

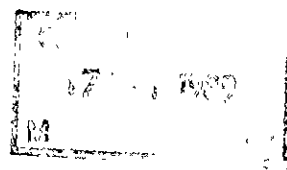
1203877

REPORT AND ACCOUNTS

CRAVEN SUPPLY LIMITED

30 JUNE 1988

5.11
1.7.88



CRAVEN SUPPLY LIMITED

30 JUNE 1988

CONTENTS

Pages

Officers and company information	1
Notice of the annual general meeting	2
Directors' report	3 and 4
Report of the auditors	5
Profit and loss account	6
Balance sheet	7
Statement of source and application of funds	8
Notes to the accounts	9 - 11

GRAVEN SUPPLY LIMITED30 JUNE 1988OFFICERS AND COMPANY INFORMATION

DIRECTORS: G Atkinson, F.C.A. - Chairman and Managing Director
C Prince, F.C.A.

SECRETARY: A D Mahoney, F.C.A.

AUDITORS: Buckle Barton
Chartered Accountants
Sanderson House
Station Road
Horsforth
Leeds
LS18 5NT

BANKERS: Yorkshire Bank Plc
Meanwood Branch
7 Capitol Parade
Leeds
LS6 4JA

REGISTERED OFFICE: Leeds No 4 Bond
Gelder Road
Leeds
LS12 6HJ

CRAVEN SUPPLY LIMITEDNOTICE OF THE ANNUAL GENERAL MEETING

Notice is hereby given that the 1989 annual general meeting of the company will be held at Leeds No 4 Bond, Gelderd Road, Leeds, LS12 6HJ, the company's registered office, on Friday, 6 January 1989 at 4.00p.m. for the following purposes:

1. To receive, approve and adopt the accounts for the year ended 30 June 1988 and the reports of the directors and auditors.
2. To re-elect C Prince as a director.
3. To authorise the directors to agree the remuneration of the auditors.
4. To consider the proposals of the directors regarding dividends.
5. To re-appoint Messrs Buckle Barton as auditors.
6. To transact any other business which may be dealt with at an annual general meeting.

BY ORDER OF THE BOARD

A D Mahoney, F.C.A.
Secretary

Dated: 22 November 1988

Note: Any member entitled to attend and vote is entitled to appoint one or more proxies to attend and vote instead of him. A proxy need not also be a member of the company.

CRAVEN SUPPLY LIMITEDDIRECTORS' REPORT

The directors submit their report and accounts for the year ended 30 June 1988.

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The company's principal activity during the year was that of a wholesale wine and spirit merchant and is unchanged since last year.

The results for the year are set out in the profit and loss account on page 6.

Both the level of business and the year end financial position were satisfactory and the directors expect that the present level of activity will be sustained for the foreseeable future.

DIVIDENDS

The directors recommend that no dividend be paid. The balance of the profit for the year will be carried to revenue reserve.

DIRECTORS AND THEIR INTERESTS

The interests of the directors in the share capital of the company were as follows:

<u>Class of Shares</u>	<u>Start and End of Year</u>
Ordinary shares of £1 each:	No.
G Atkinson - beneficial	1,002
- non-beneficial	24,048
C Prince - non-beneficial	24,048

The non-beneficial holding of the directors relates to the same shareholding.

In accordance with the articles of association C Prince retires from the board at the forthcoming annual general meeting and, being eligible, offers himself for re-election.

RELATED PARTY TRANSACTIONS

G Atkinson and C Prince are also directors and shareholders of Winerite Limited and Direct Liquor Services Limited, companies with which this company traded during the year. The value of goods sold to Winerite Limited was £34.8 million and the value of services provided by Winerite Limited was £62,000. The transactions were all carried out at arm's length and inter-company indebtedness at the year end is disclosed in notes 7 and 8 to the accounts.

CRAVEN SUPPLY LIMITEDDIRECTORS' REPORT

CLOSE COMPANY STATUS

The company is a close company as defined by the provisions of the Income and Corporation Taxes Act 1988.

AUDITORS

The company's auditors, Messrs Buckle Barton, have signified their willingness to continue in office and a resolution to re-appoint them will be put to the members at the forthcoming annual general meeting.

BY ORDER OF THE BOARD

A D Mahoney, F.C.A.
Secretary

Dated: 22 November 1988

REPORT OF THE AUDITORS

TO THE MEMBERS OF CRAVEN SUPPLY LIMITED

We have audited the financial statements on pages 6 to 11 in accordance with approved Auditing Standards and we have carried out such procedures as we considered necessary.

In our opinion the financial statements, which have been prepared under the historical cost convention, give a true and fair view of the state of the company's financial affairs at 30 June 1988 and of its results and source and application of funds for the year then ended and comply with the Companies Act 1985.

Sanderson House
Station Road
Horsforth
Leeds
LS18 5NT

BUCKLE BARTON

Chartered Accountants

Dated: 22 November 1988

CRAVEN SUPPLY LIMITEDPROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30 JUNE 1988

	<u>Notes</u>	<u>1988</u> £	<u>1987</u> £
TURNOVER	2	123,818,307	96,504,803
Cost of sales		<u>123,659,047</u>	<u>96,339,901</u>
GROSS PROFIT		159,260	164,902
Net operating expenses	3	<u>133,513</u>	<u>121,201</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	4 - 5	25,747	43,701
Tax on profit on ordinary activities	6	<u>7,994</u>	<u>12,958</u>
RETAINED PROFIT FOR THE YEAR		17,753	30,743
RETAINED PROFIT BROUGHT FORWARD		<u>75,169</u>	<u>44,426</u>
RETAINED PROFIT CARRIED FORWARD		<u><u>92,922</u></u>	<u><u>75,169</u></u>

SCAN UPON
DEMAND

WE APOLOGISE THAT
THIS PAGE/S IS MISSING

THANK YOU FOR YOUR
UNDERSTANDING

CRAVEN SUPPLY LIMITEDSTATEMENT OF SOURCE AND APPLICATION OF FUNDS
FOR THE YEAR ENDED 30 JUNE 1988

	<u>1988</u>		<u>1987</u>
	£	£	£
SOURCE OF FUNDS			
Profit on ordinary activities before taxation		25,747	<u>43,701</u>
APPLICATION OF FUNDS			
Dividends paid	-		2,004
Taxation paid	<u>14,746</u>		<u>14,107</u>
		14,746	<u>16,111</u>
NET SOURCE OF FUNDS		<u>11,001</u>	<u>27,590</u>
The net source of funds is represented by the following increase/(decrease) in working capital:			
Debtors	1,445,570		26,094
Creditors	<u>(1,428,990)</u>		<u>(350,545)</u>
		16,580	<u>(324,451)</u>
Movement in net liquid funds:			
Bank and cash		<u>(5,579)</u>	<u>352,041</u>
INCREASE IN WORKING CAPITAL		<u>11,001</u>	<u>27,590</u>

CRAVEN SUPPLY LIMITEDNOTES TO THE ACCOUNTS - 30 JUNE 1988

1. ACCOUNTING POLICIES

Accounting Convention

The accounts are prepared under the historical cost convention.

Deferred Taxation

Deferred taxation is provided on the liability method which represents full provision for potential amounts of deferred tax, reduced only to the extent of the availability of tax losses carried forward.

2. TURNOVER

Turnover represents the invoiced amounts of goods sold, stated net of value added tax.

	<u>1988</u>	<u>1987</u>
	£	£
3. NET OPERATING EXPENSES		
Administration expenses	133,513	121,201
	<u> </u>	<u> </u>
4. OPERATING PROFIT		
This is stated after charging:		
Auditors' remuneration	2,500	1,800
Directors' remuneration	<u> </u>	<u> </u>
5. DIRECTORS AND EMPLOYEES		
Staff costs (including directors' remuneration):		
Wages and salaries	40,768	33,692
Social security costs	4,260	2,893
	<u>45,028</u>	<u>36,585</u>
The average number of persons employed by the company during the year is analysed below:	No.	No.
Office and management	7	6
	<u> </u>	<u> </u>

CRAVEN SUPPLY LIMITEDNOTES TO THE ACCOUNTS - 30 JUNE 1988

	<u>1988</u>	<u>1987</u>
	£	£
6. TAX ON PROFIT ON ORDINARY ACTIVITIES		
U.K. corporation tax:		
Charge for the year at 26.5% (1987 : 28.5%)	6,918	13,000
Prior year adjustment	1,076	(42)
	<u>7,994</u>	<u>12,958</u>
7. DEBTORS		
Due within one year:		
Trade debtors (see below)	7,350,108	6,054,651
Other debtors	33,119	5,943
Prepayments	260,607	137,670
	<u>7,643,834</u>	<u>6,198,264</u>
Included in trade debtors are amounts of £970,000 due from Winerite Limited, a connected company.		
8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR		
Trade creditors (note 9)	9,774,104	8,319,380
Current corporation tax	6,100	13,000
Amounts due to connected companies	83,468	98,978
Accruals	2,683	12,759
	<u>9,866,355</u>	<u>8,444,117</u>
9. TRADE CREDITORS		
Included in trade creditors are amounts due in respect of goods for which title may not pass until payment is made.		
The total amounts are:	<u>8,650,000</u>	<u>1,970,000</u>

CRAVEN SUPPLY LIMITEDNOTES TO THE ACCOUNTS - 30 JUNE 1988

	<u>1988</u>	<u>1987</u>
	£	£
10. CALLED UP SHARE CAPITAL		
Authorised:		
1,000,000 ordinary shares of £1 each	<u>1,000,000</u>	<u>1,000,000</u>
Allotted, issued and fully paid:		
25,050 ordinary shares of £1 each	<u>25,050</u>	<u>25,050</u>

11. CONTINGENT LIABILITIES

The company has guaranteed the bank overdrafts of Winerite Limited, Direct Liquor Services Limited and Wineways Limited which, at the balance sheet dated, amounted to £2,639,229, £Nil and £Nil respectively.

The company has also entered into contra indemnities to Yorkshire Bank Plc for £3.5 million and £10,000 relating to Winerite Limited, in favour of the Commissioners of the Customs & Excise and £10,000 to the Intervention Board for Agricultural Produce.

These guarantees are secured by a debenture giving a fixed and floating charge over the assets of the company.

There are no present indications that the company will be called upon to honour these guarantees.