

Registration number: NI027321

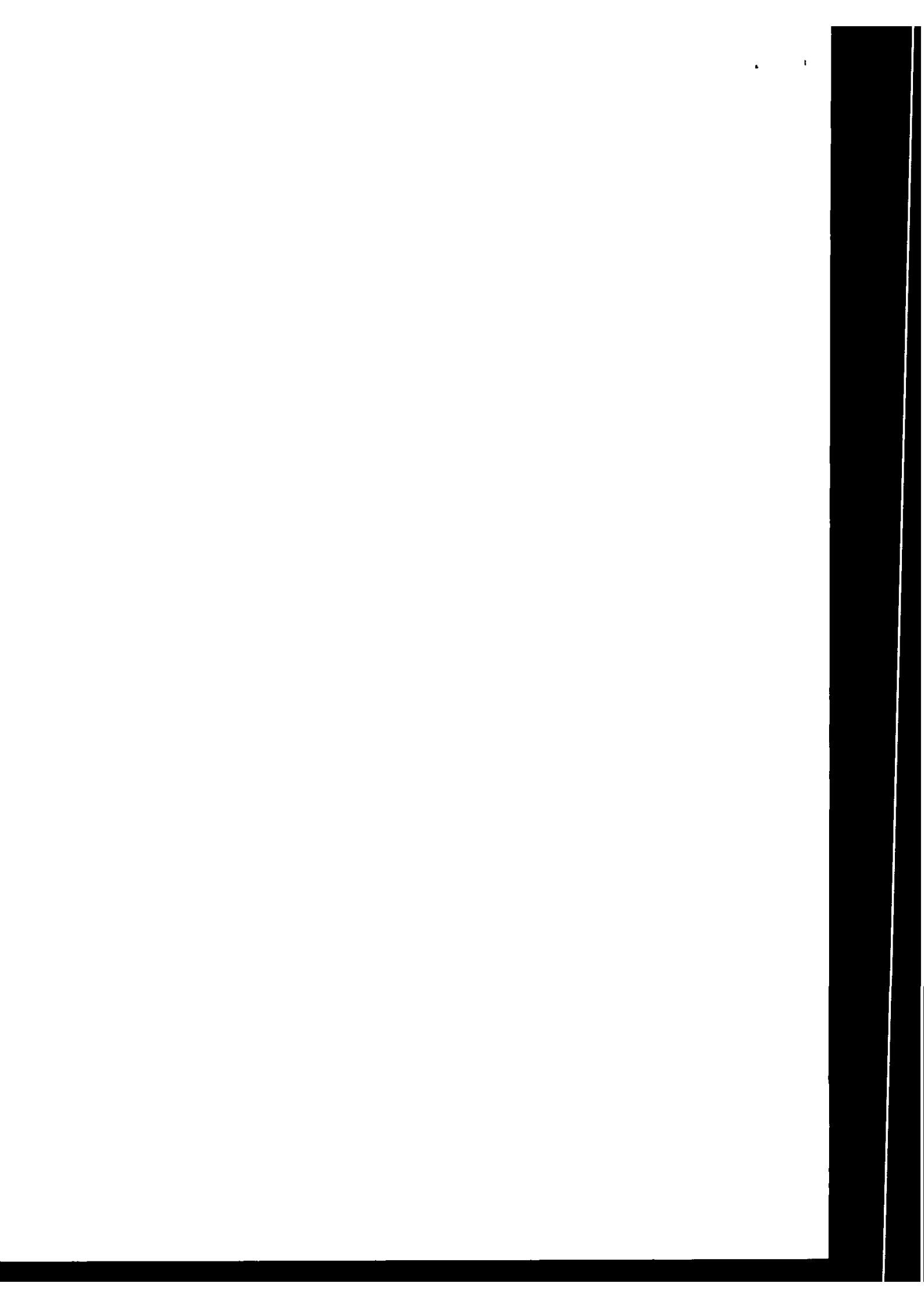
Westland Horticulture Limited

Directors' Report and Consolidated Financial Statements

for the Period from 1 January 2013 to 29 December 2013



McKeague Morgan & Company
Chartered Accountants & Registered Auditors
27 College Gardens
Belfast
Northern Ireland
BT9 6BS



Westland Horticulture Limited

Contents

| | |
|--|----------|
| Company Information | 1 |
| Directors' Report | 2 to 4 |
| Statement of Directors' Responsibilities | 5 |
| Independent Auditor's Report | 6 to 7 |
| Consolidated Profit and Loss Account | 8 |
| Consolidated Balance Sheet | 9 |
| Balance Sheet | 10 |
| Consolidated Cash Flow Statement | 11 to 13 |
| Notes to the Financial Statements | 14 to 35 |

Westland Horticulture Limited

Company Information

| | |
|--------------------------|---|
| Directors | Mr Edward John Conroy Mr Robert Henry Lavery Mr John Bernard McVeigh Mr John McDowell Mr Keith Nicholson Mr Scott Dougherty Mr Peter Madden |
| Registered office | 61 Malone Road Belfast BT9 6SA |
| Solicitors | McManus Kearney 4th Floor Lesley Suites 2-12 Montgomery Street Belfast BT1 4NX |
| Bankers | Danske Bank Donegall Sq West Branch PO Box 183 Donegall Square West Belfast BT1 6JS |
| Auditors | McKeague Morgan & Company Chartered Accountants & Registered Auditors 27 College Gardens Belfast Northern Ireland BT9 6BS |

Westland Horticulture Limited

Directors' Report

For the Period from 1 January 2013 to 29 December 2013

The directors present their report and the consolidated financial statements for the period from 1 January 2013 to 29 December 2013.

Directors of the company

The directors who held office during the period were as follows:

Mr Edward John Conroy

Mr Robert Henry Lavery

Mr John Bernard McVeigh

Mr John McDowell

Mr Keith Nicholson

Mr Scott Dougherty

Mr Peter Madden (appointed 15 January 2013)

Principal activity

The principal activities of the group are the processing and distribution of products for the gardening and horticultural markets and the sale of bird seed and related products.

Business review

Fair review of the business

The group recorded an increase in turnover of £8.6 million in 2013 when compared to 2012. The directors believe that there are still opportunities for growth as new lines are introduced to the growing media and fertilizer market.

The group recorded profits after taxation of £5,370,674 (2012 - £4,879,236). The trading results and period end financial position were considered to be satisfactory.

The group's key financial and other performance indicators during the period were as follows:

| | Unit | 2013 | 2012 |
|-----------------------|-------------|-------------|-------------|
| Movement in sales | % | 9 | 38 |
| Gross margin | % | 25 | 25 |
| Net profit percentage | % | 5 | 5 |

Analysis:-

Movement in sales: These figures represent the movement in sales for the calendar years ending December 2013 and 2012. There was a large increase in sales in 2012 due to the acquisition of a new bird seed division. 2013 has seen turnover continue to grow within the group

Gross margin: The overall gross margin has remained constant

Net profit percentage: The net profit percentage has remained constant

Westland Horticulture Limited

Directors' Report

For the Period from 1 January 2013 to 29 December 2013

..... continued

Principal risks and uncertainties

The core risks associated with the company's financial instruments (i.e. its interest-bearing loans and debt, cash and cash equivalents, short-dated liquid investments and finance leases and on the operational level trade receivables and payables) are currency risk, interest rate risk, credit risk and liquidity risk.

Financial instruments

Objectives and policies

Financial risk management

The company's operations expose it to a variety of financial risks that include credit, currency, finance and interest rate and liquidity risk. The company has in place a risk management programme that seeks to limit adverse effects on its financial performance.

Price risk, credit risk, liquidity risk and cash flow risk

Credit risk

The company has no significant concentrations of credit risk. Customers who wish to trade on credit terms are subject to strict verification procedures in advance of credit being awarded and are continually being monitored. Derivative counterparties and cash transactions are only commenced with high credit quality financial institutions.

Currency risk

The company's activities outside of the UK are conducted primarily in US Dollars; variances affecting operational activities in this regard are reflected in operating costs or in cost of sales in the profit and loss account in the years in which they arise. The principal foreign exchange risk is translation-related arising from fluctuations in the sterling value of the company's net investment in Dollars. The company manages its borrowings, where practical and cost effective, to partially hedge the foreign currency assets. Hedging is done using currency borrowings in Dollars (same currency as the assets), or by using currency swaps.

Finance and Interest rate risk

The company's objective in relation to interest rate management is to minimise the impact of interest rate volatility on interest costs in order to protect recorded profitability. A long term strategy for the management of the exposure considers the amount of floating rate debt that is anticipated over the period and the sensitivity of the interest charge on this debt to changes in interest rates, and the resultant impact on reported profitability.

Liquidity and cash flow risk

The company's objective is to maintain a balance between the continuity of funding and flexibility through the use of borrowings with a range of maturities. The company's policy is to ensure that sufficient resources are available either from cash balances, cash flows and near cash liquid investments to ensure all obligations can be met when they fall due. To achieve this the company ensures that its liquid investments are in highly rated counterparties; when relevant it limits the maturity of cash balances and borrows the majority of its debt needs under term financing.

Westland Horticulture Limited

Directors' Report

For the Period from 1 January 2013 to 29 December 2013

..... continued

Employment of disabled persons

If the position can be adequately fulfilled by a disabled or handicapped person, then the company gives full consideration to their application for employment.

Where existing employees become disabled, it is the company's policy to continue their employment in the existing role where possible and practical. If this is not possible then it is company policy to re-train that person for another role within the company.

All employees whether disabled or not have the same career opportunities, training and promotion made available to them.

Employee involvement

The company provides employees systematically with information on matters of concern to them as employees.

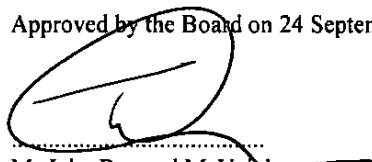
Research and development

The group continues to be involved in the research and development of new product ranges for commercial production.

Disclosure of information to the auditors

Each director has taken steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the group's auditors are aware of that information. The directors confirm that there is no relevant information that they know of and which they know the auditors are unaware of.

Approved by the Board on 24 September 2014 and signed on its behalf by:



Mr John Bernard McVeigh
Director

Westland Horticulture Limited

Statement of Directors' Responsibilities

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the group and the company and of the profit or loss of the group for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the group's and the company's transactions and disclose with reasonable accuracy at any time the financial position of the group and the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the group and the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Independent Auditor's Report to the Members of Westland Horticulture Limited

We have audited the financial statements of Westland Horticulture Limited for the period from 1 January 2013 to 29 December 2013, set out on pages 8 to 31. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Respective responsibilities of directors and auditor

As explained more fully in the Statement of Directors' Responsibilities (set out on page 5), the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the group's and parent company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Directors' Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the group's and of the parent company's affairs as at 29 December 2013 and of the group's profit for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

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

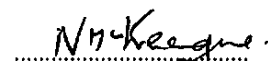
**Independent Auditor's Report to the Members of
Westland Horticulture Limited**

..... continued

Matters on which we are required to report by exception

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

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


.....
Mr Nicholas McKeague (Senior Statutory Auditor)
For and on behalf of McKeague Morgan & Company, Statutory Auditor

27 College Gardens
Belfast
Northern Ireland
BT9 6BS

24 September 2014

Westland Horticulture Limited
Consolidated Profit and Loss Account
For the Period from 1 January 2013 to 29 December 2013

| | Note | 1 January 2013 to 29 December 2013 £ | Year ended 31 December 2012 £ |
|--|------|--|---|
| Turnover | | | |
| Continuing operations | | 102,208,257 | 61,473,021 |
| Acquisitions | | <u>219,133</u> | <u>32,365,985</u> |
| Group turnover | | 102,427,390 | 93,839,006 |
| Cost of sales | 2 | <u>(76,559,450)</u> | <u>(70,305,858)</u> |
| Gross profit | | 25,867,940 | 23,533,148 |
| Distribution costs | 2 | (9,849,365) | (8,171,835) |
| Administrative expenses | 2 | (9,680,863) | (9,463,930) |
| Other operating income | 2 | 806,671 | 74,851 |
| Operating profit/(loss) | 3 | | |
| Continuing operations | | 7,474,147 | 3,868,445 |
| Acquisitions | | <u>(329,764)</u> | <u>2,103,789</u> |
| Group operating profit | | 7,144,383 | 5,972,234 |
| Other interest receivable and similar income | 7 | - | 4,994 |
| Interest payable and similar charges | 8 | <u>(546,171)</u> | <u>(413,377)</u> |
| Profit on ordinary activities before taxation | | 6,598,212 | 5,563,851 |
| Tax on profit on ordinary activities | 9 | <u>(1,228,343)</u> | <u>(684,615)</u> |
| Profit on ordinary activities after taxation | | 5,369,869 | 4,879,236 |
| Minority interest | | <u>597</u> | <u>-</u> |
| Profit for the financial period attributable to members of the parent company | 21 | <u><u>5,370,466</u></u> | <u><u>4,879,236</u></u> |

The group has no recognised gains or losses for the period other than the results above.

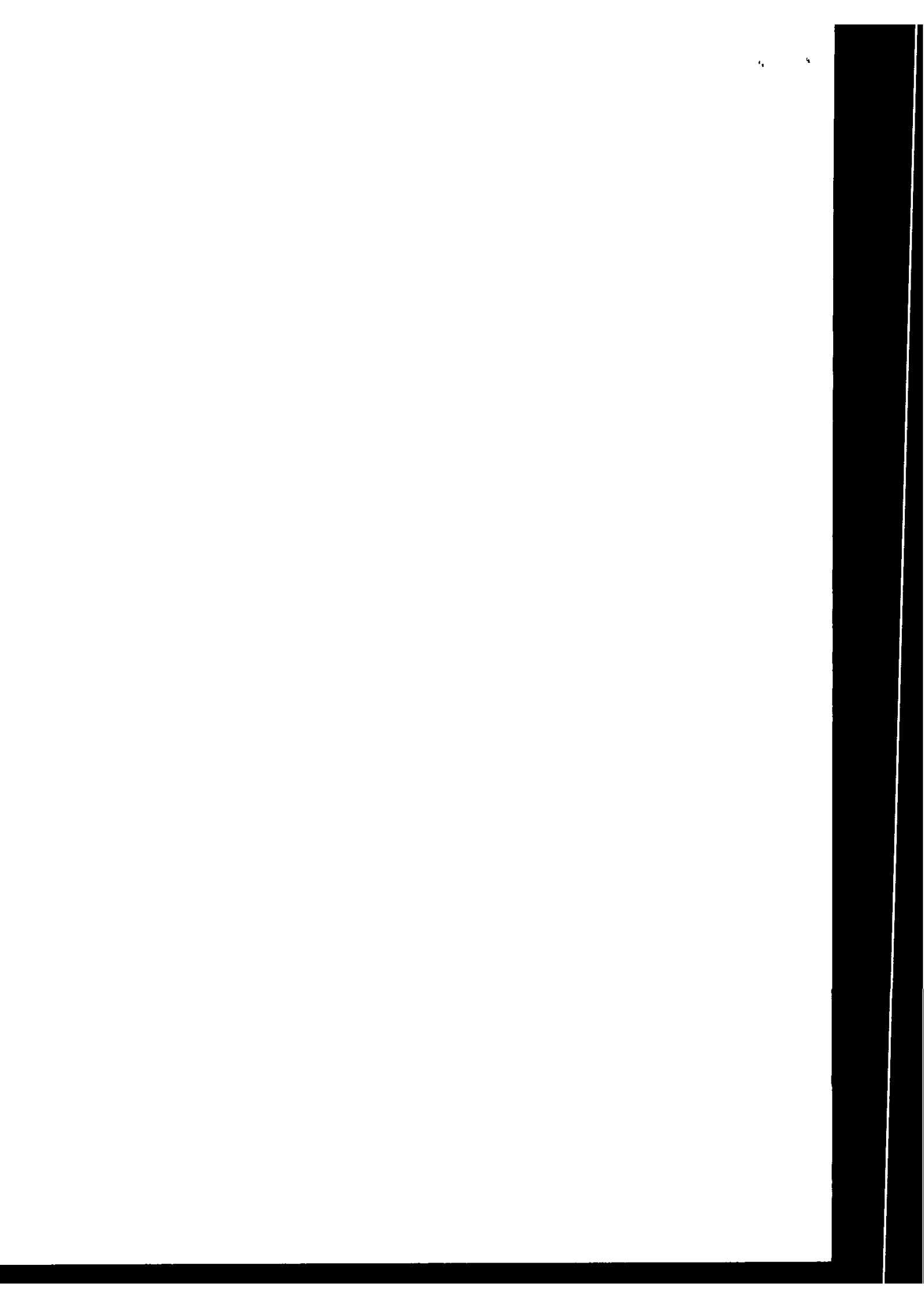
Westland Horticulture Limited
Consolidated Balance Sheet
As at 29 December 2013

| | | 29 December 2013 | | 31 December 2012 | |
|---|-------------|-------------------------|-------------------|-------------------------|-------------------|
| | Note | £ | £ | £ | £ |
| Fixed assets | | | | | |
| Intangible fixed assets | 10 | | 3,015,970 | | 5,438,921 |
| Tangible fixed assets | 11 | | 14,332,579 | | 11,912,149 |
| Other investments | 12 | | <u>250,000</u> | | <u>200,000</u> |
| | | | 17,598,549 | | 17,551,070 |
| Current assets | | | | | |
| Stocks | 14 | 18,847,020 | | 22,368,187 | |
| Debtors | 15 | 14,237,023 | | 11,576,866 | |
| Cash at bank and in hand | | <u>2,361,736</u> | | <u>744,797</u> | |
| | | 35,445,779 | | 34,689,850 | |
| Creditors: Amounts falling due within one year | 16 | <u>(25,074,251)</u> | | <u>(25,976,062)</u> | |
| Net current assets | | | <u>10,371,528</u> | | <u>8,713,788</u> |
| Total assets less current liabilities | | | 27,970,077 | | 26,264,858 |
| Creditors: Amounts falling due after more than one year | 17 | | (7,299,158) | | (10,321,469) |
| Provisions for liabilities | 18 | | <u>-</u> | | <u>(142,547)</u> |
| Net assets | | | <u>20,670,919</u> | | <u>15,800,842</u> |
| Capital and reserves | | | | | |
| Called up share capital | 19 | 8,422 | | 8,422 | |
| Capital redemption reserve | 21 | 1,578 | | 1,578 | |
| Profit and loss account | 21 | <u>20,661,307</u> | | <u>15,790,842</u> | |
| Shareholders' funds | 22 | 20,671,307 | | 15,800,842 | |
| Minority interest | | <u>(388)</u> | | <u>-</u> | |
| Capital employed | | | <u>20,670,919</u> | | <u>15,800,842</u> |

Approved by the Board on 24 September 2014 and signed on its behalf by:




Mr John Bernard McVeigh
Director



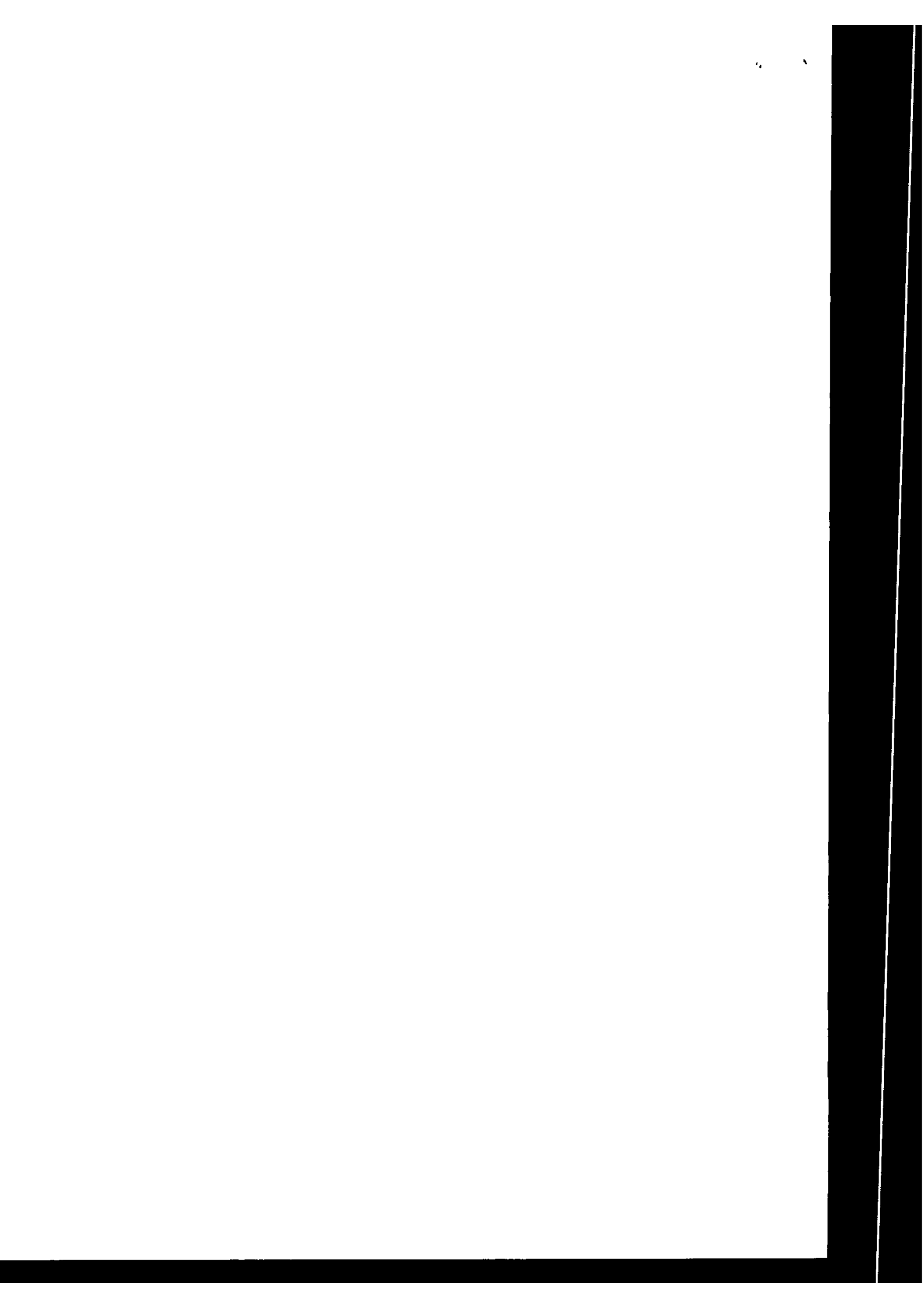
Westland Horticulture Limited
(Registration number: NI027321)
Balance Sheet at 29 December 2013

| | Note | 29 December 2013 £ | 31 December 2012 £ |
|---|------|-----------------------------|-----------------------------|
| Fixed assets | | | |
| Intangible fixed assets | 10 | 4,876,275 | 5,438,921 |
| Tangible fixed assets | 11 | 13,439,188 | 11,839,858 |
| Investments | 12 | 4,148,945 | 3,023,553 |
| | | <u>22,464,408</u> | <u>20,302,332</u> |
| Current assets | | | |
| Stocks | 14 | 18,271,194 | 22,309,953 |
| Debtors | 15 | 11,430,326 | 10,326,127 |
| Cash at bank and in hand | | 374,241 | 744,797 |
| | | <u>30,075,761</u> | <u>33,380,877</u> |
| Creditors: Amounts falling due within one year | 16 | <u>(28,704,065)</u> | <u>(29,782,545)</u> |
| Net current assets | | <u>1,371,696</u> | <u>3,598,332</u> |
| Total assets less current liabilities | | <u>23,836,104</u> | <u>23,900,664</u> |
| Creditors: Amounts falling due after more than one year | 17 | (7,299,158) | (10,321,469) |
| Provisions for liabilities | 18 | - | (142,547) |
| Net assets | | <u>16,536,946</u> | <u>13,436,648</u> |
| Capital and reserves | | | |
| Called up share capital | 19 | 8,422 | 8,422 |
| Capital redemption reserve | 21 | 1,578 | 1,578 |
| Profit and loss account | 21 | <u>16,526,946</u> | <u>13,426,648</u> |
| Shareholders' funds | 22 | <u>16,536,946</u> | <u>13,436,648</u> |

Approved by the Board on 24 September 2014 and signed on its behalf by:



 Mr John Bernard McVeigh
 Director



Westland Horticulture Limited
Consolidated Cash Flow Statement
For the Period from 1 January 2013 to 29 December 2013

Reconciliation of operating profit to net cash flow from operating activities

| | 1 January 2013 to 29 December 2013 £ | Year ended 31 December 2012 £ |
|---|---|--|
| Operating profit | 7,144,383 | 5,972,234 |
| Depreciation, amortisation and impairment charges | 3,238,372 | 2,821,153 |
| Profit on disposal of fixed assets | - | (2,239) |
| Decrease/(increase) in stocks | 3,521,167 | (5,916,200) |
| Increase in debtors | (2,784,025) | (6,714,311) |
| (Decrease)/increase in creditors | (1,898,735) | 7,148,694 |
| (Decrease)/increase in provisions | (142,547) | 271,147 |
| Receipt/release of government grants | (806,671) | (74,851) |
| Net cash inflow from operating activities | <u>8,271,944</u> | <u>3,505,627</u> |

Westland Horticulture Limited
Consolidated Cash Flow Statement
For the Period from 1 January 2013 to 29 December 2013
..... *continued*

Cash flow statement

| | 1 January 2013 to 29 December 2013 £ | Year ended 31 December 2012 £ |
|---|---|--|
| Net cash inflow from operating activities | 8,271,944 | 3,505,627 |
| Returns on investments and servicing of finance | | |
| Interest received | - | 4,994 |
| Interest paid | (546,171) | (413,377) |
| | (546,171) | (408,383) |
| Tax paid | (882,719) | (1,276,590) |
| Capital expenditure and financial investment | | |
| Purchase of intangible fixed assets | 1,858,916 | (5,871,099) |
| Purchase of tangible fixed assets | (3,303,920) | (6,579,863) |
| Sale of tangible fixed assets | 9,153 | 11,295 |
| Purchase of investments | (50,000) | - |
| Receipts of government grants | 765,709 | - |
| | (720,142) | (12,439,667) |
| Acquisitions and disposals | | |
| Acquisition of investments in subsidiary undertakings | 1 | - |
| Equity dividends paid | (500,001) | - |
| Net cash inflow/(outflow) before management of liquid resources and financing | 5,622,912 | (10,619,013) |
| Financing | | |
| Value of new loans obtained during the period | - | 12,000,000 |
| Repayment of loans and borrowings | (1,917,218) | - |
| Purchase of own shares | - | (2,700,000) |
| Repayment of capital element of finance leases and HP contracts | (250,000) | - |
| | (2,167,218) | 9,300,000 |
| Increase/(decrease) in cash | 3,455,694 | (1,319,013) |

The notes on pages 14 to 31 form an integral part of these financial statements.

Westland Horticulture Limited
Consolidated Cash Flow Statement
For the Period from 1 January 2013 to 29 December 2013
..... *continued*

Reconciliation of net cash flow to movement in net debt

| | Note | 1 January 2013 to 29 December 2013 £ | Year ended 31 December 2012 £ |
|---|-------------|---|--|
| Increase/(decrease) in cash | | 3,455,694 | (1,319,013) |
| Cash inflow from increase in loans | | - | (12,000,000) |
| Cash outflow from repayment of loans | | 1,917,218 | - |
| Cash outflow from repayment of capital element of finance leases and hire purchase contracts | | <u>250,000</u> | <u>-</u> |
| Change in net debt resulting from cash flows | | 5,622,912 | (13,319,013) |
| New finance leases | | <u>(1,800,000)</u> | <u>-</u> |
| Movement in net debt | | 3,822,912 | (13,319,013) |
| Net debt at start of period | | <u>(15,385,194)</u> | <u>(2,066,181)</u> |
| Net debt at end of period | | <u><u>(11,562,282)</u></u> | <u><u>(15,385,194)</u></u> |

Westland Horticulture Limited
Notes to the Financial Statements
For the Period from 1 January 2013 to 29 December 2013

1 Accounting policies

Basis of preparation

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards.

Basis of consolidation

The group financial statements consolidate the financial statements of the company and its subsidiary undertakings drawn up to 29 December 2013.

Subsidiary undertakings are included using the acquisitions method of accounting. Under this method the group profit and loss account and statement of cashflows include the results and cashflows of subsidiaries from the date of acquisition and to the date of sale outside the group in the case of disposals of subsidiaries. The purchase consideration has been allocated to the assets and liabilities on the basis of fair value at the date of acquisition.

No profit and loss account is presented for the company as permitted by Section 408 of the Companies Act 2006. Its profit for the financial period was £3,600,299 (2012 - £2,816,609).

Going concern

The financial statements have been prepared on a going concern basis.

Turnover

Turnover represents amounts chargeable, net of value added tax, in respect of the sale of goods and services to customers.

Government grants

Grants are credited to deferred income. Grants towards capital expenditure are released to the profit and loss account over the expected useful life of the assets, by equal annual instalments. Grants towards revenue expenditure are released to the profit and loss account as the related expenditure is incurred.

Goodwill

Positive goodwill is capitalised, classified as an asset on the balance sheet and amortised on a straight line basis over its useful economic life. It is reviewed for impairment at the end of the first full financial year following the acquisition and in other periods if events or changes in circumstances indicate that the carrying value may not be recoverable.

If a subsidiary, associate or business is subsequently sold or closed, any goodwill arising on acquisition that was written off directly to reserves or that has not been amortised through the profit and loss account is taken into account in determining the profit or loss on sale or closure.

Amortisation

Amortisation is provided on intangible fixed assets so as to write off the cost, less any estimated residual value, over their expected useful economic life as follows:

| Asset class | Amortisation method and rate |
|--------------------|-------------------------------------|
| Goodwill | 10% straight line |



Westland Horticulture Limited

Notes to the Financial Statements

For the Period from 1 January 2013 to 29 December 2013

..... continued

Depreciation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

| Asset class | Depreciation method and rate |
|-----------------------------------|--|
| Land and buildings | 4% straight line |
| Adaptations to leasehold premises | Straight line over the life of the lease |
| Fixtures and fittings | 20% straight line |
| Motor vehicles | 25% straight line |
| Plant and machinery | 15% straight line |
| Office equipment | 25% straight line |
| Bog plant and machinery | 20% straight line |
| Bog land development | 10% straight line |

Research and development

Research expenditure is written off to the profit and loss account in the year in which it is incurred. Development expenditure is written off in the same way unless the directors are satisfied as to the technical, commercial and financial viability of individual projects. In this situation, the expenditure is deferred and amortised over the period during which the company is expected to benefit.

Stock

Stocks are stated at the lower of cost and net realisable value. In general, cost is determined on a first in first out basis and includes transport and handling costs. Net realisable value is the price at which stocks can be sold in the normal course of business after allowing for the costs of realisation. Provision is made where necessary for obsolescent, slow moving and defective stocks.

Deferred tax

The charge for taxation is based on the profit for the year as adjusted for disallowable items and for timing differences to the extent that they are unlikely to result in an actual tax liability in the foreseeable future. Timing differences arise from the recognition for tax purposes of certain items of income and expense in a different accounting period from that in which they are recognised in the accounts. The tax effect of timing differences, as reduced by the tax benefit of any accumulated losses, is treated as a deferred tax liability.

Foreign currency

Company

Transactions in foreign currencies are recorded at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated at the closing rates at the balance sheet date. All exchange differences are included in the profit and loss account.

Group

The financial statements of overseas subsidiary undertakings are translated at the rate ruling at the balance sheet date. The exchange differences arising on the retranslation of opening net assets is taken directly to reserves. All other translation differences are taken to the profit and loss account with the exception of differences on foreign currency borrowings to the extent that they are used to finance or provide a hedge against group equity investments in foreign enterprises, which are taken to reserves together with the exchange difference on the net investment in these enterprises. Tax charges and credits attributable to exchange differences on those borrowings are also taken to reserves.

Westland Horticulture Limited**Notes to the Financial Statements****For the Period from 1 January 2013 to 29 December 2013***..... continued***Hire purchase and leasing**

Rentals payable under operating leases are charged in the profit and loss account on a straight line basis over the lease term.

Assets held under finance leases, which are leases where substantially all the risks and rewards of ownership of the asset have passed to the group, are capitalised in the balance sheet as tangible fixed assets and are depreciated over the shorter of the lease term and their useful lives. The capital elements of future obligations under the leases are included as liabilities in the balance sheet. The interest element of the rental obligation is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding. Assets held under hire purchase agreements are capitalised as tangible fixed assets and are depreciated over the shorter of the lease term and their useful lives. The capital element of future finance payments is included within creditors. Finance charges are allocated to accounting periods over the length of the contract and represent a constant proportion of the balance of capital repayments outstanding.

Financial instruments

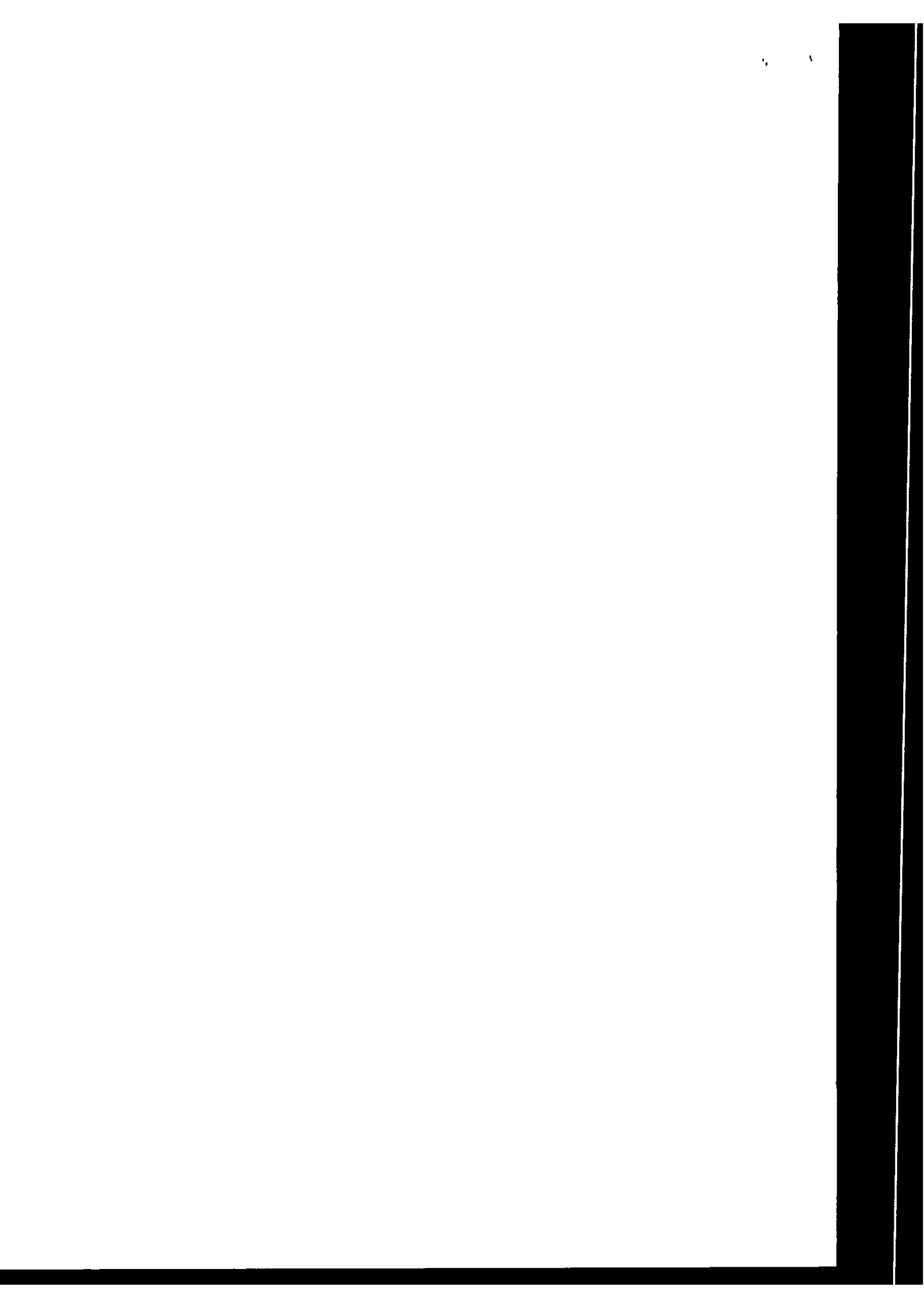
Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the group after deducting all of its liabilities. Where shares are issued, any component that creates a financial liability of the group is presented as a liability in the balance sheet. The corresponding dividends relating to the liability component are charged as interest expense in the profit and loss account.

Pensions

The company pension scheme is a defined contribution scheme and premiums payable by the company are charged in the accounts in the period to which they relate.

2 Cost of sales and operating expenses

| | 1 January 2013 to 29 December 2013 £ | Year ended 31 December 2012 £ |
|--------------------------------|---|--|
| Cost of sales | | |
| Continuing operations | 76,559,450 | 70,305,858 |
| Distribution costs | | |
| Continuing operations | 9,849,365 | 8,171,835 |
| Administrative expenses | | |
| Continuing operations | <u>9,680,863</u> | <u>9,463,930</u> |
| Other operating income | | |
| Continuing operations | <u>806,671</u> | <u>74,851</u> |



Westland Horticulture Limited

Notes to the Financial Statements

For the Period from 1 January 2013 to 29 December 2013

..... continued

The total figures for continuing operations in the period ending 29 December 2013 includes the following amounts relating to acquisitions:

| | £ |
|-------------------------|---------------|
| Cost of sales | 176,583 |
| Distribution costs | 3,111 |
| Administrative expenses | 409,036 |
| Other operating income | <u>39,833</u> |

3 Operating profit

Operating profit is stated after charging:

| | 1 January 2013 to 29 December 2013 £ | Year ended 31 December 2012 £ |
|---|---|--|
| Operating leases - other assets | 219,835 | 2,101,940 |
| Foreign currency (gains)/losses | (54,557) | 179,484 |
| Profit on sale of tangible fixed assets | - | (2,239) |
| Depreciation of owned assets | 2,674,337 | 2,388,975 |
| Amortisation | 564,035 | 432,178 |
| Government grants receivable | (806,671) | (74,851) |
| Auditor's remuneration | <u>44,167</u> | <u>44,823</u> |

Westland Horticulture Limited
Notes to the Financial Statements
For the Period from 1 January 2013 to 29 December 2013
..... *continued*

4 Auditor's remuneration

| | 1 January 2013 to 29 December 2013 £ | Year ended 31 December 2012 £ |
|-----------------------------------|---|--|
| Audit of the financial statements | <u>44,167</u> | <u>44,823</u> |

£40,000 (2012 - £39,700) of the fee for auditing the financial statements relates to the company.

5 Particulars of employees

The average number of persons employed by the group (including directors) during the period, analysed by category was as follows:

| | 1 January 2013 to 29 December 2013 No. | Year ended 31 December 2012 No. |
|-----------------------------------|---|--|
| Administration and support | 69 | 56 |
| Production | 276 | 295 |
| Sales, marketing and distribution | <u>86</u> | <u>71</u> |
| | <u>431</u> | <u>422</u> |

The aggregate payroll costs were as follows:

| | 1 January 2013 to 29 December 2013 £ | Year ended 31 December 2012 £ |
|--------------------|---|--|
| Wages and salaries | 13,069,192 | 11,452,204 |
| Staff pensions | <u>200,606</u> | <u>164,405</u> |
| | <u>13,269,798</u> | <u>11,616,609</u> |

Westland Horticulture Limited
Notes to the Financial Statements
For the Period from 1 January 2013 to 29 December 2013
..... continued

6 Directors' remuneration

The directors' remuneration for the period was as follows:

| | 1 January 2013 to 29 December 2013 £ | Year ended 31 December 2012 £ |
|--|---|--|
| Remuneration (including benefits in kind) | 774,181 | 799,920 |
| Company contributions paid to money purchase schemes | <u>88,673</u> | <u>-</u> |

In respect of the highest paid director:

| | 1 January 2013 to 29 December 2013 £ | Year ended 31 December 2012 £ |
|--------------|---|--|
| Remuneration | <u>156,141</u> | <u>112,479</u> |

7 Other interest receivable and similar income

| | 1 January 2013 to 29 December 2013 £ | Year ended 31 December 2012 £ |
|--------------------------|---|--|
| Bank interest receivable | <u>-</u> | <u>4,994</u> |

Westland Horticulture Limited
Notes to the Financial Statements
For the Period from 1 January 2013 to 29 December 2013
..... *continued*

8 Interest payable and similar charges

| | 1 January 2013 to 29 December 2013 £ | Year ended 31 December 2012 £ |
|--|---|--|
| Interest on bank borrowings | 546,171 | 402,930 |
| Other interest payable | - | 10,447 |
| Group interest payable and similar charges | <u>546,171</u> | <u>413,377</u> |

9 Taxation

Tax on profit on ordinary activities

| | 1 January 2013 to 29 December 2013 £ | Year ended 31 December 2012 £ |
|--|---|--|
| Current tax | | |
| Corporation tax charge | 1,204,854 | 1,158,963 |
| Adjustments in respect of previous years | <u>23,489</u> | <u>(30,348)</u> |
| UK Corporation tax | 1,228,343 | 1,128,615 |
| Deferred tax | | |
| Origination and reversal of timing differences | <u>-</u> | <u>(444,000)</u> |
| Total tax on profit on ordinary activities | <u>1,228,343</u> | <u>684,615</u> |

Factors affecting current tax charge for the period

Tax on profit on ordinary activities for the year is lower than the standard rate of corporation tax in the UK of 23% (2012 - 24%).

The differences are reconciled below:

Westland Horticulture Limited
Notes to the Financial Statements
For the Period from 1 January 2013 to 29 December 2013
..... *continued*

| | 1 January 2013 to 29 December 2013 £ | Year ended 31 December 2012 £ |
|---|---|--|
| Profit on ordinary activities before taxation | <u>6,598,212</u> | <u>5,563,851</u> |
| Corporation tax at standard rate | 1,517,589 | 1,335,324 |
| Depreciation for the period in excess of capital allowances | 322,399 | 330,891 |
| Non taxable income | (24,129) | (1,983,974) |
| Expenses not deducted for tax purposes | 1,861 | 4,809 |
| Impairment of investments | - | 1,920,393 |
| Adjustment for lower tax rates on foreign earnings | (250,379) | (254,161) |
| Adjustment in respect of prior years | 23,489 | (30,348) |
| Enhanced research and development relief | (446,305) | (369,710) |
| Intercompany profit adjustment | - | 164,029 |
| Losses carried forward | 74,020 | - |
| Change in tax rates | <u>9,750</u> | <u>11,362</u> |
| Total current tax | <u>1,228,295</u> | <u>1,128,615</u> |

Westland Horticulture Limited
Notes to the Financial Statements
For the Period from 1 January 2013 to 29 December 2013
..... *continued*

10 Intangible fixed assets

Group

| | Goodwill £ | Patents £ | Negative goodwill £ | Total £ |
|-----------------------|-----------------------|----------------------|------------------------------------|--------------------|
| Cost | | | | |
| At 1 January 2013 | 5,871,099 | - | - | 5,871,099 |
| Additions | - | 41,667 | (1,900,583) | (1,858,916) |
| At 29 December 2013 | 5,871,099 | 41,667 | (1,900,583) | 4,012,183 |
| Amortisation | | | | |
| At 1 January 2013 | 432,178 | - | - | 432,178 |
| Charge for the period | 562,646 | 1,389 | - | 564,035 |
| At 29 December 2013 | 994,824 | 1,389 | - | 996,213 |
| Net book value | | | | |
| At 29 December 2013 | 4,876,275 | 40,278 | (1,900,583) | 3,015,970 |
| At 31 December 2012 | 5,438,921 | - | - | 5,438,921 |

Company

| | Goodwill £ | Total £ |
|-----------------------|-----------------------|--------------------|
| Cost | | |
| At 1 January 2013 | 5,626,470 | 5,626,470 |
| At 29 December 2013 | 5,626,470 | 5,626,470 |
| Amortisation | | |
| At 1 January 2013 | 187,549 | 187,549 |
| Charge for the period | 562,646 | 562,646 |
| At 29 December 2013 | 750,195 | 750,195 |
| Net book value | | |
| At 29 December 2013 | 4,876,275 | 4,876,275 |
| At 31 December 2012 | 5,438,921 | 5,438,921 |

Westland Horticulture Limited
Notes to the Financial Statements
For the Period from 1 January 2013 to 29 December 2013
..... *continued*

11 Tangible fixed assets

Group

| Cost or valuation | Freehold land and buildings £ | Long leasehold land and buildings £ | Plant and machinery £ | Fixtures and fittings £ | Motor vehicles £ | Total £ |
|--------------------------|--|--|--------------------------------------|--|---------------------------------|--------------------|
| At 1 January 2013 | 7,342,766 | 440,031 | 21,393,726 | 3,374,334 | 455,792 | 33,006,649 |
| Additions | 680,762 | 119,990 | 3,975,522 | 294,317 | 33,329 | 5,103,920 |
| Disposals | - | - | - | (9,153) | (19,250) | (28,403) |
| At 29 December 2013 | 8,023,528 | 560,021 | 25,369,248 | 3,659,498 | 469,871 | 38,082,166 |
| Depreciation | | | | | | |
| At 1 January 2013 | 2,856,918 | 210,551 | 14,616,103 | 2,970,611 | 440,317 | 21,094,500 |
| Charge for the period | 320,780 | 23,193 | 2,087,011 | 225,391 | 17,962 | 2,674,337 |
| Eliminated on disposals | - | - | - | - | (19,250) | (19,250) |
| At 29 December 2013 | 3,177,698 | 233,744 | 16,703,114 | 3,196,002 | 439,029 | 23,749,587 |
| Net book value | | | | | | |
| At 29 December 2013 | 4,845,830 | 326,277 | 8,666,134 | 463,496 | 30,842 | 14,332,579 |
| At 31 December 2012 | 4,485,848 | 229,480 | 6,777,623 | 403,723 | 15,475 | 11,912,149 |

Westland Horticulture Limited
Notes to the Financial Statements
For the Period from 1 January 2013 to 29 December 2013
..... *continued*

| Company | Freehold land and buildings £ | Long leasehold land and buildings £ | Plant and machinery £ | Fixtures and fittings £ | Motor vehicles £ | Total £ |
|--------------------------|--|--|--------------------------------------|--|---------------------------------|--------------------|
| Cost or valuation | | | | | | |
| At 1 January 2013 | 7,150,517 | 440,031 | 21,175,047 | 3,343,810 | 451,856 | 32,561,261 |
| Additions | 680,762 | 2,096 | 3,331,304 | 211,557 | 33,329 | 4,259,048 |
| Disposals | - | - | - | (9,153) | (19,250) | (28,403) |
| At 29 December 2013 | 7,831,279 | 442,127 | 24,506,351 | 3,546,214 | 465,935 | 36,791,906 |
| Depreciation | | | | | | |
| At 1 January 2013 | 2,736,960 | 210,551 | 14,397,424 | 2,940,087 | 436,381 | 20,721,403 |
| Charge for the period | 304,112 | 20,306 | 2,085,338 | 222,847 | 17,962 | 2,650,565 |
| Eliminated on disposals | - | - | - | - | (19,250) | (19,250) |
| At 29 December 2013 | 3,041,072 | 230,857 | 16,482,762 | 3,162,934 | 435,093 | 23,352,718 |
| Net book value | | | | | | |
| At 29 December 2013 | 4,790,207 | 211,270 | 8,023,589 | 383,280 | 30,842 | 13,439,188 |
| At 31 December 2012 | 4,413,557 | 229,480 | 6,777,623 | 403,723 | 15,475 | 11,839,858 |

Westland Horticulture Limited

Notes to the Financial Statements

For the Period from 1 January 2013 to 29 December 2013

..... continued

Leased assets - group & company

Included within the net book value of tangible fixed assets is £2,163,067 (2012 - £nil) in respect of assets held under finance leases and similar hire purchase contracts. Depreciation for the period on these assets was £229,553 (2012 - £nil).

12 Investments held as fixed assets

Group

Other investments

| | Unlisted investments £ | Total £ |
|-----------------------|---------------------------------------|--------------------|
| Cost | | |
| At 1 January 2013 | 200,000 | 200,000 |
| Additions | 50,000 | 50,000 |
| At 29 December 2013 | 250,000 | 250,000 |
| Net book value | | |
| At 29 December 2013 | 250,000 | 250,000 |

The market value of the listed investments at 29 December 2013 was £200,000 (2012 - £200,000).

Company

| | 29 December 2013 £ | 31 December 2012 £ |
|--|---------------------------------------|---------------------------------------|
| Shares in group undertakings and participating interests | 3,898,945 | 2,823,553 |
| Other investments | 250,000 | 200,000 |
| | 4,148,945 | 3,023,553 |

Westland Horticulture Limited
Notes to the Financial Statements
For the Period from 1 January 2013 to 29 December 2013
..... *continued*

Shares in group undertakings and participating interests

| | Subsidiary undertaking s £ | Total £ |
|-----------------------|---|--------------------|
| Cost | | |
| At 1 January 2013 | 2,823,553 | 2,823,553 |
| Revaluation | (253,213) | (253,213) |
| Additions | <u>1,328,605</u> | <u>1,328,605</u> |
| At 29 December 2013 | <u>3,898,945</u> | <u>3,898,945</u> |
| Net book value | | |
| At 29 December 2013 | <u>3,898,945</u> | <u>3,898,945</u> |
| At 31 December 2012 | <u>2,823,553</u> | <u>2,823,553</u> |

Other investments

| | Unlisted investments £ | Total £ |
|-----------------------|---------------------------------------|--------------------|
| Cost | | |
| At 1 January 2013 | 200,000 | 200,000 |
| Additions | <u>50,000</u> | <u>50,000</u> |
| At 29 December 2013 | <u>250,000</u> | <u>250,000</u> |
| Net book value | | |
| At 29 December 2013 | <u>250,000</u> | <u>250,000</u> |
| At 31 December 2012 | <u>200,000</u> | <u>200,000</u> |

Details of undertakings

Details of the investments in which the group holds 20% or more of the nominal value of any class of share capital are as follows:

Westland Horticulture Limited
Notes to the Financial Statements
For the Period from 1 January 2013 to 29 December 2013
..... *continued*

| Undertaking | Holding | Proportion of voting rights and shares held | Principal activity |
|-----------------------------------|-----------------|--|-----------------------------------|
| Subsidiary undertakings | | | |
| Pet and Aquatics Holdings Limited | Ordinary Shares | 100% | Manufacture and sale of bird seed |
| Westland Peat Limited | Ordinary Shares | 100% | Supply of peat |
| Cronus Logistics Limited | Ordinary | 100% | Provision of haulage services |
| Seramis GmbH | Ordinary Shares | 99.75% | Supply of horticultural products |

13 Acquisitions

Analysis of the acquisition of Seramis GmbH

On 7 November 2013 the group acquired 99,750 (99.75%) Ordinary Shares of Seramis GmbH.

The group paid £1,327,605 for assets valued at £2,394,855, giving rise to negative goodwill of £1,067,250

14 Stocks

| | Group | | Company | |
|----------------|---------------------------------------|---------------------------------------|---------------------------------------|---------------------------------------|
| | 29 December 2013 £ | 31 December 2012 £ | 29 December 2013 £ | 31 December 2012 £ |
| Raw materials | 9,050,532 | 12,608,158 | 8,380,963 | 12,276,284 |
| Finished goods | 9,796,488 | 9,760,029 | 9,890,231 | 10,033,669 |
| | <u>18,847,020</u> | <u>22,368,187</u> | <u>18,271,194</u> | <u>22,309,953</u> |

Westland Horticulture Limited

Notes to the Financial Statements

For the Period from 1 January 2013 to 29 December 2013

..... continued

15 Debtors

| | Group | | Company | |
|--------------------------------|---------------------------------------|---------------------------------------|---------------------------------------|---------------------------------------|
| | 29 December 2013 £ | 31 December 2012 £ | 29 December 2013 £ | 31 December 2012 £ |
| Trade debtors | 8,606,726 | 8,633,932 | 8,369,610 | 8,633,932 |
| Other debtors | 1,567,883 | 885,010 | 859,866 | 879,604 |
| Directors' current accounts | 503,176 | - | 502,176 | - |
| Prepayments and accrued income | 3,559,238 | 2,057,924 | 1,698,674 | 812,591 |
| | <u>14,237,023</u> | <u>11,576,866</u> | <u>11,430,326</u> | <u>10,326,127</u> |

16 Creditors: Amounts falling due within one year

| | Group | | Company | |
|---|---------------------------------------|---------------------------------------|---------------------------------------|---------------------------------------|
| | 29 December 2013 £ | 31 December 2012 £ | 29 December 2013 £ | 31 December 2012 £ |
| Trade creditors | 5,303,923 | 11,005,548 | 5,098,237 | 11,005,548 |
| Bank loans and overdrafts | 6,222,584 | 6,047,209 | 3,931,349 | 5,904,359 |
| Obligations under finance lease and hire purchase contracts | 600,000 | - | 600,000 | - |
| Amounts owed to group undertakings | - | - | 7,318,476 | 3,969,107 |
| Corporation tax | 620,989 | 399,231 | 602,911 | 381,916 |
| Other taxes and social security | 306,476 | 312,140 | 299,117 | 312,140 |
| Other creditors | 1,090,216 | 260,221 | 272,557 | 260,221 |
| Directors' current accounts | 27,409 | 190,437 | 27,409 | 190,437 |
| Accruals and deferred income | 10,902,654 | 7,761,276 | 10,554,009 | 7,758,817 |
| | <u>25,074,251</u> | <u>25,976,062</u> | <u>28,704,065</u> | <u>29,782,545</u> |

Creditors amounts falling due within one year includes the following liabilities, on which security has been given by the group/company:

Westland Horticulture Limited

Notes to the Financial Statements

For the Period from 1 January 2013 to 29 December 2013

..... continued

Group

| | 29 December 2013 £ | 31 December 2012 £ |
|--------------------------|-----------------------------|-----------------------------|
| Bank overdraft and loans | <u>6,222,584</u> | <u>5,904,359</u> |

The group's bank borrowings are secured by legal mortgages over properties at Granville Industrial Estate, Dungannon; Moy Road, Dungannon; and Carnlough Road, Pomeroy, and a floating charge on the undertaking of the company and all its property.

Company

| | 29 December 2013 £ | 31 December 2012 £ |
|------------|-----------------------------|-----------------------------|
| Bank loans | <u>3,931,349</u> | <u>5,904,359</u> |

The company's bank borrowings are secured by an all monies debenture with fixed and floating security over the property, assets, undertakings, rights and revenues of the company including a first legal charge over properties at Granville Industrial Estate, Dungannon; Moy Road, Dungannon; Carnlough Road, Pomeroy and a cross company guarantee between the company and its subsidiary Westland Peat Limited

17 Creditors: Amounts falling due after more than one year

| | Group | | Company | |
|---|-----------------------------|-----------------------------|-----------------------------|-----------------------------|
| | 29 December 2013 £ | 31 December 2012 £ | 29 December 2013 £ | 31 December 2012 £ |
| Bank loans and overdrafts | 6,151,433 | 10,082,782 | 6,151,433 | 10,082,782 |
| Obligations under finance lease and hire purchase contracts | 950,000 | - | 950,000 | - |
| Accruals and deferred income | <u>197,725</u> | <u>238,687</u> | <u>197,725</u> | <u>238,687</u> |
| | <u>7,299,158</u> | <u>10,321,469</u> | <u>7,299,158</u> | <u>10,321,469</u> |

Creditors amounts falling due after more than one year includes the following liabilities, on which security has been given by the group/company:

Westland Horticulture Limited
Notes to the Financial Statements
For the Period from 1 January 2013 to 29 December 2013
..... *continued*

Group

| | 29 December 2013 £ | 31 December 2012 £ |
|------------|---------------------------------------|---------------------------------------|
| Bank loans | <u>6,151,433</u> | <u>10,082,782</u> |

Company

| | 29 December 2013 £ | 31 December 2012 £ |
|------------|---------------------------------------|---------------------------------------|
| Bank loans | <u>6,151,433</u> | <u>10,082,782</u> |

Obligations under finance leases and HP contracts

Amounts repayable:

| | Group | | Company | |
|-------------------------------|---------------------------------------|---------------------------------------|---------------------------------------|---------------------------------------|
| | 29 December 2013 £ | 31 December 2012 £ | 29 December 2013 £ | 31 December 2012 £ |
| In one year or less on demand | 600,000 | - | 600,000 | - |
| Between one and two years | <u>950,000</u> | <u>-</u> | <u>950,000</u> | <u>-</u> |
| | <u><u>1,550,000</u></u> | <u><u>-</u></u> | <u><u>1,550,000</u></u> | <u><u>-</u></u> |

Westland Horticulture Limited
Notes to the Financial Statements
For the Period from 1 January 2013 to 29 December 2013
..... *continued*

18 Provisions

Group

| | Other provision £ | Total £ |
|---|----------------------------------|--------------------|
| At 1 January 2013 | 142,547 | 142,547 |
| Credited to the profit and loss account | <u>(142,547)</u> | <u>(142,547)</u> |
| At 29 December 2013 | <u>-</u> | <u>-</u> |

Company

| | Other provision £ | Total £ |
|---|----------------------------------|--------------------|
| At 1 January 2013 | 142,547 | 142,547 |
| Credited to the profit and loss account | <u>(142,547)</u> | <u>(142,547)</u> |
| At 29 December 2013 | <u>-</u> | <u>-</u> |

19 Share capital

Allotted, called up and fully paid shares

| | 29 December 2013 | | 31 December 2012 | |
|----------------------------|-------------------------|--------------|-------------------------|--------------|
| | No. | £ | No. | £ |
| Ordinary shares of £1 each | <u>8,422</u> | <u>8,422</u> | <u>8,422</u> | <u>8,422</u> |

Westland Horticulture Limited
Notes to the Financial Statements
For the Period from 1 January 2013 to 29 December 2013
..... *continued*

20 Dividends

| | 29 December 2013 £ | 31 December 2012 £ |
|--------------------------------------|---------------------------------------|---------------------------------------|
| Dividends paid | | |
| Current period interim dividend paid | <u>500,001</u> | <u>-</u> |

21 Reserves

Group

| | Capital redemption reserve £ | Profit and loss account £ | Total £ |
|-----------------------|---|--|--------------------|
| At 1 January 2013 | 1,578 | 15,790,842 | 15,792,420 |
| Profit for the period | - | 5,370,466 | 5,370,466 |
| Dividends | <u>-</u> | <u>(500,001)</u> | <u>(500,001)</u> |
| At 29 December 2013 | <u>1,578</u> | <u>20,661,307</u> | <u>20,662,885</u> |

Company

| | Capital redemption reserve £ | Profit and loss account £ | Total £ |
|-----------------------|---|--|--------------------|
| At 1 January 2013 | 1,578 | 13,426,648 | 13,428,226 |
| Profit for the period | - | 3,600,299 | 3,600,299 |
| Dividends | <u>-</u> | <u>(500,001)</u> | <u>(500,001)</u> |
| At 29 December 2013 | <u>1,578</u> | <u>16,526,946</u> | <u>16,528,524</u> |

Westland Horticulture Limited
Notes to the Financial Statements
For the Period from 1 January 2013 to 29 December 2013
..... *continued*

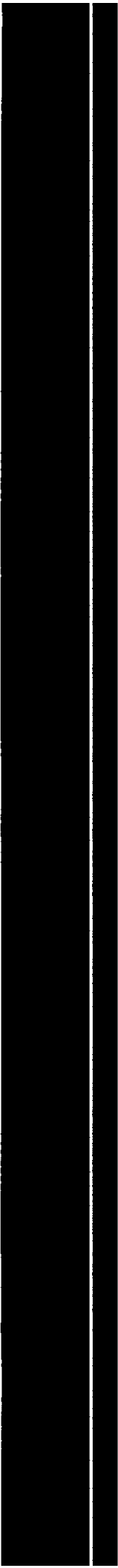
22 Reconciliation of movement in shareholders' funds

Group

| | 1 January 2013 to 29 December 2013 £ | Year ended 31 December 2012 £ |
|---|---|--|
| Profit attributable to the members of the group | 5,370,466 | 4,879,236 |
| Dividends | (500,001) | - |
| Purchase of own share capital | - | (2,700,000) |
| Net addition to shareholders' funds | 4,870,465 | 2,179,236 |
| Shareholders' funds at start of period | 15,800,842 | 13,621,606 |
| Shareholders' funds at end of period | 20,671,307 | 15,800,842 |

Company

| | 1 January 2013 to 29 December 2013 £ | Year ended 31 December 2012 £ |
|---|---|--|
| Profit attributable to the members of the company | 3,600,299 | 2,816,609 |
| Dividends | (500,001) | - |
| Purchase of own share capital | - | (2,700,000) |
| Net addition to shareholders' funds | 3,100,298 | 116,609 |
| Shareholders' funds at start of period | 13,436,648 | 13,320,039 |
| Shareholders' funds at end of period | 16,536,946 | 13,436,648 |



Westland Horticulture Limited
Notes to the Financial Statements
For the Period from 1 January 2013 to 29 December 2013

..... *continued*

23 Pension schemes

Defined contribution pension scheme

The group operates a defined contribution pension scheme. The pension cost charge for the period represents contributions payable by the group to the scheme and amounted to £200,606 (2012 - £164,405).

Contributions totalling £4,417 (2012 - £nil) were payable to the scheme at the end of the period and are included in creditors.

24 Contingent liabilities

As at the year end the group had agreed forward exchange contracts to purchase €2,000,000 for £1,666,667 and \$5,000,000 for £3,138,180

25 Related party transactions

Other related party transactions

During the period the company made the following related party transactions:

John McVeigh & Company

(John McVeigh is a director of Westland Horticulture Limited.)

During the year John McVeigh & Company charged fees of £14,689 (2012 - £43,750) for accounting and other professional services. At the balance sheet date the amount due to John McVeigh & Company was £1,039 (2012 - £12,162).

S. E. Marshall and Co Limited

(The directors, R. Lavery, E. Conroy and J. McVeigh are common to both Westland Horticulture Limited and S.E. Marshall and Co Limited.)

Westland Horticulture Limited had purchases of £23,573 (2012 - £23,160) from, and an intercompany loan with S.E. Marshall and Co Limited.. At the balance sheet date the amount due to S. E. Marshall and Co Limited was £272,557 (2012 - £310,221).

Edward Conroy

(Edward Conroy is a director of Westland Horticulture Limited)

Edward Conroy has received (2012 - provided) an interest free loan to Westland Horticulture Limited with no set repayment date. At the balance sheet date the amount due from (2012 - to) Edward Conroy was £250,015 (2012 - (£104,312)).

Robert Lavery

(Robert Lavery is a director in Westland Horticulture Limited)

Robert Lavery has received (2012 - provided) an interest free loan to Westland Horticulture Limited with no set repayment date. At the balance sheet date the amount due from (2012 - to) Robert Lavery was £252,161 (2012 - (£83,765)).

Westland Horticulture Limited

Notes to the Financial Statements

For the Period from 1 January 2013 to 29 December 2013

..... continued

John McVeigh

(John McVeigh is a director of Westland Horticulture Limited)

John McVeigh provided an interest free loan to Westland Horticulture Limited with no set repayment date. At the balance sheet date the amount due to John McVeigh was £27,409 (2012 - £2,360).

The company has taken advantage of the exemption in FRS8 "Related Party Disclosures" from disclosing transactions with other members of the group.

26 Control

The company is controlled by the directors who own 100% of the called up share capital.