

**COMPANY NUMBER:**  
**4167764 (ENGLAND & WALES)**

**CHADLINGTON QUALITY FOODS LIMITED**  
**DIRECTORS' REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30TH JUNE 2006**

**THE SOUTHILL PARTNERSHIP**  
**CHARTERED ACCOUNTANTS**  
**SOUTHILL**  
**CORNBURY PARK**  
**CHARLBURY**  
**OXFORDSHIRE**  
**OX7 3EW**

**CHADLINGTON QUALITY FOODS LIMITED**

**COMPANY INFORMATION**

**Company Number:** 4167764 (England & Wales)

**Directors:** K L Burling  
H E Oldroyd  
M F Smith

**Secretary:** K L Burling

**Registered Office:** 6 Southill  
Cornbury Park  
Charlbury  
Oxfordshire  
OX7 3EW

**Accountants:** The Southill Partnership  
Chartered Accountants  
Southill  
Cornbury Park  
Charlbury  
Oxfordshire  
OX7 3EW

**Bankers:** HSBC Bank PLC  
18 Market Place  
Chipping Norton  
Oxfordshire  
OX7 5NE

**CHADLINGTON QUALITY FOODS LIMITED**

**DIRECTORS' REPORT**

**FOR THE YEAR ENDED 30TH JUNE 2006**

The directors present their report and the financial statements for the year ended 30th June 2006.

**Principal activities**

The principal activity of the company is the retail of quality foods.

**Directors' interests**

The directors of the company during the year and their interests in the share capital of the company as recorded in the register of directors' interests were as follows:

	<b>2006</b>	<b>2005</b>
	<b>No. of shares</b>	
K L Burling - direct	150	150
- beneficially	150	150
H E Oldroyd	1,000	1,000
M F Smith - direct	126	126
- beneficially	125	125

This report was approved by the board and has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

**On behalf of the board**

.....  
M F Smith

Date:

**ACCOUNTANTS' REPORT**  
**TO THE BOARD OF DIRECTORS**  
**ON THE UNAUDITED FINANCIAL STATEMENTS OF**  
**CHADLINGTON QUALITY FOODS LIMITED**

In accordance with the engagement letter dated 28th February 2001, and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company which comprise the primary financial statements and the related notes from the accounting records and information and explanations you have given to us.

This report is made to the Company's Board of Directors, as a body, in accordance with the term of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the Company's Board of Directors that we have done so, and state those matters that we have agreed to state to them in this report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's Board of Directors, as a body, for our work or for this report.

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

You have acknowledged on the balance sheet as at 30th June 2006 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.

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

.....  
The Southill Partnership  
Chartered Accountants  
Southill  
Cornbury Park  
Charlbury  
Oxfordshire  
OX7 3EW

Date:

**CHADLINGTON QUALITY FOODS LIMITED**

**PROFIT AND LOSS ACCOUNT**

**FOR THE YEAR ENDED 30TH JUNE 2006**

	Note	2006 £	2005 £
<b>Turnover</b>	2	232,908	224,416
Cost of sales		(153,230)	(142,757)
<b>Gross profit</b>		<u>79,678</u>	<u>81,659</u>
Administrative expenses		(69,020)	(76,372)
<b>Operating profit</b>	3	<u>10,658</u>	<u>5,287</u>
Other interest receivable and similar income		485	522
<b>Profit on ordinary activities before taxation</b>		<u>11,143</u>	<u>5,809</u>
Tax on profit on ordinary activities	4	(736)	-
<b>Retained profit for the year</b>		<u><u>10,407</u></u>	<u><u>5,809</u></u>

The annexed notes form part of these financial statements.

**CHADLINGTON QUALITY FOODS LIMITED**

**BALANCE SHEET AS AT 30TH JUNE 2006**

	Note	2006		2005	
		£	£	£	£
<b>Fixed assets</b>					
Tangible assets	5		13,763		15,064
<b>Current assets</b>					
Stocks		9,689		11,045	
Debtors	6	9,120		9,576	
Cash at bank and in hand		36,593		16,704	
		<u>55,402</u>		<u>37,325</u>	
<b>Creditors</b>					
Amounts due within one year	7	(16,401)		(9,954)	
<b>Net current assets</b>			<u>39,001</u>		<u>27,371</u>
<b>Total assets less current liabilities</b>			<u>52,764</u>		<u>42,435</u>
<b>Provisions for liabilities</b>	8		(1,500)		(1,578)
<b>Net assets</b>			<u>51,264</u>		<u>40,857</u>
<b>Capital and reserves</b>					
Called up share capital	9		35,375		35,375
Profit and loss account	10		15,889		5,482
<b>Shareholders' funds</b>			<u>51,264</u>		<u>40,857</u>

In the opinion of the directors the company is entitled to claim exemptions from audit by virtue of subsection (1) of Section 249A of the Companies Act 1985. Members have not required the company, under s.249B(2) of the Companies Act 1985, to obtain an audit for the year ended 30th June 2006. The directors are responsible for ensuring that the company maintains accounting records in compliance with Section 221 of that Act and for preparing accounts which give a true and fair view of the affairs of the company as at the end of the financial year and of its profit or loss for the year then ended in accordance with Section 226, and which comply with the other requirements of the Act relating to the accounts so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (Effective January 2005).

Approved by the board of directors on (date):

and signed on its behalf.

.....  
K L Burling

The annexed notes form part of these financial statements.

**CHADLINGTON QUALITY FOODS LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 30TH JUNE 2006**

1. **Accounting policies**

The accounts have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (Effective January 2005).

**Cashflow statement**

The company has taken advantage of the exemption in Financial Reporting Standard No.1 from the requirement to produce a cashflow statement on the grounds that it is a small company.

**Turnover**

Turnover comprises the invoiced value of goods and services supplied by the company, net of Value Added Tax and trade discounts.

**Depreciation and diminution in value of assets**

Tangible fixed assets are stated at cost less depreciation

Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Plant and equipment            25% reducing balance basis

**Stocks**

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow moving stocks. Cost includes all direct costs.

**Grants received**

Grants related to capital expenditure on tangible assets are credited to the profit and loss account at the same rate as the depreciation on the assets to which the grants relate.

2. **Turnover**

Turnover is attributable solely to continuing operations and derives from one activity as described in the director's report.

3. **Operating profit**

	2006	2005
	£	£
This is stated after charging:		
Depreciation of owned assets	3,421	5,055
	<u>          </u>	<u>          </u>

**CHADLINGTON QUALITY FOODS LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS** (Continued)

**FOR THE YEAR ENDED 30TH JUNE 2006**

4. **Taxation on profit on ordinary activities**

	<b>2006</b>	<b>2005</b>
	<b>£</b>	<b>£</b>
<b>Current Tax:</b>		
UK corporation tax on profits of the period	736	-
	<hr/>	<hr/>
Tax on profit on ordinary activities	736	-
	<hr/> <hr/>	<hr/> <hr/>

5. **Tangible fixed assets**

	<b>Plant and Equipment £</b>
<b>Cost:</b>	
At 30th June 2005	35,741
Additions	2,620
	<hr/>
At 30th June 2006	38,361
	<hr/>
Depreciation:	
At 30th June 2005	20,677
Charge for the year	3,921
	<hr/>
At 30th June 2006	24,598
	<hr/>
Net book value:	
At 30th June 2006	13,763
	<hr/> <hr/>
At 30th June 2005	15,064
	<hr/> <hr/>

6. **Debtors**

	<b>2006</b>	<b>2005</b>
	<b>£</b>	<b>£</b>
Due within one year:		
Trade debtors	7,535	6,824
Other debtors	1,585	2,752
	<hr/>	<hr/>
	9,120	9,576
	<hr/> <hr/>	<hr/> <hr/>

**CHADLINGTON QUALITY FOODS LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS** (Continued)

**FOR THE YEAR ENDED 30TH JUNE 2006**

<b>7. Creditors - amounts falling due within one year</b>	<b>2006</b>	<b>2005</b>
	<b>£</b>	<b>£</b>
Trade creditors	14,527	9,016
Taxation and social security	736	-
Other creditors	1,138	938
	<u>16,401</u>	<u>9,954</u>
	<u><u>16,401</u></u>	<u><u>9,954</u></u>
<b>8. Deferred grant</b>		<b>2005</b>
		<b>£</b>
Balance at 30th June 2005		1,578
Grant received in year		2,000
Utilised for the year in profit and loss account		<u>2,078</u>
Balance at 30th June 2006		<u><u>1,500</u></u>
<b>9. Share capital</b>	<b>2006</b>	<b>2005</b>
	<b>£</b>	<b>£</b>
<b>Authorised</b>		
Ordinary shares of £1 each	50,000	50,000
	<u>50,000</u>	<u>50,000</u>
	<b>£</b>	<b>£</b>
<b>Allotted, called up and fully paid</b>		
Ordinary shares of £1 each	35,375	35,375
	<u>35,375</u>	<u>35,375</u>
	<u><u>35,375</u></u>	<u><u>35,375</u></u>
<b>10. Profit and loss account</b>	<b>2006</b>	
	<b>£</b>	
Balance at 30th June 2005	5,482	
Profit retained for the year	10,407	
	<u>15,889</u>	
Balance at 30th June 2006	<u><u>15,889</u></u>	

**CHADLINGTON QUALITY FOODS LIMITED**  
**DETAILED TRADING AND PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 30TH JUNE 2006**

	2006		2005	
	£	£	£	£
<b>Turnover</b>				
Sales		231,330		222,837
Other income		1,578		1,579
		<hr/>		<hr/>
		232,908		224,416
<b>Cost of sales</b>				
Purchases		153,230		142,757
		<hr/>		<hr/>
<b>Gross profit</b>		79,678		81,659
<b>Miscellaneous other operating income</b>				
Other interest receivable and similar		485		522
		<hr/>		<hr/>
		80,163		82,181
<b>Overheads</b>				
Wages and salaries	41,068		46,497	
Employers NIC	1,209		2,423	
Depreciation	3,421		5,055	
Gifts and donations	273		121	
Accountancy	630		565	
Printing, stationery and paper	144		583	
Telephone and fax	285		278	
Postage	211		211	
Bank charges	1,001		969	
Advertising	54		318	
Book keeping	5,740		5,816	
Motor expenses	212		151	
Repairs and renewals	1,713		1,387	
Rent and service charges	5,456		5,388	
Rates	1,090		1,153	
Utilities	3,434		3,096	
Insurance	1,021		1,011	
Bad debts	61		72	
Credit card charges	1,263		1,086	
Legal and professional	264		-	
Cleaning	70		38	
Sundries	400		154	
		<hr/>		<hr/>
		69,020		76,372
		<hr/>		<hr/>
<b>Profit on ordinary activities</b>		11,143		5,809
		<hr/> <hr/>		<hr/> <hr/>

**CHADLINGTON QUALITY FOODS LIMITED**  
**REPORTS AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30TH JUNE 2006**

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