made to correct 2009 or prior years' errors	0 00	0 00	0 00	0 00	0 00	0 00
B BALANCES AT 1st JAN 2010	6,030 00	0,00	38,820 39	19,693 69	497,137 37	561,681 45
I. Total income and expenditure.	0 00	0 00	0 00	0 00	0 00	0 00
II. Transactions with subsidies and owners.	0 00	0 00	0 00	0 00	0 00	0 00
1. (+) Increases in capital	12 00	0 00	0 00	0 00	0 00	12 00
2. (-) Reductions in capital.	0 00	0 00	0 00	0 00	0 00	0 00
4. (-) Dividend distributions.	0 00	0 00	19,693 69	-19,693 69	0 00	0 00
III Other variations in equity	0 00	0 00	0 00	63,070 01	-27,278 41	35,793 60
C. BALANCES AT 31st DEC 2010	6,042 00	0,00	58,514 08	63,070 01	469,860 96	597,487 05
I. Adjustments from criteria changes	0 00	0 00	0 00	0 00	0 00	0 00
II. Adjustments made to correct 2010 errors	0 00	0 00	0 00	0 00	0 00	0 00
D BALANCES AT 1st JAN 2011	6,042 00	0,00	58,514 08	63,070 01	469,860 96	597,487 05
I Total income and expenditure.	0 00	0 00	0 00	0 00	0 00	0 00
II Transactions with subsidies and owners.	0 00	0 00	0 00	0 00	0 00	0 00
1. (+) Increases in capital	0 00	0 00	0 00	0 00	0 00	0 00
2. (-) Reductions in capital.	0 00	0 00	0 00	0 00	0 00	0 00
4. (-) Dividend distributions.	0 00	0 00	63,070 01	-63,070 01	0 00	0 00
III Other variations in equity	0 00	0 00	0 00	53,168 48	73,899 97	126,976 45
E BALANCES AT 31st DEC 2011	6,042 00	0 00	121,584 09	53,168 48	543,670 93	724,465 50

LAURA MORENO MARÍN
 TRADUCTORA-INTERPRETE JURADO DE INGLÉS
 Avda Hispanoamérica, 7, 30320 Fuente-Álamo
 Teléfono (+34) 655030452
 laura@kyotraducciones.com

CASH FLOW STATEMENT (INDIRECT)

Title	FY 2011	FY 2010
A) CASH FLOWS FROM OPERATING ACTIVITIES	-33,567.36	413,275.84
1 Profit/loss before tax	60,366.00	35,446.69
2 Profit/loss adjustments	356,770.62	67,789.98
a) Fixed asset depreciation (+)	196,589.32	131,508.52
d) Allocation of subsidies (-)	-103,435.68	-253,263.51
e) Results through deregistrations and disposals of fixed assets (+/-)	766.56	0.00
g) Financial income (-)	-14,934.96	-1,291.97
h) Financial expenditure (+)	280,617.31	161,960.91
i) Conversion differences (+/-)	0.00	16.83
k) Endowment to the education and training fund (+)	-2,831.93	-1,677.72
l) Other income and expenditure (-/+)	0.00	30,536.92
3 Changes in working capital	-181,161.53	470,708.11
a) Stock (+/-)	-189,520.63	-292,338.83
b) Debtors and other receivable accounts (+/-)	-6,648,980.53	-210,160.11
c) Other current assets (+/-)	0.00	-58,088.03
d) Creditors and other payable accounts (+/-)	6,654,507.70	814,970.46
e) Other current liabilities (+/-)	0.00	216,324.62
f) Other non-current liabilities and intangible assets (+/-)	2,831.93	0.00
4 Other cash flows from operating activities	-268,542.45	-160,668.94
a) Interest payments (-)	-280,617.31	-161,960.91
c) Interest received (+)	14,934.96	1,291.97
d) Proceeds (payments) from tax on profits (+/-)	-3,860.10	0.00
B) CASH FLOWS FROM INVESTMENT ACTIVITIES	-832,689.57	-332,784.34
6 Payments for investments (-)	-836,604.45	-626,670.35
c) Property plant and equipment	-638,427.30	-508,526.25
e) Other financial assets	-198,177.15	-117,144.10
7 Proceeds from divestitures (+)	3,914.88	292,886.01
a) Group companies	0.00	5,324.19
c) Property plant and equipment	3,914.88	187,303.52
e) Other financial assets	0.00	100,258.30
C) CASH FLOWS FROM FINANCING ACTIVITIES	398,047.42	330,560.08
9 Expenses / payments for equity instruments	195,698.01	54,606.46
a) Issue of equity instruments (+)	0.00	20,147.53
b) Amortisation of equity instruments (-)	0.00	-19,693.69
e) Subsidies, donations and legacy received (+)	195,698.01	54,152.62
A Expenses / payments for financial liability instruments	202,349.41	275,953.62
a) Issue	367,166.43	361,968.42
a3) Debts with Group companies and associates (+)	350,000.00	250,000.00
A4) Special debts	17,166.43	0.00
a5) Other debts (+)	0.00	111,968.42
b) Repayment and amortisation of	-164,817.02	-86,014.80
b2) Debts with credit institutions (-)	-164,817.02	0.00
b5) Other debts (-)	0.00	-86,014.80
B Payments for dividends and remuneration on other equity instruments	0.00	0.00
D) Effect of exchange rate changes	0.00	0.00
E) NET INCREASE/DECREASE IN CASH OR EQUIVALENT	-468,209.51	411,051.58
F) VARIATION IN CASE AND EQUIVALENT		411,051.58

LAURA MORENO MARÍN
 TRADUCTORA-INTERPRETE JURADO DE INGLÉS
 Avda Hispanoamérica, 7, 30320 Fuente-Álamo
 Teléfono (+34) 655030453
 laura@kyotraducciones.com

INDEX

- 1 Business Activity
- 2 Basis of presentation of annual accounts
 - 2 1 *Reliable image*
 - 2 2 *Non-compulsory accounting principles applied*
 - 2 3 *Critical aspects of accounting estimates and assumptions*
 - 2 4 *Data comparison*
 - 2 5 *Consolidation of items*
 - 2 6 *Elements included in different items*
 - 2 7 *Changes in accounting criteria*
 - 2 8 *Corrigenda*
 - 2 9 *Relative Importance*
- 3 Application of results
- 4 Rules of recording and valuation
 - 4 1 *Intangible fixed assets*
 - 4 2 *Property plant and equipment*
 - 4 3 *Leases*
 - 4 4 *Swaps*
 - 4 5 *Financial instruments*
 - 4 6 *Accounting hedges*
 - 4 7 *Stock*
 - 4 8 *Operations undertaken in foreign currency*
 - 4 9 *Tax on profits*
 - 4 10 *Income and expenditure*
 - 4 11 *Provisions and contingencies*
 - 4 12 *Environmental equity*
 - 4 13 *Criteria used for recording and valuation of staff expenditure*
 - 4 10 *Subsidies, donations and legacy*
 - 4 11 *Criteria used in operations between related parties.*
 - 4 12 *Environmental equity*
 - 4 13 *Criteria used for recording and valuation of staff expenditure*
 - 4 14 *Subsidies, donations and legacy*
 - 4 15 *Combinations of businesses*
 - 4 16 *Joint businesses*
 - 4 17 *Criteria used in operations between related parties*
 - 4 18 *Interrupted operations*
- 5 Property plant and equipment
- 6 Intangible fixed assets
- 7 Leaseholds and other similar operations
- 8 Financial instruments
 - 8 1 *Information regarding the relevance of financial instruments on the financial situation and business results*

LAURA MORENO MARÍN
TRADUCTORA-INTERPRETE JURADO DE INGLÉS
Avda. Hispanoamérica, 7, 30320 Fuente-Alamo
Teléfono: (+34) 955030454
laura@kyetraduccion.es.com

8 2	<i>Other information</i>
8 3	<i>Own funds</i>
9	Stock
10	Foreign currency
11	Tax situation
11	Income and expenditure
12	Provisions and contingencies
13	Environmental information
14	Subsidies, donations and legacy
15	Events after close of year
16	Operations with related parties
17	Other information
18	Segment reporting
19	Information regarding deferrals of payment made to suppliers Third additional provision "Duty of Disclosure" Act 15/2010, of 5 July 2010

Ordinary Annual Report for the Financial Year ending 31st December 2010

1. Business Activity.

- Agroherni, S C L (*Limited Cooperative Company*) was incorporated in Cartagena by deeds executed before the notary public Eugenio Díaz Trenado, on 1st December 2005, deed reference number 5113. It is listed on the Madrid Register of Cooperative Companies, volume L-VI, Book 5 510, Entry n°1, registration number 2379-SMT. Its Tax ID n° is F 30 792 683.
- Its registered offices are at Road from Cartagena to Alhama, Km 6.7, La Aljorra, Cartagena.
- The purpose of the business is the marketing, handling and transformation of agricultural products obtained from its members' farming operations, and the promotion of concentration of supply and price regulation in the production stage, setting where applicable withdrawal prices and the relevant funds for intervention as a producers' organisation. The Cooperative undertakes, as far as possible, to make available to all members of the organisation, appropriate technical means for the collection, conditioning and storage of the products referred to above.
- By ruling from the Director General for Agriculture on 11th December 2006, Agroherni S C L is recognised as a Horticultural Producers' Organisation, reg Number 951. To this effect, all members must make delivery of all produce for which classification as a PO has been obtained.
- During 2010 the OPFH [Confederation of Fruit and Vegetable Producers] applied to the Regional Department of agriculture for adaptation to Royal Decree 1972/2008, and received positive notification at the end of the year.
- By ruling from the Minister for Agriculture and Water of the Autonomous Region of Murcia on 24th October 2011, Agroherni S C L is recognised as a Horticultural Producers' Organisation at transnational level.
- The organisation is obliged to market all the products for which recognition has been obtained by members and will set out production and marketing rules with a view to improving the quality of produce, protecting the environment and adapting the levels of supply to market requirements.
- For the best possible compliance with this business purpose, the cooperative may create sections as deemed appropriate upon approval at AGM, which will also approve, where necessary, the Internal Statutes for each one. The Executive Council of the Cooperative will be responsible for the management and representation of all sections.
- At present the business activity of the cooperative company meets its business purpose.
- It is subject to Act 27/1999, governing Cooperative Companies, the Capital Companies Act (in force from 1 September 2010), the revised text of which was approved by Royal Legislative Decree 1/2010, the Public Limited Companies Act (in force up until 1 September 2010), the revised text of which was approved by Royal Legislative Decree 1564/1989, of 22 December, the Limited Liabilities Company Act (in force up until 1 September 2010), the Spanish Code of Commerce, and supplementary provisions, and the Order EHA/3360/2010, of 21 December, approving the rules governing the accounting aspects of cooperative societies.

- At the close of the fiscal year the Organisation had 13 members, 3 of which are

LAURA MORENO MARÍN
TRADUCTORA-INTERPRETE JURADO DE INGLÉS
Avda. Hispanoamérica, 7, 30320 Fuente Álamo
Teléfono (+34) 655030452
laura@kyotraducciones.com

natural persons and 10 legal entities in accordance with article 25 of the Company Statutes, and in order to comply with the provisions of article 9 of RD 1972/2010 regarding the **democratic management of producers' organisations**, will participate in decisions regarding agreements which must be approved by the AGM with a single vote plus a collective vote. In the case of the latter, this will be calculated based on the production value of the produce for which the OPFH is recognised delivered by each member. In this basis, the right to vote of each one for the next AGM is as follows

SHAREHOLDER Nº	NAME	Amounts delivered (€)	Single Votes (1)	Multiple Votes (2)	Corrected multiple Votes (3)	Votes Number in AGM
1	TIERRAS DE CARTAGENA,	4,885,709.74	1	3	1	2
2	CULTIVOS HORT. DE	2,042,944.48	1	2	1	2
3	SEMILLEROS FUENTEALAMO,	309,844.08	1	1	0	1
4	AGROMEM, S L	3,210,292.21	1	3	1	2
5	AGROESCOBAR OCHO, S.L	150,056.41	1	1	0	1
6	M.E. ROSMAR, S.L.	--	1	0	0	1
7	JUAN ANTONIO HERNÁNDEZ	3,960.00	1	0	0	1
8	MARÍA DEL CARMEN LUJAN	2,559.37	1	0	0	1
9	JACINTO HERNÁNDEZ	0.00	0	0	0	0
10	ASESORÍA Y PROYECTOS	9,262.75	1	0	0	1
11	BEATRIZ RUBIO FERNANDEZ	211.05	1	0	0	1
12	AGRICOLA CAMPO MAR S L	1,013,753.12	1	2	1	2
13	SUNSLADSLIMITED	0.00	0	0	0	0
14	LANGMEAD FARMS LIMITED	28,463,192.20	1	4	2	3
	TOTAL	40,091,785.41	12	16	6	18

Legend

- (1) Single vote One vote per member
- (2) Maximum multiple vote according to volume of product per member and as per art. 25 of Statutes
- (3) Corrected multiple vote based on art. 25 of Statutes
- (4) Total number of votes at AGM

Limits

- 1 No member may have more than 5 votes
- 2 No member may have more than 1/3 of total number of votes in the Cooperative
- 3 The sum of the collective votes will be less than half that of the Cooperative members, i.e., in this

Member 13 left the company during the 2011 fiscal year.

- The company does not have shares in any other organisation, or any relationship or association with which to establish a group or association as per the requirements of art. 42 of the Commercial Code and Rules 13 and 15, Part 3, of Royal Decree 1524/2007 which approved the General Accounting Plan

LAURA MORENO MARÍN
 TRADUCTORA INTERPRETE JURADO DE INGLÉS
 Avda Hispanoamérica, 7, 30320 Fuente-Álamo
 Teléfono (+34) 655030452
 laura@kyotraducciones.com

- The currency used for the operation of the Cooperative is the euro. For drawing up annual accounts in euros, the criteria of the General Accounting Plan have been used, as shown in section "4 Rules of recording and valuation", and the Order EHA/3360/2010, of 21 December, approving the rules governing the accounting aspects of cooperative societies

2. Basis of presentation of Annual accounts.

2.1 *Reliable image*

- The Annual accounts for the FY 2011 has been drawn up by the Executive Council based on the Company accounts at 31 December 2011, under the accounting principles and valuation criteria indicated in Royal Decree 1514/2007 which approves the General Accounting Plan, and all other current applicable legislation. They reflect a true image of the equity, financial situation and profit and loss of the company, and the true situation of the flows indicated in the cash flow statement
- There are no particular reasons for which any legal accounting legislation has been omitted
- The enclosed Annual accounts will be submitted to the AGM for approval, and are expected to be approved without the need for any modification
- The Annual accounts for the FY 2010 were approved by the AGM on 30 June 2011
- By virtue of the fifth transitory article of Royal Decree 1514/2007, which approves the General Accounting Plan, the Company continues to apply, the rules for the accounting aspects of cooperative societies approved by Ruling EHA/3360/2010, of 21 December

2.2 *Non-compulsory accounting principles applied*

- The accounting principles and criteria applied for the drawing up of these annual accounts are those summarised in Note 4 of this Report. All compulsory accounting criteria affecting equity, financial situation and profit/loss have been used for drawing up these annual accounts. No non-compulsory accounting principles have been used.

2.3 *Critical aspects of accounting estimates and assumptions.*

- The Cooperative has drawn up these annual accounts under the principle of a company in operation, there being no significant risk which may result in key changes in the value of assets or liabilities in the coming year

2.4 *Data comparison*

- For the purpose of comparison, alongside each of the entries for the 2010 fiscal year on the balance sheet, the income statement, the statement of changes in net worth, the statement of cash flows and the explanatory notes on the annual financial statements, the figures for the previous fiscal year are also given. Information set out in these explanatory notes for the 2011 fiscal year is also presented for comparative purposes with the information for the 2010 fiscal year
- The company is required to audit its financial accounts for years 2011 and 2010. Both accounts are audited

LAURA MORENO MARÍN
 TRADUCTORA-INTÉRPRETE JURADO DE INGLÉS
 Avda. Hispanoamérica, 7, 30320 Fuente-Álamo
 Teléfono (+34) 655030452
 laura@kyetraducciones.com

2.5 Consolidation of items

- The annual accounts do not contain any items which have been consolidated on the balance sheet, income statement, statement of changes to equity or cash flow statement

2.6 Elements included in several items

- There are no elements of equity listed under two or more items in the annual accounts

2.7 Changes in accounting criteria

- During the 2011 fiscal year no significant changes in accounting criteria occurred with regard to the criteria applied in the previous fiscal year

2.8 Compendia

- The annual accounts for the year 2011 do not include adjustments made as a result of errors detected during the period

2.9 Relative Importance

- In establishing the information to be detailed in these explanatory notes regarding the various entries in the financial statements or other matters, the Company, in accordance with the Conceptual Framework of the General Accounting Standards, has taken into consideration their relative importance with regard to the annual financial statements for the 2011 fiscal year

3. Distribution of results.

- The proposed distribution of the results by the board of directors is as follows

Basis for distribution	FY 2011	FY 2010
Cooperative surplus		63,070.01
Total		63,070.01

Distribution	Amount	Amount
Compulsory reserve fund		6,710.89
Education and promotion fund		1,677.72
Voluntary reserves		54,681.40
Total		63,070.01

- No dividends were paid out during the period
- There are no limitations to the distribution of dividends
- Once all legal or statutory obligations have been met, dividends may be distributed.

LAURA MORENO MARIN
TRADUCTORA-INTERPRETE JURADO DE INGLÉS
Avda Hispanoamérica, 7, 30320 Fuente-Álamo
Teléfono: (+34) 955030452
laura@kyotraducciones.com

from the profit obtained for the period, or from reserves for free allocation, if

- All legal or statutory obligations have been covered According to article 60 of the Cooperative Statutes, regarding the distribution of profits:
 - o 1 From the surplus amounts used to establish the profit/loss of the cooperative, after deduction of losses of any nature from previous financial years, and prior to accounting for Company Tax, at least 20 per cent will be destined to the Compulsory Reserve Fund, and 5 per cent to the funds for Education and Promotion.
 - o 2 From the extra-cooperative and extraordinary profits, after deduction of losses of any nature from previous financial years, and prior to accounting for Company Tax, at least 50 per cent will be destined to the Compulsory Reserve Fund
 - o 3 The remaining surplus and extra-cooperative and extraordinary profits, after payment of any applicable taxes, may be used for return to cooperative member, for non-distributable voluntary reserve funds, or for increasing the compulsory reserve funds or funds for education and promotion
- Net equity is not, or will not be, after distribution, less than share capital For these purposes, the direct beneficiaries of net equity may not receive any distribution of profits, direct or indirect If there are losses carried over from previous financial years which mean that the net equity value of the Company is less than the share capital figure, the profits will be used to compensate for any such losses

4. Rules of recording and valuation.

4 1 Intangible fixed assets

The intangible fixed assets are assessed initially by cost, be it the acquisition price or production cost

Following this initial assessment, intangible fixed assets are assessed by cost, less the accumulated amortisation and, where applicable, the accumulated depreciation in value

For each intangible fixed asset is it assessed whether its useful life is finite or indefinite

Intangible assets with a finite useful life are systematically amortised according to their estimated useful life and their residual value The amortisation methods and periods applied are reviewed at the end of each financial year and, adjusted prospectively where applicable. At the close of each financial year, at least, signs of wear and tear are assessed, in which case the recoverable amounts are estimates and the necessary corrections made

For the period in question no "Net loss through deterioration" has been found among intangible assets

There are no intangible fixed assets with an indefinite useful life

Computer applications are valued at their acquisition price or production cost The useful life of these items is estimated at 3 years

4 2 Property, plant and equipment

LAURA MORENO MARÍN
TRADUCTORA-INTERPRETE JURADO DE INGLÉS
Avda. Hispanoamérica, 7, 30320 Fuente-Álamo
Teléfono: (+34) 655030451
laura@kyetraducciones.com

reduce the recoverable value of those assets to a sum lower than their book value. If there is any such indication, the recoverable amount of the asset is calculated in order to determine the potential scope of the impairment loss. Should the asset not generate cash flows independent from other assets, the Company calculates the recoverable amount of the cash generation unit to which the asset belongs.

- The recoverable value of the assets is whichever is the greater of their fair value less costs of sale and their value in use. Calculation of the value in use is performed in accordance with the future cash flows which are expected to be derived from use of the asset, expectations regarding possible variations in the sum or distribution over time of flows, the value of money over time, the price to be paid in order to cover the uncertainty connected with the asset and any other factors which those involved in the market would take into consideration in valuing the future cash flows connected with the asset.
- In the event that the estimated recoverable value is lower than the net book value of the asset, the corresponding impairment charge is recorded against the income statement, with the book value of the asset being written down to its recoverable sum.
- Following recognition of the impairment evaluation correction or reversal thereof, amortisations for subsequent fiscal years are adjusted in accordance with the new book value.
- Notwithstanding the above, if the specific circumstances of the assets highlight an irreversible loss, this is recognised directly under losses derived from fixed assets in the income statement.
- In the 2011 fiscal year the Company did not register any tangible fixed asset impairment losses.

4.3 Leases

- Leases are classified as financial leases provided the corresponding conditions establish that the risks and benefits inherent in ownership of the asset covered by the agreement are substantially transferred to the lessee. All other leases are classified as operational leases.

The regulations in force provide that the cost of the leased assets should be accounted for in the balance sheet in accordance with the nature of the asset covered by the contract, along with simultaneous entry of a liability for the same sum. This sum will be whichever is the lesser of the fair value of the leased asset and the current value at the outset of the lease of the minimum agreed sums, including the purchase option, where there is no reasonable doubt that this will be exercised. The calculation does not include contingent payments, the cost of services or any taxes charged by the lessor.

Assets registered under this type of operation are amortised in accordance with the same criteria as those applied to tangible assets as a whole, in accordance with their nature.

Financial lease contracts have been directly included as an asset of the Company with the debt owed to the creditor entered under the liabilities. Interest is incorporated directly as an expense as the corresponding instalments are subsequently settled.

For operational lease operations, ownership of the leased asset, and in substantial terms all risks and benefits attaching to the asset, remain with the lessor.

LAURA MORENO MARÍN
TRADUCTORA-INTÉRPRETE JURADO DE INGLÉS
Avda Hispanoamérica, 7, 30320 Fuente-Álamo
Teléfono. (+34) 655030452
laura@kyotraducciones.com

If the Company acts as lessee, the costs of the lease are charged on a straight-line basis against the income statement in accordance with the agreements and the lifespan of the contract

- For those fixed assets leased to the Company, the assets acquired by means of a financial lease are recorded in accordance with the nature thereof, on the basis of whichever is the lower of the fair value of the asset and the present value at the outset of the lease of the minimum agreed payments, with a financial liability being entered in the accounts for the same sum. Lease payments are distributed between financial costs and a reduction in the liability. Assets are subject to the same amortisation, impairment and deregistration criteria as all other assets of the same nature.

Payments for operational leases are recorded as expenses in the profit and loss account when accrued.

- For those fixed assets which the Company leases to third parties, the revenues derived from the operational leases are recorded in the income statement when they accrue. The indirect costs attributable to the contract are included as an increase in the value of the leased asset and recognised as an expense over the period of the contract, applying the same criteria as employed in the recognition of lease revenue.

4.4 Swaps

- In swaps of a commercial nature the tangible fixed assets received are valued in accordance with the fair value of the asset handed over plus any monetary consideration handed over in exchange, unless there is clear evidence of the fair value of the asset received, subject to the limit thereof.
- A swap is deemed to be commercial in nature if
 - The risk, calendar and sum of the cash flows from the fixed asset received are different from the configuration of the cash flows of the asset handed over, or
 - The present value of the cash flows after tax of the activities of the Company covered by the swap is modified as a result of the swap.
- If the swap is not commercial in nature or if it is impossible to establish a reasonable estimate of the fair value of the elements which are involved in the transaction, the tangible fixed assets received are valued in accordance with the book value of the asset handed over, plus, where applicable, any monetary consideration which may have been handed over in exchange, subject to the limit, provided this is available, of the fair value of the fixed asset received, if this is lower.

4.5 Financial instruments

The company lists under financial instruments all contracts which give rise to a financial asset in a company and, at the same time a financial liability or an equity instrument in another company. The following are therefore considered to be financial instruments. This rule is the result of the application of the following:

a) Financial assets

- Cash and other equivalent liquid assets
- Credit for trading operations, customers and other debtors,

LAURA MORENO MARÍN
TRADUCTORA-INTÉRPRETE JURADO DE INGLÉS
Avda Hispanoamérica, 7, 30320 Fuente-Álamo
Teléfono. (+34) 655030452
laura@kyotraducciones.com

- Third party credit such as loans and other financial credit obtained, including those resulting from the sale of non-current assets,
- Values representing debts of other acquired companies, such as duties, bonds and promissory notes,
- Equity instruments from other acquired companies, shares, participations in collective investment institutions and other equity instruments,
- Derivatives with a favourable valuation for the company these include futures, options, swaps and sale and purchase of overseas currency with deferred payment, and
- Other financial assets, such as deposits in credit institutions, advance payments and credit to staff, deposits and down payments, receivable dividends and payouts required for own equity instruments

b) Financial liabilities

- Debit for trading operations suppliers and creditors,
- Debts with credit institutions,
- Duties and other negotiable values, such as bonds and promissory notes,
- Derivatives with an unfavourable valuation for the company these include futures, options, swaps and sale and purchase of overseas currency with deferred payment,
- Special debts, and
- Other financial liabilities, third party debt, such as financial loans and credit received from persons or organisations other than credit institutions include those arising from the purchase of non-current assets, deposits and down payments received and payouts required by third parties for participations

c) Own equity instruments all financial instruments included as part of the company's own funds, such as normal shares

4 5 1 Long term financial investments.,

- Loans and accounts receivable are recorded at their amortised cost, corresponding to the cash handed over, less any repayments of the principal which may have been made, plus the interest which has accrued and not been received in the case of loans, and at the present value of the consideration given in the case of accounts receivable The Company records the corresponding provisions on the basis of the difference between the sum to be recovered from the accounts receivable and the book value for which they are recorded
- Investments maintained until maturity are values representing debt, with a fixed maturity date, fixed or fixable receivable amounts, which are traded on an active stock market and which the company intends, and is able, to retain until maturity These are accounted for based on their amortised cost
- Financial assets registered at fair value with changes in results

The Company classifies financial assets and liabilities at their fair value, with changes in the income statement, at the initial point of recognition only if

- this eliminates or significantly reduces the accounting non-correlation between financial assets and liabilities or

LAURA RODRIGUEZ GARCIA
 TRADUCTORA INTERPRETE JURADO DE INGLÉS
 Avda Hispanoamérica, 7, 30320 Fuente-Álamo
 Teléfono (+34) 655030452
 laura@kyotraducciones.com

and the item hedged attributable to the risk hedged are recognised in the income statement

- The part of the profit or loss from the cash flow hedging instrument is recognised on a transitory basis in the net worth, being allocated to the income statement during the fiscal year or years when the planned hedged operation would affect the result, unless the hedge corresponds to a planned transaction which ends with recognition of a non-financial asset or liability, in which case the sums recorded under the net worth are included in the cost of the asset or liability when it is acquired or assumed
- Operations to hedge net investments in businesses abroad in dependent, multi-group or associated companies are treated as fair value hedges on the basis of the exchange rate component

4.7 Stock

Stock is valued at its acquisition price or production cost. The acquisition price is the amount invoiced by the supplier, less any discounts and interest included in the nominal amount of debit plus extra expenses incurred in order for stock to be ready for sale, shipping, customs duties, insurance and other expenses attributable to the acquisition. As regards production cost, stock is valued by adding to the cost of raw materials and other consumables, the costs directly attributable to the product and the part which reasonably corresponds to the costs indirectly attributable to the produce.

- The Company uses the pondered average cost for assigning value to stock
- The direct taxes charged for stock are only included in the acquisition price or production cost when they are not directly recoverable from the Tax Office
- Given that the Company's stock does not require more than a year in order to be ready for sale, no financial expenses are included in the acquisition price or production cost
- Advance payments to suppliers for future stock supplies are valued by cost
- The valuation of obsolete, faulty or slow-moving produce is reduced to its possible market value
- When the net market value of stock is lower than its acquisition price or production cost, the relevant corrections are made, recognising this as an expense on the income statement
- If the circumstances resulting in the correction of stock value cease to exist, the corrected amount is listed as a reversion, noted as income on the relevant income statement

4.8 Operations undertaken in foreign currency

- Operations undertaken in foreign currency are recorded in the Company's operating currency (euros) at the exchange rate in force at the time of the transaction. During the fiscal year the differences which occur between the exchange rate entered in the accounts and that which is in force on the date of collection or payment are recorded as financial results in the income statement. The Company did not change its operating currency (the euro) during the fiscal year
- Meanwhile, on 31 December each year balances receivable or payable originating

LAURA MORENO MARÍN
TRADUCTORA-INTERPRETE JURADO DE INGLÉS
Avda. Hispanoamérica, 7, 30320 Fuente-Álamo
Teléfono (+34) 655030452
laura@kyotraducciones.com

in foreign currencies are converted at the exchange rate at the close Valuation differences which arise are recorded as financial results in the income statement

4 9 Tax on profits

- The current tax expenditure is determined using the sum of current tax expenses and deferred taxes. Current tax expenditure is established by applying the tax rate in force for profits, and thus reducing the result by the amount of bonuses and general deductions applied during the period
- Assets and liabilities for deferred taxes arise from temporary differences defined as the amounts expected to be payable or recoverable in the future and which result from the difference between the accounted value of assets and liabilities and their taxable base. These amounts are recorded applying the tax rate at which it is expected to recover or liquidate them to the temporary difference
- Assets for deferred taxes also arise as a result of negative taxable bases pending compensation and credit for tax deductions which have been generated and not applied
- The relevant liabilities for deferred taxes for all taxable temporary differences are recorded, except the temporary difference resulting from the initial recognition of a trading fund or the initial recognition (except in combined businesses) of other assets and liabilities in an operation which do not affect the fiscal or accounts results
- Assets from deferred taxes, meanwhile, identified with deductible temporary differences, are only recorded if it is considered probably that the company will in the future have sufficient tax gains against which to make them effective and that these do not originate from the initial recognition of other assets and liabilities in an operation not affecting either the tax result or the accounts. All other assets for deferred taxes (negative taxable bases and deductions pending compensation) are only recorded if it is considered probable that the Company in the future will have sufficient tax gains against which to make these effective
- Upon the close of each financial year, all recorded deferred taxes are reviewed, both assets and liabilities, in order to check that they remain valid, and the necessary corrections are made according to the results of the analysis
- The expenditure or income for deferred tax corresponds to the recognition and cancellation of assets and liabilities for deferred tax, and, where applicable, for recognition and imputation of the Income Statement for income directly imputable to net equity resulting from the accounting of deductions and other tax advantages of subsidies

4 10 Income and expenditure.

- Income and expenditure are allocated according to the accrual basis, independently of when the resulting cash or finance flow occurs
- However, the Company only accounts for the profits realised upon the close of the financial year, insofar as foreseeable risks and losses, even when uncommon, are accounted for as soon as they arise
- Income from the sale of goods or services is listed with the fair value of the consideration received or to be received as a result. Discounts for prompt payment, for bulk purchase or other types of discounts, and interest included in nominal credit amounts, are listed as a reduction of these amounts. However the Company

LAURA MORENO MARÍN
TRADUCTORA INTERPRETE JURADO DE INGLÉS
Avda. Hispanoamérica, 7, 30320 Fuente-Álamo
Teléfono (+34) 655030452
laura@kyetraducciones.com

includes interest included in trading credit with maturity of no more than one year although there is no contractual interest rate, when the effect of not updating cash flows is insignificant

- Discounts granted to customers are included at the time it is expected that the conditions required will be met, as a reduction in sales income
- Advance payments for future sales are valued at the amount received

4 11 Provisions and contingencies

- Debentures existing on the date of the balance sheet resulting from past events from which damage may be caused to Company equity with an indeterminate cancellation date are listed on the balance sheet as provision for the actual value of the most likely amount that it is estimated the Company will have to pay out in order to cancel the debenture
- The compensation due from third parties upon liquidation of the debenture does not result in a reduction of the debt, notwithstanding the inclusion of the relevant right to payment among Company assets, provided there are no doubts as to whether that payment will be received, listing that asset for an amount no greater than the debenture included in the accounts

4 12 Environmental equity

- The Directors confirm that the Company has no liabilities, expenses, assets, provisions or contingencies of an environmental nature which may be of significance to equity, the financial situation and the results thereof

4.13 Criteria used for recording and valuation of staff expenditure

- There is no remuneration for services rendered which gives rise to liabilities for long term payment
- Except where there is a justified cause, companies are obliged to indemnify employees who cease their services
- Given the absence of any foreseeable need for exception termination of employment, and given that no indemnity payment is due to employees who retire or cease work voluntarily, any indemnity payments are charged to expenses at the time the decision to make redundancy effective is made

4 14 Subsidies, donations and legacy

- Non-repayable capital grant are valued at the amount awarded, initially recorded as income directly linked to profit or loss in proportion to the depreciation occurring during the period for assets financed using these subsidies, except in the case of non-depreciating assets, in which case these are charged to the profit or loss for the financial year in which the disposal thereof takes place.
- Whenever subsidies are repayable, they are accounted for as long term debts, which may be transformed into subsidies
- When subsidies are awarded to cover specific expenses, they are accounted for as income for the financial year during which the expenses they finance are paid

LAURA MORENO MARÍN
TRADUCTORA-INTÉRPRETE JURADO DE INGLÉS
Avda Hispanoamérica, 7, 30320 Fuente-Álamo
Teléfono (+34) 655030452
laura@kye-traducciones.com

4 15 Combinations of businesses

- On the date of acquisition, the identifiable assets acquired and the liabilities assumed will, in general, be recorded in accordance with their fair value, provided that this fair value can be sufficiently reliably measured, along where applicable with the corresponding goodwill or negative difference

4 16 Joint businesses

- The Company recognises in its balance sheet and in its income statement the proportional part corresponding to it, in accordance with the percentage of the stake, of assets, liabilities, revenue and expenditure incurred through the joint business
- Likewise, the statement of changes in net worth and statement of cash flows of the Company also include the proportional part of the sums of the items of the joint business which correspond to it in accordance with the percentage stake
- Results not realised as a result of transactions with joint businesses have been eliminated, in accordance with the proportional stake corresponding to this Company Likewise, the sums of reciprocal assets, liabilities, revenue and expenditure have also been eliminated

4 17 Criteria used in operations between related parties

- Operations between companies belonging to the same group, independently of the level of connection, are entered according to the general criteria Items subject to transactions completed are initially entered at their fair value They are subsequently valued as per the individual criteria established for the accounts in question
- These criteria for valuation affects the involved parties indicated in the Rules for Recording and Valuation nº 13 of the General Accounting Plan In this regard
 - a) A company is understood to form part of a group when both share a direct or indirect control mechanism, equivalent to that set forth in art 42 of the Commercial Code, or when the companies are run in any way by one or more legal personalities acting jointly, or which fall under the same management as a result of agreements of statutory clauses
 - b) A company will be understood as an associate when, without being a group company as indicated above, the dominant company or individuals have significant influence over that company, as is set forth in detail in the aforementioned Rules for Recording and Valuation nº 13.
 - c) A party is considered linked to another when one of the two exercises, or has the possibility of exercising, directly, indirectly or by virtue of agreements or pacts between subsidiaries or stakeholders, control over another, or has other significant influence over financial decisions and the running of the other party, as is set forth in detail in the Rules for Recording and Valuation nº 15
- Classification as parties related to the Company, in addition to group, associated and multi-group companies, also covers natural persons who directly or indirectly hold any stake in the voting rights of the Company, or its dominant company, which would allow them to exert over one or the other a significant influence, along with their direct family relatives, the company's key staff or that of its dominant entity (natural persons with authority and responsibility for planning, management and

LAURA MORENO MARÍN
TRADUCTORA INTERPRETE JURADO DE INGLÉS
Avda Hispanoamérica, 7, 30320 Fuente-Álamo
Teléfono (+34) 655030452
laura@kyotraducciones.com

control of corporate activities, whether directly or indirectly), including Directors and Executives, along with their direct family relatives, in addition to entities over which the aforementioned individuals could exert significant influence. The definition of related parties likewise applies to companies which share any director or executive with the Company, unless the latter party does not exert any significant influence over the financial and operating policies of both, and, where applicable, the direct family relatives of the natural persons representing the Company Director, if a legal entity.

4.18 Interrupted operations

- The Company recognises as such those components which have been disposed of or classified as held for sale and which fulfil any of the following characteristics:
 - a) They represent a business line or geographical area of operations
 - b) They form part of an individual and coordinated plan of disposal
 - c) It is a dependent company acquired solely for the purpose of being sold
- Revenue and expenditure connected with the aforementioned operations will be valued and recognised in accordance with the nature of each of the stated revenues and expenditures, being classified separately in the income statement.

5. Property plant and equipment.

- The movement for the year in property plant and equipment is as follows:

Statement of movements in TANGIBLE FIXED ASSETS	Technical installations and other tangible fixed assets
A) GROSS INITIAL BALANCE, FISCAL 2010	1,159,870 33
(+) Remaining entries	377,017 73
(-) Removals, cancellations or reductions	-55,795 00
B) GROSS FINAL BALANCE, FISCAL 2010	1,481,093 06
C) GROSS INITIAL BALANCE, FISCAL 2011	1,481,093 06
(+) Remaining entries	567,575 10
D) GROSS FINAL BALANCE, FISCAL 2011	2,048,668 16
E) CUMULATIVE AMORTISATION, INITIAL BALANCE FISCAL 2010	201,490 00
(+) Provision for amortisation for the fiscal year	131,508 52
F) CUMULATIVE AMORTISATION, FINAL BALANCE FISCAL 2010	332,998 52
G) CUMULATIVE AMORTISATION, INITIAL BALANCE FISCAL 2011	332,998 52
(+) Provision for amortisation for the fiscal year	196,589 32
H) CUMULATIVE AMORTISATION, FINAL BALANCE FISCAL 2011	529,587 84
NET BOOK VALUE, FINAL BALANCE FISCAL 2011	1,519,080 32

- No dismantling, withdrawal or rehabilitation costs have been estimated
- No circumstances have arisen resulting in a significant incident affecting the current financial year or future years with regard to the estimated cost of dismantling, withdrawal or rehabilitation, useful life and amortisation methods
- No property, plant and equipment have been acquired from group companies or associates

LAURA MORENO MARÍN
 TRADUCTORA-INTÉRPRETE JURADO DE INGLÉS
 Avda. Hispanoamérica, 7, 30320 Fuente-Álamo
 Teléfono (+34) 655030452
 laura@kyotraducciones.com

- There are no investments in property plant and equipment overseas
- During the financial years no financial expenses have been capitalised
- No value adjustments have been made for property plant and equipment
- There is no property, plant or equipment not used for business purposes
- There is not property plant or equipment which has been fully amortised and remains in use
- There is no property, plant or equipment put up as guarantee or security, or any restrictions to ownership
- The subsidies, donations and legacy received with relation to property plant and equipment are the different operating schemes described in the note on subsidies
- At 31st December 2011 no firm commitments have been made for the sale or purchase of any fixed assets
- Other important circumstances which affect property plant and equipment are as follows
 - Necessary insurance for property, plant and equipment
 - No legal proceeding related to property, plant and insurance
 - No charges
- At 31st December 2011, the item for property, plant and equipment on the annual accounts does not include leasehold property
- No property, plant or equipment has been disposed of or delisted, therefore no expenses or income is included under this item
- It is company policy to take out insurance to cover all possible risks affecting property, plant and equipment. The Executive Committee reviews annually, or when otherwise necessary, the coverage and the risks insured, and agrees the amounts which can be reasonably covered for the following year

6. Intangible fixed assets.

- The movement for the year in intangible fixed assets is as follows

Statement of movements in INTANGIBLE FIXED ASSETS	IT applications
A) GROSS INITIAL BALANCE FISCAL 2010	126.50
(+) Remaining entries	0.00
(-) Removals, cancellations or reductions	0.00
B) GROSS FINAL BALANCE, FISCAL 2010	126.50
C) GROSS INITIAL BALANCE FISCAL 2011	126.50
(+) Remaining entries	0.00
(-) Removals, cancellations or reductions	0.00
D) GROSS FINAL BALANCE, FISCAL 2011	126.50
E) CUMULATIVE AMORTISATION, INITIAL BALANCE FISCAL 2010	99.15
(+) Provision for amortisation for the fiscal year	27.35
F) CUMULATIVE AMORTISATION, FINAL BALANCE FISCAL 2010	126.50
G) CUMULATIVE AMORTISATION, INITIAL BALANCE FISCAL 2011	126.50
(+) Provision for amortisation for the fiscal year	0.00
H) CUMULATIVE AMORTISATION, FINAL BALANCE FISCAL 2011	126.50

LAURA MORENO MARÍN
 TRADUCTORA INTERPRETE JURADO DE INGLÉS
 Avda. Hispanoamérica, 7, 30320 Fuente-Álamo
 Teléfono (+34) 655030452
 laura@kyotraduccion.es.com

NET BOOK VALUE, FINAL BALANCE FISCAL 2011	0 00
---	------

- The amortisation of items of intangible fixed assets is included in a linear fashion throughout their useful life and they are amortised at 33 per cent. The intangible assets are computer programmes
- No circumstance has arisen resulting in a significant incident during the financial year or for the following year which affects residual value, useful life, or amortisation methods
- No intangible assets have been acquired from group companies, there are no overseas assets and all assets are used for business purposes
- The intangible fixed assets currently in use are totally amortised
- No intangible fixed assets have been put up as guarantee or security, nor are there any restrictions on ownership
- No subsidies, donations or legacy has been received in relation to intangible fixed assets
- The company has not made any value adjustments to intangible fixed assets
- At 31 December 2011 there are no commitments in place for the sale or purchase of intangible fixed assets
- No intangible fixed assets have been disposed during the financial year

7. Leaseholds and other similar operations.

- The Company does not have in place any financial operational lease contracts
- The details regarding leases in which the Company is the lessee are as follows

Operational leases - Information on the lessee	FY 2011	FY 2010	FY 2009
Sum of minimum future payments as a result of operational leases which cannot be cancelled, of which			
– Up to one year	497,342 30	59,900 00	59,276 12
– Between one and five years	203,735 15	102,708 33	115,250 00
– More than five years	0 00	0 00	0 00
Minimum lease risks recognised as expenses for the period	938,326 27	122,582 73	65,034 15
Contingent instalments recognised as expenses for the period	0 00	0 00	0 00

- The leaseholds are for the United Kingdom premises and warehouses used for handling the produce collected, and the major agreements made can be summarised as follows
 - The contract is valid until 1st June 2013, with a clause allowing renewal upon agreement between the parties
 - Rent is increased in line with inflation
 - There are no restrictions imposed upon the Company under the leasehold agreement,

8. Financial instruments.

8.1 Information regarding the relevance of financial instruments on the financial situation and business results

a) Categories of financial assets and liabilities:

LAURA MORENO MARÍN
 TRADUCTORA-INTÉRPRETE JURADO DE INGLÉS
 Avda Hispanoamérica, 7, 30320 Fuente-Álamo
 Teléfono (+34) 655030452
 laura@kyotraducciones.com

- The book value of each of the categories of financial assets and liabilities indicated in the ninth rules of recording and valuation, as per the following structure

a.1) Financial assets, except for investments in group company, multi-group and associate equity.

The information for financial instruments on the list of long term company assets, listed by category is

Long-term financial assets, excluding investments in the assets of group, multi-group and associated	TYPES					
	Asset instruments		Other Derivative Credits		TOTAL	
	FY 2011	FY 2010	FY 2011	FY 2010	FY 2011	FY 2010
Investments held until maturity	104,648 66	24,885 80	3,005 00	3,005 00	107,653 66	27,390 80
TOTAL	104,648 66	24,885 80	3,005 00	3,005 00	107,653 66	27,390 80

Information on financial instruments listed under the assets on the Company's balance sheet in the short term, without taking into consideration cash and other equivalent assets, classified by category, is set out below

Short-term financial assets, excluding investments in the assets of group, multi-group and associated (3)	TYPES					
	Asset instruments		Other Derivative Credits		TOTAL	
	FY 2011	FY 2010	FY 2011	FY 2010	FY 2011	FY 2010
Loans and items receivable	30,344 50	30,344 50	146,157 53	27,743 53	176,502 32	58,088 03
TOTAL	30,344 50	30,344 50	146,157 53	27,743 53	176,502 32	58,088 03

(3) Cash and other equivalent assets are not included in the chart

a.2) Financial liabilities.

The long term financial instruments listed by categories for company liabilities are,

Long-term financial liabilities	Amounts owed to credit institutions	
	FY 2011	FY 2010
Debts and items payable	21,000 00	0 00

The information for financial instruments on the list of short term company liabilities, listed by category is

Short-term financial liabilities.	TYPES					
	Amounts owed to credit institutions		Debentures and other negotiable securities		TOTAL	
	FY 2011	FY 2010	FY 2011	FY 2010	FY 2011	FY 2010
Debts and items payable	6,890,434 92	4,490,912 8	2,643 85	51,648.1	6,893,078 7	4,542,561 06

b) Classification by maturity.

- The classification by maturity of company financial assets, of the amounts due to mature in each year after the close of this period, and until final maturity, is as follows

Maturity of financial asset	Maturity in years						TOTAL
	Y 1	Y 2	Y 3	Y 4	Y 5	Beyond 5	
Financial investments	176,502.32	24,885 80	0.00	0.00	0.00	3,005.00	204,393.12
Asset instruments	0 00	24,885 80	0 00	0 00	0 00	0 00	24,885.80
Credits to third parties	30,344 50	0 00	0 00	0 00	0 00	0 00	30,344.50
Other financial assets	146,157.82	0 00	0 00	0 00	0 00	0 00	146,157.82
Other investments	0 00	0 00	0 00	0 00	0 00	3,005.00	3,005.00
Advances to suppliers	76,903 00	0 00	0 00	0 00	0 00	0 00	76,903 00
Trade debtors and other Accounts	14,653,276.20	0 00	0 00	0 00	0 00	0 00	14,653,276.20
Clients sales and services	12,805,050.75	0 00	0 00	0 00	0 00	0 00	12,805,050.75

TRADUCTORA-INTERPRETE JURADO DE INGLÉS
Avda Hispanoamérica, 7, 30320 Fuente-Alamo
Teléfono (+34) 655030452
laura@kyotraducciones.com

Clients, group and associated	1,848,224.45	0.00	0.00	0.00	0.00	0.00	1,848,224.45
TOTAL	14,829,777.52	24,885.80	0.00	0.00	0.00	3,005.00	14,857,668.32

- The classification by maturity of company financial liabilities, of the amounts due to mature in each year after the close of this period, and until final maturity, is as follows

Maturity of financial liability instruments at the close of the fiscal year	Maturity in years						TOTAL
	Y 1	Y 2	Y 3	Y 4	Y 5	Beyond 5	
Debts	6,893,078.77	0.00	0.00	0.00	0.00	0.00	6,893,078.77
Amounts owed to credit institutions	6,890,434.92	0.00	0.00	0.00	0.00	0.00	6,890,434.92
Other financial liabilities	2,643.85	0.00	0.00	0.00	0.00	0.00	2,643.85
Debts with group and associated	0.00	919,050.81	0.00	0.00	0.00	0.00	919,050.81
Trade creditors and other accounts	9,998,115.78	0.00	0.00	0.00	0.00	0.00	9,998,115.78
Suppliers	816,457.35	0.00	0.00	0.00	0.00	0.00	816,457.35
Suppliers, group and associated	1,030,693.25	0.00	0.00	0.00	0.00	0.00	1,030,693.25
Sundry creditors	5,974,693.25	0.00	0.00	0.00	0.00	0.00	5,974,693.25
Staff	107,796.12	0.00	0.00	0.00	0.00	0.00	107,796.12
Advances to clients	2,066,475.79	0.00	0.00	0.00	0.00	0.00	2,066,475.79
TOTAL	18,889,194.63	919,050.81	0.00	0.00	0.00	0.00	17,808,245.34

c) Corrections for depreciation in value due to credit risk.

- The analysis of movement in corrections representing loss of value due to credit risk is as follows

Value impairment corrections based on credit risk	Credits, derivatives and others (1)	
	Long term	Short term
Loss through impairment at start of fiscal 2010	0.00	219,649.57
(+) Impairment valuation correction	0.00	0.00
Loss through impairment at start of fiscal 2011	0.00	219,649.57
(+) Impairment valuation correction	0.00	0.00
Loss through impairment at end of fiscal 2011	0.00	219,649.57

(1) Including impairment corrections caused by the credit risk under "Trade debtors and other accounts receivable"

d) Non-payment and breach of contract conditions

- During the financial year there have been no incidents of non-payment of capital or interest for any of the above debts

8.2 Other information

a) Group companies, multi-group and associates.

- The Company does not have any form of investment in companies considered to be group, multi-group or associated entities

b) Other information.

- At 31st December 2011 there are no firm commitments for the sale or purchase of financial assets
- Other key circumstances affecting financial assets are that there are no garnishee orders or legal proceeding relating thereto
- The limits on discount facilities for 2010 is as follows
- The limits on discount facilities were as follows as of 2011

LAURA MORENO MARÍN
 TRADUCTORA-INTERPRETE JURADO DE INGLÉS
 Avda Hispanoamérica, 7, 30320 Fuente-Álamo
 Telefono (+34) 655030452
 laura@kyotraducciones.com

Credit institutions	Limit granted	Drawn	Available
Total discount facilities	8,330,000 00	6,678,015 99	1,651,984 01
Total credit facilities	200,000 00	198,235 95	1,764 05

- The limits on discount facilities were as follows as of 2010:

Credit institutions	Limit granted	Drawn	Available
Total discount facilities	5,195,000 00	4,331,953 34	863,046 66

- At 31 December 2011 there are indirect risks of 110,000 00 euros belonging to financial operations with other companies of the OPFH.

8.3 Own funds

- Share capital amounts to 6,042 00 euros in nominal shares and is broken down as follows

Tax ID	Name	Registered Office	Capital Share	% Part.
B-30 387 609	Tierras de Cartagena, SL	Cr Pozo Aledo km 4 Dolores de Pacheco (Murcia)	1,500 00	24 83%
B-30 729,685	Cultivos Hortícolas de Andalucía, SL	Ci Borroeta 51-Puebla de Don Fadrique (Granada)	1,500 00	24 83%
B-30 511,463	Semilleros Fuente Álamo SL	Paraje Los Cegarras 1 Valladoises (Murcia)	1,200 00	19 86%
B-30 253 330	Agromem, SL	Cr Pozo Aledo-La Puebla Dolores de Pacheco	1,200 00	19 86%
B-30 719 314	Agroescobar ocho, SL	Ci Juan Valera 1-Santa Ana (Cartagena)	300 00	4 97%
B-30 711436	M E Rosmar, SL	Ci Lechuza 30-Rozo Estrecho (Cartagena)	300 00	4 97%
22,961,098-Z	Hernández Solano, Juan		6 00	0 10%
22,963,480-G	Lujan Martínez, María Carmen		6 00	0 10%
B-73 485 435	Asesoría y Proyectos Marsan SLN	Callejón Laurel 24 (Murcia)	6 00	0 10%
45,716,558-P	Rubio Fernández, Beatriz		6 00	0 10%
B-30 698 518	Agrícola Campomar SL	CL Purísima s/n El Mirador- San Javier (Murcia)	6 00	0 10%
	Sun Salads Limited	Craneview Holw ell Cranborne Dorset UK	6 00	0 10%
	Lagmead Farms Limited	Bosham-Chichester-West Sussex UK	6 00	0 10%
Total			6,042 00	100 00%

- The following circumstances restrict the availability of reserves The Legal Reserve, under Spanish Law 27/1999, of 17 July, on Cooperatives, is not distributable to subsidies
- Upon the application of surplus, before tax, at least 20% of profit must be allocated to the Legal Reserve, and 5% to the Fund for Promotion and Education Of external profit, at least 50% must be allocated to the Legal Reserve

9. Stock.

- The stock inventory at 31 December 2011 is as follows

	FY 2011	FY 2010
Trade	175,433 97	207,260 75
Raw materials and other supplies	366,606 91	0 00
Product underway	1,211,931 78	1,357,191 28
By-products, waste and specified risk material	0 00	0 00
Advance to suppliers	76,903 00	48,192 58
Total	1,830,875 66	1,612,644 61

- No financial expenses have been capitalised within the stock from the harvest season in progress
- Binding sale and purchase commitments are derived from the contracts of OPFH itself as the organisation which markets the produce of its members
- There are no circumstances which may affect ownership or availability of stock
- The company has insurance to cover the recoverability of net book value of stock in case of loss

LAURA MORENO MARÍN
 TRADUCTORA-INTÉRPRETE JURADO DE INGLÉS
 Avda Hispanoamérica, 7, 30320 Fuente-Álamo
 Teléfono (+34) 655030452
 laura@kyotraducciones.com

10 Foreign currency.

- The sum total of asset and liability elements denominated in foreign currency, including a breakdown of the most significant assets and liabilities classified by currency, is detailed in the following table

Assets and liabilities denominated in foreign currency	FY 2011		FY 2010	
	Euros	Currency	Euros	Currency
B) CURRENT ASSETS				
5 Cash and other equivalent liquid assets	15,066 64	12,717 00	74 40	59 52

- The sums corresponding to purchases, sales and services received and provided denominated in foreign currency are

Sales and services received and provided denominated in foreign currency	FY 2011		FY 2010	
	Euros	Currency	Euros	Currency
Purchases	28,463,192 20	Sterling pounds	24,624,732 32	Sterling pounds
Sales	28,998,317 17	Sterling pounds	24,672,924 90	Sterling pounds

11. Tax situation.

- The difference in the tax on profit between net revenues and expenses in the year 2011 to the income tax base is

Reconciliation of net revenues and expenses in the year to the income tax base	Cooperative Result			Extraordinary Result		
	Increases	Decreases	Net effect	Increases	Decreases	Net effect
Income/expenditure Balance for the	49,441 59			3,727 41		
Corporate tax	4,365 59	0,00	4,365 59	0,00	0 00	0,00
Permanent differences	0 00	30,508 20	-30,508 20	0 00	0 00	0 00
Legal Reserve	0 00	5,663 86	-5,663 86	0 00	931 85	-931,85
Temporary differences						
originating during the year	0 00	0 00	0 00	0 00	0 00	0,00
originating in previous years	0 00	0 00	0 00	0,00	0 00	0,00
Compensation of negative taxable		0 00			0 00	
Taxable base (tax result)	17,634,60			2,785 66		
Tax type	20%			30%		

- The difference in the tax on profit between net revenues and expenses in the year 2010 to the income tax base is

LAURA MORENO MARÍN
 TRADUCTORA-INTÉRPRETE JURADO DE INGLÉS
 Avda Hispanoamérica, 7, 30320 Fuente-Álamo
 Teléfono (+34) 655030452
 laura@kyotraduccion.es.com

Reconciliation of net revenues and expenses in the year to the income tax base	Cooperative Result			Extraordinary Result		
Income/expenditure Balance for the Year	33,554 43			3,569 98		
	Increases	Decreases	Net effect	Increases	Decreases	Net effect
Corporate tax	0 00	0 00	0 00	0 00	0 00	0 00
Permanent differences	1,583 68	5,033 16	-3 469,48	0 00	892 49	-892 49
Legal Reserve	0 00	0 00	0 00	0 00	0 00	0 00
Temporary differences						
-originating during the year	0 00	0 00	0 00	0 00	0 00	0 00
-originating in previous years	0 00	0 00	0 00	0 00	0 00	0 00
Compensation of negative taxable bases previous years	0 00			0 00		
Taxable base (tax result)	30,084 95			2 677 49		

- The permanent differences are due to certain non-deductible expenses and provisions
- No tax incentives have been applied during the year, and there are no tax incentives pending application in following years
- The general taxation rate in force remains unchanged from the previous fiscal year, for both cooperative and non-cooperative results, 20% and 30% respectively
- The past four financial years are open to tax inspection Tax declaration cannot be considered definitive until they prescribe or are accepted by the tax authorities and, independently of whether tax legislation is open to different interpretations The Directors estimate that any additional tax liability which may become evident in the light of any eventual tax inspection will not have a significant effect on the annual accounts as a whole
- The tax payable to different tax authorities, including retentions and advance tax payments, is broken down as follows

Description	FY 2011	FY 2010
Profits Tax Charge	4,365 59	-27,623 32
- Advance payments	-3,860 10	-4,109 48
- Withholding tax	0 00	0 00
- Deferred tax	0 00	31,073 25
- Tax paid in UK	0 00	-272 52
Difference payable(+)/refundable(-)	505 49	-932 07

- The balances owed to public authority bodies are as follows

Debit balances	FY 2011	FY 2010
-Tax Office Debt Corporation Tax		932 07
-Tax Office Debt VAT	6,090 67	126,987 62
-Tax Office Debt subsidies	149,759 99	177,669 88
- UK Tax Office Debt	72,993 95	
Total	228,844 61	305,589 57

- The balances receivable from public authority bodies are as follows:

LAURA MORENO MARÍN
 TRADUCTORA-INTÉRPRETE JURADO DE INGLÉS
 Avda Hispanoamérica, 7, 30320 Fuente-Álamo
 Teléfono (+34) 655030452
 laura@kvyotraducciones.com

Credit balances	FY 2011	FY 2010
-Tax Office Credit Corporation Tax	505 49	272 52
-Tax Office Credit VAT	18,418 42	0 00
-Tax Office Credit withholding tax	22,164 65	18,566 75
-Social Security body creditors	31,305 68	26,880 16
- UK Tax Office Debt	6,391 70	0 00
Total	78,785 94	45,719 43

11. Income and expenditure.

- Details of the profit and loss statement are as follows

Detail of Profit and Loss Statement	FY 2011	FY 2010
1 Merchandise	0.00	0 00
a) Purchases, net of returns and any discount, of which:	0 00	0 00
-national (raw materials)	0 00	0 00
-EU acquisitions	0 00	0 00
-imports	0 00	0 00
b) Variation of stock	0 00	0 00
2 Raw materials and other consumables	46,973,174.90	42 567 186,23
a) Purchases, net of returns and any discount, of which	47,162,695 53	42,811,332 48
-national (raw materials)	18,699,503 33	18,186,600 16
-EU acquisitions	28,463,192 20	24,624,732 32
-imports	0 00	0 00
b) Variation of stock	-189,520 63	-244,146 25
3 Company charges	252,205 17	337,641 00
a) Social Security payment by company	252,205 17	309,126 36
b) Pension contributions	0 00	0 00
c) Other charges (indemnity payments)	0 00	28,514 64
5 Income from outside normal business activities included under "other results"	7,979.36	-5,257 87
6 Restructuring expenses	0 00	0 00

- The income from outside normal business activities included under "other results" amounts to 7,979 36 euros

12. Provisions and contingencies.

- The movement for each item of the statement for this financial year is as follows:

Impairment losses due to credit risk	Credits, derivatives and others	
	Long-term provisions	Short-term provisions
Impairment losses at start of FY 2010	0 00	219,649 57
(+) impairment losses	0 00	0 00
Impairment losses at start of FY 2011	0 00	219,649 57
(-) impairment losses	0 00	0 00
Impairment losses at closing of FY 2011	0 00	219,649.57

LAURA MORENO MARÍN
 TRADUCTORA-INTÉRPRETE JURADO DE INGLÉS
 Avda Hispanoamérica, 7, 30320 Fuente-Álamo
 Teléfono (+34) 655030452
 laura@kyotraduccion.es

13. Environmental information

- Given the activity in which the Company is engaged, it has no liabilities, expenses, assets or provisions and contingencies of an environmental nature which could be significant with regard to its assets, financial situation and results. Specific breakdowns are not therefore included in the explanatory notes with regard to information on environmental issues.
- Any possible environmental contingencies which the Company could incur are covered by a civil liability insurance policy.

14. Subsidies, donations and legacy.

- The amount and nature of subsidies, donations and legacy received as included in the annual accounts, and those charged to the Income Statement are broken down as follows:

Subsidies, donations and legacy received, awarded by third parties other than subsidies	FY 2011	FY 2010
Appearing on the net equity statement	543,670 93	469,860 96
Included in Income Statement (1)	334,970 77	253,263 51

(1) Included operating grants charged as of the balance sheet date.

- The movement of the content in the statement subgroup, indicating initial and final balance and increases and decreases is broken down as follows:

Subsidies, donations and legacy received, awarded by third parties other than subsidies.	FY 2011	FY 2010
Appearing on the net equity statement	543,670 93	469,860 96
Included in Income Statement (1)	334,970 77	253,263 51

(1) Included operating grants charged as of the balance sheet date.

Subsidies, donations and legacy received as included in the annual accounts, awarded by third parties other than subsidies.		
	FY 2011	FY 2010
BALANCE AT START OF YEAR	469,860 96	497,137 37
(+) Received during the year	231,535 09	404,194 27
(+) Conversion of long term debt into subsidies	0 00	0 00
(-) Subsidies transferred to results for year	-103,435 68	-81,429 03
(-) Amounts returned	0 00	0 00
(+/-) Other movements	-54,289 44	-350,041 55
BALANCE AT END OF YEAR	543,670 93	469,860 96
LONG-TERM DEBTS TRANSFORMABLE INTO SUBSIDIES	0 00	0 00

- The subsidies received are awarded by FEAGA (Spanish Agricultural Guarantee Fund) and are intended for operating schemes pending completion at the close of year.

Grant details	Remaining balance 2011	Remaining balance 2010
Deferred income obtained	2,234.78	0.00
O F INVESTMENT GRANT 2007	113,982.23	168,308.82
O F GRANT 2008 CAPITAL	117,925.58	149,887.04
O F GRANT 2009 CAPITAL	65,369.49	69,664.64
O F GRANT 2010 CAPITAL	68,413.06	82,000.46
O F GRANT 2011 CAPITAL	175,745.80	0.00
Total	543,670.93	469,860.96

- The Company has been complying with the legal requirements imposed in order to obtain and maintain such subsidies

15. Events after close of year.

- No events have taken place after the close of the financial year which affect these annual accounts, or which could be of interest to users of the annual report

16. Operations with related parties.

- Information on operations with parties related to the Company in 2011 is indicated as follows.

	Stocks	B) CURRENT ASSETS		B) NON-CURRENT ASSETS		D) CURRENT LIABILITIES			
		1. Trade debtors and other receivables		Long-term debts					
Balance pending with related parties in FY 2011	Advance payments	c. Other debtors	e- Other financial assets	e- Other financial assets	Total	3 Trade creditors and other payable accounts	b Short-term provisions	d Staff	Total
Agrioola Campomar SL	0.00	19,095.99	19,095.99	0.00	0.00	0.00	-98.31	0.00	-98.31
Agroescobar Ocho SL	0.00	230,399.88	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Agromem, SL	0.00	112,514.87	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Asesora y Proyectos Marsan SLNU	0.00	0.00	0.00	0.00	0.00	-9,633.26	0.00	0.00	-9,633.26
Beatriz Rubio Fernandez	0.00	0.00	0.00	0.00	0.00	-219.48			-219.48
Cultivos Campofresco SL	0.00	0.00	0.00	0.00	0.00	0.00	-3,005.00	0.00	-3,005.00
Cultivos Hortícolas Andalucía, SL	0.00	543,990.16	0.00	319,050.81	319,050.81	0.00	0.00	0.00	0.00
Hernandez Solano, Juan Antonio	0.00	0.00	0.00	0.00	0.00	0.00	-11,934.29	0.00	-11,934.29
Langmead Farms Limited	0.00	0.00	0.00			0.00	-1,626,648.76	0.00	-1,626,648.76
Lujan Martinez, Maria Carmen	0.00	0.00	0.00	0.00	0.00	0.00	-4,667.05	-1,454.21	-6,121.26
ME Rosmar, SL	0.00	0.00	0.00	0.00	0.00	0.00	-832.00	0.00	-832.00
Semilleros Fuente Alamo SL	0.00	-12,500.00	0.00	0.00	0.00	0.00	-2,043,840.28	0.00	-2,043,840.28
Sun Salads Limited	0.00	0.00	0.00			0.00	0.00	0.00	0.00
Tierras de Cartagena, SL	0.00	954,723.57	0.00	600,000.00	600,000.00	-130,356.63	-33,035.65	0.00	-163,392.37
Total	0.00	1,848,224.45	19,095.99	919,050.81	-919,050.81	-140,208.43	-3,724,061.40	-1,454.21	-3,865,725.04

LAURA MORENO MARÍN
 TRADUCTORA-INTERPRETE JURADO DE INGLÉS
 Avda Hispanoamérica, 7, 30320 Fuente-Alamo
 Teléfono (+34) 655030452
 laura@kyatraduccion.es

Fiscal year 2011	Purchases	Sales	Services rendered	Services received	Total
Agrícola Campomar SL	1,013,540 98	214,654 10	0 00	0 00	1,228,195 08
Agroescobar 8 SL	150 056 40	74,793 08	0 00	0 00	224,849 48
Agromem SL	3,210 292 23	1,620 750 94	0 00	0 00	4 831,043 18
Asesoría y proyectos Marsan SLNU	9,262 75	0 00	21,051 09	0 00	30,313 84
Beatriz Rubio Fernández	211 05	0 00	0 00	0 00	211 05
Cultivos Campofresco SL	0 00	0 00	0 00	0 00	0 00
Cultivos Hortícolas de Andalucía SL	2,042,944,50	998 805 40	0 00	0 00	3,041,749 90
Hernández Solano Juan Antonio	34,329 28	0 00	0 00	0 00	34,329 28
Langmead Farms Limited	30,031,039 43	0 00	7 870 38	33,771.01	30,072,880 80
Lujan Martínez María Carmen	2,559 37	0 00	0 00	0 00	2,559 37
M. E. Rosmar SL	0 00	0 00	0 00	0 00	0 00
Semilleros Fuentealamo SL	3,092,407 70	0 00	351 27	0 00	3,092,758 97
Sun Salads Limited	0 00	0 00	0 00	0 00	0 00
Tierras de Cartagena SL	4,885,709 73	2,117,076 73	0 00	1,002 315 33	8,005,101 79
TOTAL	44,472,353 42	5,026,080 23	29,272 72	1 036 086.34	

- Information on operations with parties related to the Company in 2010 is indicated as follows

Fiscal year 2010	Purchases	Sales	Services rendered	Services received	Total
Agrícola Campomar SL	817 759 15	581 236 07	0 00	0 00	1 398 995.23
Agroescobar 8 SL	215,232.64	74,556 79	0 00	0 00	289,789 43
Agromem SL	3 997,913 73	1,710,762.13	0 00	0 00	5,708,675 86
Asesoría y proyectos Marsan SLNU	3,700 00	0 00	0 00	20,000 00	23 700 00
Beatriz Rubio Fernández	0 00	0 00	0 00	0 00	0 00
Cultivos Campofresco SL	0 00	0 00	0 00	0 00	0 00
Cultivos Hortícolas de Andalucía SL	2,082,078 13	1,189,406 04	0 00	0 00	3 271,484 17
Hernández Solano Juan Antonio	3 394 02	0 00	0 00	22,527.20	25,921 22
Langmead Farms Limited	23,938,409 80	24,026,184 68	0 00	0 00	47 666 594 45
Lujan Martínez María Carmen	4 329 36	0 00	0 00	0 00	4 329 36
M E Rosmar SL	0 00	0 00	0 00	0 00	0 00
Semilleros Fuentealamo SL	2,361,603 12	0 00	111,111.24	0 00	2 472 914 37
Sun Salads Limited	688,322 55	0 00	0 00	0 00	688,322.55
Tierras de Cartagena SL	4,647,999 33	0 00	3 266,457 68	6 600 00	7 921 057 07
TOTAL	38,758,941 90	27,584,145 70	3,377,568 93	49,127 20	

	Stocks	B) CURRENT ASSETS		D) CURRENT LIABILITIES			
		1 Trade debtors and other receivables		Short-term payables			
Balance pending with related parties in FY 2010	Advance payments	c Other debtors	Total	3. Trade creditors and other payable accounts	b Short-term provisions	d Staff	Total
Agrícola Campomar SL	0 00	80,811 73	80,811 73	42,439 68	153,333 71	0 00	195,773 59
Agroescobar Ocho, SL	0 00	71,037.97	71,037 97	0 00	0 00	0 00	0 00
Agromem SL	0 00	0 00	0 00	0 00	296,340 28	0 00	296,340 28
Asesoría y Proyectos Marsan SLNU	0 00	0 00	0 00	5,900 00	3,848 00	0 00	9,748 00
Cultivos Campofresco SL	0 00	0 00	0 00	3 005 00	0 00	0 00	3,005 00
Cultivos Hortícolas Andalucía, SL	0 00	31,707 99	31 707,99	1 091 85	12,436 53	0 00	13,528.38
Hernández Solano, Juan Antonio	0 00	0 00	0 00	0 00	3,658 75	0 00	3,658 75
Langmead Farms Limited	48,192 58	0 00	48,192.58	19,086 35	55,188.89		
Lujan Martínez, María Carmen	0 00	238 00	238 00	0 00	4,667.05	1,249 18	5,916 23
M E Rosmar, SL	0 00	0 00	0 00	0 00	832 00	0 00	832 00
Semilleros Fuente Alamo SL	0 00	118,469 50	118,469.50	1,248 281 66	353 069 33	0 00	1,601,350 99
Sun Salads Limited					2,960 66		
Tierras de Cartagena, SL	0 00	1,471,620 65	1,471,620.65	0 00	28,528.89	0 00	28,528 89
Total	48,192 58	1,773,886 84	1,822,078.42	1,319,804 74	814,882 09	1,249 18	2,235,938 01

LAURA MORENO MARÍN
 TRADUCTORA-INTÉRPRETE JURADO DE INGLÉS
 Avda Hispanoamérica, 7, 30320 Fuente-Álamo
 Teléfono (+34) 655030452
 laura@kyotraductoion.es

- The sums received by the members of the governing body of the Company are as follows

Sums received by members of the governing bodies	FY 2011	FY 2010
1 Salaries, expenses and other remuneration	37,955 64	35,422 22

- The inherent functions of senior management staff are exercised by the members of the Governing Board

17. Other information.

- The gender distribution at the close of the fiscal year of the Company's staff, broken down into a sufficient number of categories and levels, is as follows

Distribution of the Company's staff at the close of the fiscal year, by category and gender	Fiscal 2011	Fiscal 2010
- Directors	1	1
- Engineers and Trained Technicians	7	11
- Administrative Staff	5	4
- Foremen	14	11
- Agricultural labourers, tractor operators, drivers	52	52
Total	79	79

- The average number of staff employed during the fiscal year, divided by professional category, was as follows

Average number of persons employed over the course of the fiscal year, by category						
	Men		Women		Total	
	FY 2011	FY 2010	FY 2011	FY 2010	FY 2011	FY 2010
- Directors	1	1			1	1
- Engineers and Trained Technicians	4	4.99	3	6.24	7	11.23
- Administrative Staff	0	0	5	4	5	4
- Foremen	14	10.33	0	0	14	10.33
- Agricultural labourers, tractor operators,	25	68.31	30	36.89	55	105.2
Total	44	84.63	38	47.13	82	131.76

(1), including members of the Governing Board

- During the 2011 fiscal year the accounts auditors received the following fees, and did not invoice any group or associated companies for any item

Auditor's fees during fiscal year	FY 2011	FY 2010
Fees charged for accounts audit	5,000 00	4,000 00
Fees charged for other verification services	2,000 00	1,000 00
Total	7,000 00	5,000 00

- There are no risks undertaken by the Company not included elsewhere in the report or in the Annual accounts which may have a financial repercussion

18. Segment reporting.

- All income from company turnover results from the business activity of marketing of fruit and vegetables

- As regards geographical distribution of turnover, all sales are regional.

Relevant geographic market	Turnover	
	FY 2011	FY 2010
National	20,310,007 99	15,264,743 35

LAURA MORENO MARÍN
 TRADUCTORA-INTERPRETE JURADO DE INGLÉS
 Avda. Hispanoamérica, 7, 30320 Fuente-Álamo
 Telefono (+34) 655030452
 laura@kyotraducciones.com

Rest UE (UK)	28,998,317 17	24,672,924 90
TOTAL	49,308,325 16	39,937,668 25

19. Information regarding deferrals of payment made to suppliers. Third additional provision. "Duty of Disclosure": Act 15/2010, of 5 July 2010.

- The information regarding deferrals of payments to suppliers in trade operations is as follows:

** Within the maximum legal period Remainder Total payments in the financial year Weighted Average Payment Period Exceeded (days) Deferrals which at the date of close were in excess of the maximum legal period	Payments made and pending payment on the date of close of			
	FY 2011		FY 2010	
	Sum	% *	Sum	% *
	39,703,753 38	89 34%	0 00	#DIV/0!
	4,735,940 55	10 66%	0 00	#DIV/0!
	44,439,693 93	100 00%	0 00	100 00%
	61		0	
	3 994,590 99		0 00	
* Percentage of total ** The maximum legal payment period will in each case be that which applies in accordance with the nature of the goods or service received				

NOTE In the financial statements for the FY 2011, comparative information corresponding to payments for the financial year and the weighted average payment period exceeded will not be presented (as details of this information were not required in 2010), with the financial statements being classified as the initial statements solely for the purposes of application of the principle of uniformity and the requirement of comparability

[There are three signatures]

LAURA MORENO MARÍN
TRADUCTORA INTERPRETE JURADO DE INGLÉS
Avda Hispanoamérica, 7, 30320 Fuente-Álamo
Teléfono (+34) 655030452
laura@kyotraducciones.com

DIRECTORS' REPORT

Financial Year ending 31 December 2011

1. DEVELOPMENT OF THE COMPANY.

- Agroherni, S C L (*Limited Cooperative Company*), was incorporated in Cartagena as a Spanish Limited Cooperative company in a deed executed before Notary Public Eugenio Díaz Trenado, on 1 December 2005, under number 5113 of his files. Agroherni is listed on the Madrid register of Cooperative Companies, volume L-VI, book 5510, entry N° 1, registration N° 2379-SMT, with tax identification number F-30792683.
- The Cooperative has registered constant growth since it was established, both in its turnover and the addition of new members, despite the difficulties being experienced by the market. Notwithstanding its short lifespan, it has an established position within the marketplace, thanks to the track record of its own members, who were already previously in operation.
- The business activity has been carried out in line with the corporate purpose of trading, handling and processing agricultural produce from the partners' farming operations.

2. ECONOMIC MANAGEMENT REPORT.

- The Directors submit the management report pursuant to Article 262 of the revised text of the Spanish Private Limited Companies Act.

Corporate business

- Sales have increased very significantly as a result of an agreement signed in 2010 to sell vegetables in the United Kingdom.
- This notwithstanding, if there is an increase or reduction in turnover, along with an increase or reduction in costs, this is passed on to the members' payments, given that this is a Confederation of Fruit and Vegetable Producers.
- Staff costs have been significantly reduced as a result of the changes applied in the staffing policy, in terms of outsourcing.
- Likewise, operating costs have been reduced, despite the upturn in sales.
- The administration of sales abroad has been conducted from the United Kingdom, for which the Cooperative has been the sales channel for its members' output.

Exposure to credit risk.

LAURA MORENO MARÍN
TRADUCTORA INTERPRETE JURADO DE INGLÉS
Avda. Hispanoamérica, 7, 30320 Fuente-Álamo
Teléfono (+34) 655030452
laura@kyotraducciones.com

- The Cooperative's credit risk can be mainly attributed to its debt for commercial operations. The Cooperative is exposed to market risk owing to the potential insolvency of its customers in the agricultural sector, so measures have been taken to minimize the risk by watching credit and not letting it increase without a prior study, and by stepping up the collection of payments in case there is a delay in payment.

- The Company's risk concentration takes the form of the 2 main non-member clients, the cumulative balance corresponding to which represents 25% of the balance of the clients area, and with which there exists a sale commitment in the sense of being part of one of the sales of vegetables in the national market. The Cooperative produces and the client sales, without referring to the going concern principle as there exists a division of labour from sowing until point of sale.

Exposure to liquidity risk.

- The Cooperative has a normal economic and financial framework, with a positive contingency fund.
- The Company has access to credit in discount credit facilities, in addition to support from shareholders.

3 FORESEEABLE TREND FOR THE COOPERATIVE.

- With regard to the Company's immediate future, the forecast is for a very significant upturn in sales, as seen during this fiscal year, with the bulk of output being sold in the United Kingdom.

4. IMPORTANT EVENTS AFTER CLOSE OF YEAR.

- No important events arose after the closing of the fiscal year that are of interest to this management report or could have a bearing on the annual accounts at 31 December 2011.

5. R+D REPORTS.

- The Cooperative produces, processes and markets vegetables, and therefore does not invest in Research and Development. The Directors have not planned any expenditure in R+D.

6. OWN SHARES

- The Cooperative did not acquire own shares.

7. ADMITTANCE AND WITHDRAWAL OF SHAREHOLDERS.

- At the close of the fiscal year the Cooperative had 12 members, 3 natural persons and 9 legal entities, being agreed the, as detailed below:

Núm	TIN	Name	Registered office	Capital share	% Part
1	B-30 387 609	Tierras de Cartagena, SL	Cr Fbzo Aledo, km 4 Dolores de Pacheco (Murcia)	1,500 00 €	24.83%
2	B-30 729 685	Cultivos Hortícolas de Andalucía, SL	C/ Borroeta, 51-Puebla de Don Fadrique (Granada)	1,500 00 €	24.83%
3	B-30 511 463	Semilleros Fuente Álamo SL	Rgnaje Los Cegarras 1 Valladolides (Murcia)	1,200 00 €	19.86%
4	B-30 253 330	Agromem, SL	Cr Ffizo Aledo-La Puebla, Dolores de Focheco (Murcia)	1,200.00 €	19.86%
5	B-30 719 314	Agroescobar ocho, SL	C/ Juan Valera, 1-Santa Ana (Cartagena)	300 00 €	4.97%
6	B-30 711 438	M E Rosmar, SL	C/ Lechuza 30-Pozo Estrecho (Cartagena)	300 00 €	4.97%
7	22 961 098-Z	Hernandez Solano, Juan Antonio		6 00 €	0.10%
8	22 963 480-G	Lujan Martínez, Mana Carmen		6 00 €	0.10%
9	B-73 485 435	Asesoría y Proyectos Marsan SLNU	Callejón Laurel, 24-Murcia	6 00 €	0.10%
10	45 718 556-P	Rubio Fernandez Beatriz		6 00 €	0.10%
11	B-30 698 518	Agrícola Campomar, SL	CL Purísima s/n El Mirador-San Javier (Murcia)	6 00 €	0.10%

LAURA MORENO MARÍN
 TRADUCTORA-INTERPRETE JURADO DE INGLÉS
 Avda Hispanoamérica, 7, 30320 Fuente-Álamo
 Teléfono (+34) 655030452
 laura@kyotraducciones.com

OS AA01

Statement of details of parent law and other
information for an overseas company

101423/20



COMPANIES HOUSE

☒ What this form is for
You may use this form to
accompany your accounts
disclosed under parent law

☒ What this form is NOT for
You cannot use this form to register
an alteration of manner of compliance
with accounting requirements

For further information, please
refer to our guidance at
www.companieshouse.gov.uk

Part 1 Corporate company name

Corporate name of
overseas company ①

AGROHERNI SOCIEDAD COOPERATIVA LIMITADA

UK establishment
number

B R 0 1 4 4 7 7

→ Filling in this form
Please complete in typescript or in
bold black capitals

All fields are mandatory unless
specified or indicated by *

① This is the name of the company in
its home state

**Part 2 Statement of details of parent law and other
information for an overseas company**

A1 Legislation

Please give the legislation under which the accounts have been prepared and,
if applicable, the legislation under which the accounts have been audited

Legislation ②

LEY DE SOCIEDADES LIMITADAS - LEY 25/2011

② This means the relevant rules or
legislation which regulates the
preparation and, if applicable, the
audit of accounts

A2 Accounting principles

Accounts

Have the accounts been prepared in accordance with a set of generally accepted
accounting principles?

Please tick the appropriate box

☐ No Go to Section A3

☒ Yes Please enter the name of the organisation or other
body which issued those principles below, and then go to Section A3

③ Please insert the name of the
appropriate accounting organisation
or body

Name of organisation
or body ③

INSTITUTO DE CONTABILIDAD Y AUDITORIA DE CUENTAS

A3 Accounts

Accounts

Have the accounts been audited? Please tick the appropriate box

☐ No Go to Section A5

☒ Yes Go to Section A4

OS AA01

Statement of details of parent law and other information for an overseas company

A4 Audited accounts

Audited accounts

Have the accounts been audited in accordance with a set of generally accepted auditing standards?

Please tick the appropriate box

☐ No Go to Part 3 'Signature'

☒ Yes Please enter the name of the organisation or other body which issued those standards below, and then go to Part 3 'Signature'

① Please insert the name of the appropriate accounting organisation or body

Name of organisation or body ①

PLAN GENERAL DE CONTABILIDAD

A5 Unaudited accounts

Unaudited accounts

Is the company required to have its accounts audited?

Please tick the appropriate box

☐ No

☐ Yes

Part 3 Signature

Signature

I am signing this form on behalf of the overseas company

Signature

X



X

This form may be signed by
Director, Secretary, Permanent representative

**Presenter information**

You do not have to give any contact information, but if you do it will help Companies House if there is a query on the form. The contact information you give will be visible to searchers of the public record.

Contact name **ANTONIO MENDEZ**

Company name **AGROHERNI S C L**

Address **Calle Fuente Alamo Las Palas km 8**

Fuente Alamo

Post town **Murcia**

County/Region **Murcia**

Postcode

3	0	3	3	4			
---	---	---	---	---	--	--	--

Country **SPAIN**

DX

Telephone **0034 968 127900**

**Checklist**

We may return forms completed incorrectly or with information missing

Please make sure you have remembered the following

- ☐ The company name and, if appropriate, the registered number, match the information held on the public Register
- ☐ You have completed all sections of the form, if appropriate
- ☐ You have signed the form

**Important information**

Please note that all this information will appear on the public record

**Where to send**

You may return this form to any Companies House address

England and Wales

The Registrar of Companies, Companies House,
Crown Way, Cardiff, Wales, CF14 3UZ
DX 33050 Cardiff

Scotland

The Registrar of Companies, Companies House,
Fourth floor, Edinburgh Quay 2,
139 Fountainbridge, Edinburgh, Scotland, EH3 9FF
DX ED235 Edinburgh 1
or LP - 4 Edinburgh 2 (Legal Post)

Northern Ireland

The Registrar of Companies, Companies House,
Second Floor, The Linenhall, 32-38 Linenhall Street,
Belfast, Northern Ireland, BT2 8BG
DX 481 N R Belfast 1

**Further information**

For further information, please see the guidance notes on the website at www.companieshouse.gov.uk or email enquiries@companieshouse.gov.uk

This form is available in an alternative format. Please visit the forms page on the website at www.companieshouse.gov.uk