

SHIPTON MILL LIMITED

FINANCIAL STATEMENTS

25TH MARCH 2011

COMPANY REGISTRATION NUMBER 01458168

GRANT THORNTON

Chartered Accountants & Statutory Auditor
24 - 26 City Quay
Dublin 2
Ireland

THURSDAY



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29/12/2011
COMPANIES HOUSE

SHIPTON MILL LIMITED

FINANCIAL STATEMENTS

PERIOD FROM 27TH MARCH 2010 TO 25TH MARCH 2011

CONTENTS	PAGE
Officers and professional advisers	1
The director's report	2
Independent auditor's report to the shareholders	4
Profit and loss account	6
Statement of total recognised gains and losses	7
Note of historical cost profits and losses	7
Balance sheet	8
Notes to the financial statements	9

SHIPTON MILL LIMITED
OFFICERS AND PROFESSIONAL ADVISERS

The director	J R A Lister
Company secretary	D Roberts
Registered office	Shipton Mill Long Newton Tetbury Gloucester GL8 8RP
Auditor	Grant Thornton Chartered Accountants & Statutory Auditor 24 - 26 City Quay Dublin 2 Ireland
Bankers	Handelsbanken Bristol branch 40 Queen Square Bristol BS1 4QP
Solicitors	Burges Salmon Narrow Quay House Narrow Quay Bristol BS1 4AH

SHIPTON MILL LIMITED

THE DIRECTOR'S REPORT

PERIOD FROM 27TH MARCH 2010 TO 25TH MARCH 2011

The director has pleasure in presenting his report and the financial statements of the company for the period from 27th March 2010 to 25th March 2011

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The principal activity of the company during the period was the milling of flour. The results for the year are in line with expectations.

The director is satisfied with the trading results for the year.

PRINCIPAL RISKS AND UNCERTAINTIES

The director considers that the principal risks and uncertainties faced by the company are in the following categories:

Economic risk

The risk of increased interest rates and/or inflation may have an adverse impact on served markets.

Competition risk

The director of the company manages competition risk through close attention to customer service levels and sourcing competitive products.

Financial risk

All key financial figures are monitored on an ongoing basis.

People in our business

The continued success of the company has been achieved by the people working in it. There are many quality members of staff and the relatively low turnover of personnel reflects the general policy of providing good terms and conditions of employment while dealing with staff as well as the other stakeholders in the business, in a fair and consistent manner.

Key Performance Indicators

The company considers the following measures to be important indicators of the underlying performance of the business:

Operating margin

Operating margin for the company was 2% compared with 1% in 2010.

Gross margin

Gross margin for the company was 29.6% compared with 27.9% in 2010.

RESULTS AND DIVIDENDS

The results for the period are set out in the company profit and loss account on page 6. The director has not recommended a dividend.

THE DIRECTOR AND HIS INTERESTS IN THE SHARES OF THE PARENT COMPANY

The director who served the company during the period together with his beneficial interests in the shares of the parent company was as follows:

	A shares of £1 each in the parent company	
	At 25 March 2011	At 27 March 2010
J R A Lister	<u>1</u>	<u>1</u>

SHIPTON MILL LIMITED

THE DIRECTOR'S REPORT *(continued)*

PERIOD FROM 27TH MARCH 2010 TO 25TH MARCH 2011

DIRECTOR'S RESPONSIBILITIES

The director is responsible for preparing the Director's Report and the financial statements in accordance with applicable law and regulations

Company law requires the director to prepare financial statements for each financial year. Under that law the director has 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 director must not approve the financial statements unless he is satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the director is required to

select suitable accounting policies and then apply them consistently,

make judgements and estimates that are reasonable and prudent,

prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

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

In so far as the director is aware

there is no relevant audit information of which the company's auditor is unaware, and

the director has taken all steps that he ought to have taken to make himself aware of any relevant audit information and to establish that the auditor is aware of that information.

AUDITOR

Grant Thornton are deemed to be re-appointed under section 487(2) of the Companies Act 2006.

Signed by order of the director



D Roberts
Company Secretary

21/12/11

Approved by the director on

SHIPTON MILL LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF SHIPTON MILL LIMITED FOR THE PERIOD FROM 27TH MARCH 2010 TO 25TH MARCH 2011

We have audited the financial statements of Shipton Mill Limited for the period from 27th March 2010 to 25th March 2011 which comprise the Profit and Loss Account, Statement of Total Recognised Gains and Losses, Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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

RESPECTIVE RESPONSIBILITIES OF DIRECTOR AND AUDITOR

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

SCOPE OF THE AUDIT OF THE FINANCIAL STATEMENTS

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by directors, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the annual 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 company's affairs as at 25th March 2011 and of its 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 MATTERS PRESCRIBED BY THE COMPANIES ACT 2006

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

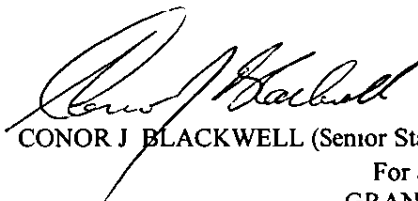
SHIPTON MILL LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF SHIPTON MILL LIMITED FOR THE PERIOD FROM 27TH MARCH 2010 TO 25TH MARCH 2011 *(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, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of director's remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit, or
- the director was not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the director's report



CONOR J BLACKWELL (Senior Statutory Auditor)

For and on behalf of
GRANT THORNTON
Chartered Accountants
& Statutory Auditor

24 - 26 City Quay
Dublin 2
Ireland

21st December 2011

SHIPTON MILL LIMITED

PROFIT AND LOSS ACCOUNT

PERIOD FROM 27TH MARCH 2010 TO 25TH MARCH 2011

	Note	Period from 27 Mar 10 to 25 Mar 11 £	Period from 28 Mar 09 to 26 Mar 10 £
TURNOVER	2	12,317,283	12,049,578
Cost of sales		(8,668,830)	(8,692,651)
GROSS PROFIT		<u>3,648,453</u>	<u>3,356,927</u>
Distribution costs		(842,801)	(810,822)
Administrative expenses		(2,558,755)	(2,426,129)
Other operating income		5,536	8,217
OPERATING PROFIT	3	<u>252,433</u>	<u>128,193</u>
Interest receivable	6	59,410	81,889
Interest payable and similar charges	7	(119,536)	(130,505)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>192,307</u>	<u>79,577</u>
Tax on profit on ordinary activities	8	(47,621)	(59,646)
PROFIT FOR THE FINANCIAL PERIOD		<u><u>144,686</u></u>	<u><u>19,931</u></u>

All of the activities of the company are classed as continuing

The notes on pages 9 to 22 form part of these financial statements.

SHIPTON MILL LIMITED

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES

PERIOD FROM 27TH MARCH 2010 TO 25TH MARCH 2011

	Period from 27 Mar 10 to 25 Mar 11 £	Period from 28 Mar 09 to 26 Mar 10 £
Profit for the financial period attributable to the shareholders	144,686	19,931
Unrealised profit on revaluation of certain fixed assets	–	861,692
Total gains and losses recognised since the last annual report	<u>144,686</u>	<u>881,623</u>

NOTE OF HISTORICAL COST PROFITS AND LOSSES

	Period from 27 Mar 10 to 25 Mar 11 £	Period from 28 Mar 09 to 26 Mar 10 £
Reported profit on ordinary activities before taxation	192,307	79,577
Difference between a historical cost depreciation charge and the actual charge calculated on the revalued amount	48,667	31,433
Historical cost profit on ordinary activities before taxation	<u>240,974</u>	<u>111,010</u>
Historical cost profit for the period after taxation	<u>193,353</u>	<u>51,364</u>

The notes on pages 9 to 22 form part of these financial statements.


SHIPTON MILL LIMITED

BALANCE SHEET

25TH MARCH 2011

	Note	25 Mar 11 £	£	26 Mar 10 £	£
FIXED ASSETS					
Tangible assets	9	5,401,672		4,857,844	
Investments	10	750,001		750,001	
		<u>6,151,673</u>		<u>5,607,845</u>	
CURRENT ASSETS					
Stocks	11	1,155,229		704,852	
Debtors	12	2,430,148		2,342,537	
Cash at bank and in hand		377,780		709,259	
		<u>3,963,157</u>		<u>3,756,648</u>	
CREDITORS: Amounts falling due within one year	13	<u>4,145,119</u>		<u>3,385,335</u>	
NET CURRENT (LIABILITIES)/ASSETS			(181,962)		371,313
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>5,969,711</u>		<u>5,979,158</u>
CREDITORS: Amounts falling due after more than one year	14		321,662		510,816
PROVISIONS FOR LIABILITIES					
Deferred taxation	18		116,498		81,477
			<u>5,531,551</u>		<u>5,386,865</u>
CAPITAL AND RESERVES					
Called-up equity share capital	23		1,000		1,000
Share premium account	24		9,900		9,900
Revaluation reserve	25		2,457,306		2,457,306
Profit and loss account	26		3,063,345		2,918,659
SHAREHOLDERS' FUNDS	27		<u>5,531,551</u>		<u>5,386,865</u>

These financial statements were approved and signed by the director and authorised for issue on


J R A Lister
Director

Company Registration Number 01458168

21/12/11

The notes on pages 9 to 22 form part of these financial statements

SHIPTON MILL LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 27TH MARCH 2010 TO 25TH MARCH 2011

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain fixed assets

Consolidation

The company was, at the end of the period, a wholly-owned subsidiary of another company incorporated in the EEA and in accordance with Section 400 of the Companies Act 2006, is not required to produce, and has not published, consolidated accounts

Cash flow statement

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

Turnover

Turnover is the total amount receivable by the company for goods supplied and services provided, excluding Value Added Tax and trade discounts

Fixed assets

All fixed assets are initially recorded at cost

Certain properties have been valued on an 'Existing Use' basis while other properties have been deemed to be so specialised that they are valued on a 'Depreciated Replacement Cost' basis. Revaluation surpluses have been credited to the revaluation reserve in shareholders' equity. It is company policy to revalue its freehold property every three to five years in line with Financial Reporting Standard 15 'Tangible Fixed Assets'.

Depreciation

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

Freehold Property	- 2% straight line
Leasehold Property	- 15 years over lease term
Plant & Machinery	- 6% - 50% straight line
Motor Vehicles	- 20% straight line

Stocks

Stocks are valued at the lower of cost and net realisable value. Cost comprises expenditure incurred in the normal course of business in bringing stocks to their present condition and location. Net realisable value is based upon anticipated selling prices less further costs expected to be incurred in the sale and distribution. Full provision is made for obsolete and slow moving items.

Hire purchase agreements

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

SHIPTON MILL LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 27TH MARCH 2010 TO 25TH MARCH 2011

1. ACCOUNTING POLICIES *(continued)*

Finance lease agreements

Where the company enters into a lease which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a finance lease. The asset is recorded in the balance sheet as a tangible fixed asset and is depreciated in accordance with the above depreciation policies. Future instalments under such leases, net of finance charges, are included within creditors. Rentals payable are apportioned between the finance element, which is charged to the profit and loss account at a constant rate of charge on the balance of capital repayments outstanding, and the capital element which reduces the outstanding obligation for future instalments.

Operating lease agreements

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

Pension costs

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

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions:

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

Deferred tax assets are recognised only to the extent that the director considers that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Foreign currencies

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

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

SHIPTON MILL LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 27TH MARCH 2010 TO 25TH MARCH 2011

1. ACCOUNTING POLICIES *(continued)*

Basis of consolidation

In the opinion of the director, the company and its subsidiary undertakings comprise a medium-sized group. The company has therefore taken advantage of the exemption provided by Section 248 of the Companies Act 1985 not to prepare group accounts, on the grounds that the individual company financial statements are included in the consolidated accounts for a larger group, as defined under Section 228 of the Companies Act 1985. These financial statements present information about the company as an individual undertaking and not about its group.

Investments

Investments held as fixed assets are stated at cost less provision for any permanent diminution in value.

2. TURNOVER

The turnover and profit before tax are attributable to the one principal activity of the company.

An analysis of turnover is given below.

	Period from 27 Mar 10 to 25 Mar 11 £	Period from 28 Mar 09 to 26 Mar 10 £
United Kingdom	<u>12,317,283</u>	<u>12,049,578</u>

3. OPERATING PROFIT

Operating profit is stated after charging/(crediting)

	Period from 27 Mar 10 to 25 Mar 11 £	Period from 28 Mar 09 to 26 Mar 10 £
Depreciation of owned fixed assets	292,783	186,572
Depreciation of assets held under finance lease agreements	58,750	55,900
Profit on disposal of fixed assets	(503)	(8,557)
Auditor's remuneration		
- as auditor	19,000	19,000
Net loss on foreign currency translation	<u>68,652</u>	<u>3,217</u>

SHIPTON MILL LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 27TH MARCH 2010 TO 25TH MARCH 2011

4 PARTICULARS OF EMPLOYEES

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

	Period from 27 Mar 10 to 25 Mar 11 No	Period from 28 Mar 09 to 26 Mar 10 No
Average number of employees	<u>49</u>	<u>49</u>

The aggregate payroll costs of the above were

	Period from 27 Mar 10 to 25 Mar 11 £	Period from 28 Mar 09 to 26 Mar 10 £
Wages and salaries	965,709	984,925
Social security costs	118,195	118,227
Other pension costs	4,215	4,215
	<u>1,088,119</u>	<u>1,107,367</u>

5 DIRECTOR'S REMUNERATION

The director's aggregate remuneration in respect of qualifying services were

	Period from 27 Mar 10 to 25 Mar 11 £	Period from 28 Mar 09 to 26 Mar 10 £
Remuneration receivable	64,722	95,919
Value of company pension contributions to money purchase schemes	452	452
	<u>65,174</u>	<u>96,371</u>

The number of directors who accrued benefits under company pension schemes was as follows

	Period from 27 Mar 10 to 25 Mar 11 No	Period from 28 Mar 09 to 26 Mar 10 No
Money purchase schemes	<u>1</u>	<u>1</u>

SHIPTON MILL LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 27TH MARCH 2010 TO 25TH MARCH 2011

6. INTEREST RECEIVABLE

	Period from 27 Mar 10 to 25 Mar 11 £	Period from 28 Mar 09 to 26 Mar 10 £
Bank interest receivable	53	2,165
Interest from group undertakings	59,357	79,724
	<u>59,410</u>	<u>81,889</u>

7. INTEREST PAYABLE AND SIMILAR CHARGES

	Period from 27 Mar 10 to 25 Mar 11 £	Period from 28 Mar 09 to 26 Mar 10 £
Interest payable on bank borrowing	38,865	29,677
Finance charges	7,517	8,295
Other similar charges payable	73,154	92,533
	<u>119,536</u>	<u>130,505</u>

8. TAXATION ON ORDINARY ACTIVITIES

(a) Analysis of charge in the period

	Period from 27 Mar 10 to 25 Mar 11 £	Period from 28 Mar 09 to 26 Mar 10 £
Current tax		
UK Corporation tax based on the results for the period at 21% (2010 - 28%)	12,600	-
Over/under provision in prior year	-	(2,952)
Total current tax	<u>12,600</u>	<u>(2,952)</u>
Deferred tax		
Origination and reversal of timing differences	<u>35,021</u>	<u>62,598</u>
Tax on profit on ordinary activities	<u>47,621</u>	<u>59,646</u>

SHIPTON MILL LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 27TH MARCH 2010 TO 25TH MARCH 2011

8. TAXATION ON ORDINARY ACTIVITIES *(continued)*

(b) Factors affecting current tax charge

The tax assessed on the profit on ordinary activities for the period is lower than the standard rate of corporation tax in the UK of 21% (2010 - 28%)

	Period from 27 Mar 10 to 25 Mar 11 £	Period from 28 Mar 09 to 26 Mar 10 £
Profit on ordinary activities before taxation	192,307	79,577
Profit on ordinary activities by rate of tax	40,384	22,282
Expenses not deductible for tax purposes	15,621	16,807
Capital allowances in excess of depreciation	(32,997)	(63,174)
Adjustment in respect of previous periods	-	(2,952)
Group relief losses surrendered	-	23,510
Unrelieved tax losses	(432)	575
Group Relief claimed	(9,977)	-
Sundry tax adjusting items	1	-
Total current tax (note 8(a))	12,600	(2,952)

9. TANGIBLE FIXED ASSETS

	Brought forward 27 Mar 10 £	Additions £	Disposals £	Carried forward 25 Mar 11 £
COST OR VALUATION				
Freehold Property	2,950,000	10,920	-	2,960,920
Plant & Machinery	3,974,306	495,760	-	4,470,066
Motor Vehicles	835,422	131,032	(15,980)	950,474
Leasehold Property	23,500	-	-	23,500
Assets under construction	-	259,647	-	259,647
	<u>7,783,228</u>	<u>897,359</u>	<u>(15,980)</u>	<u>8,664,607</u>
	Brought forward 27 Mar 10 £	Charges £	Disposals £	Carried forward 25 Mar 11 £
DEPRECIATION				
Freehold Property	-	67,155	-	67,155
Plant & Machinery	2,252,456	184,563	-	2,437,019
Motor Vehicles	672,536	98,248	(13,982)	756,802
Leasehold Property	392	1,567	-	1,959
Assets under construction	-	-	-	-
	<u>2,925,384</u>	<u>351,533</u>	<u>(13,982)</u>	<u>3,262,935</u>

SHIPTON MILL LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 27TH MARCH 2010 TO 25TH MARCH 2011

9. TANGIBLE FIXED ASSETS *(continued)*

	Brought forward 27 Mar 10 £	Carried forward 25 Mar 11 £
NET BOOK VALUE		
Freehold Property	2,950,000	2,893,765
Plant & Machinery	1,721,850	2,033,047
Motor Vehicles	162,886	193,672
Leasehold Property	23,108	21,541
Assets under construction	—	259,647
	<u>4,857,844</u>	<u>5,401,672</u>

The freehold property, comprising of two properties, were revalued in October 2010 by Chesterton Humberts and Smiths Gore, independent chartered surveyors. The basis of the valuation of one of the properties was Existing Use Value while the basis of the valuation of the other property was Depreciated Replacement Cost, in accordance with FRS 15 'Tangible Fixed Assets'. The total valuation at October 2010, which is not expected to significantly differ from the valuation at the balance sheet date, was £2,950,000. The valuation of the property on Existing Use Value was not significantly different from its Open Market Value.

In the opinion of the directors, the value of the freehold property is not less than the net book value shown above.

A reclassification has occurred between the brought forward cost and opening accumulated depreciation within Freehold Property, however there has been no profit and loss account impact.

In respect of certain fixed assets stated at valuations, the comparable historical cost and depreciation values are as follows:

	2011 £	2010 £
Net book value at end of period	<u>2,882,981</u>	<u>2,950,000</u>
Historical cost	<u>727,213</u>	<u>727,213</u>
Depreciation		
At 27 Mar 10	248,650	230,298
Charge for period	15,015	15,015
At 25 Mar 11	<u>263,665</u>	<u>245,313</u>
Net historical cost value:		
At 25 Mar 11	<u>463,548</u>	<u>481,900</u>
At 27 Mar 10	<u>478,563</u>	<u>496,915</u>

Finance lease agreements

Included within the net book value of £5,401,672 is £92,692 (2010 - £91,543) relating to assets held under finance lease agreements. The depreciation charged to the financial statements in the period in respect of such assets amounted to £58,750 (2010 - £55,900).

SHIPTON MILL LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 27TH MARCH 2010 TO 25TH MARCH 2011

10 INVESTMENTS

Unlisted subsidiary undertakings	Shares in group companies brought forward	
	£	
COST		
At 27th March 2010 and 25th March 2011		<u>751,401</u>
AMOUNTS WRITTEN OFF		
At 27th March 2010 and 25th March 2011		<u>1,400</u>
NET BOOK VALUE		
At 25th March 2011 and 26th March 2010		<u>750,001</u>
These investments are analysed as follow		
	£ 2010	£ 2009
Simply Bread Limited		
£1 'A' and 'B' Ordinary Shares		
£1 Fully Paid Redeemable Preference Shares	750,000	750,000
Finedon Mill Limited - £1 Ordinary Shares	-	-
Finedon Mill Limited - £1 Variable Preference Shares	-	-
Golden Sands Limited - £1 Ordinary Shares	1	1

At 25 March 2011 the investment in Finedon Mill Limited represented 50% (2010 - 50%) of the ordinary share capital of that company and 100% of the participating preference shares

At 25 March 2011 the aggregate amount of capital and reserves of Golden Sands Limited was £1 (2010 - £1) The company did not trade in the period ended 31 March 2011

The company is exempt from preparing consolidated financial statements on the grounds that the individual company financial statements are included in the consolidated accounts for a larger group, as defined under section 228 of the Companies Act 1985 These financial statements present information about the company as an individual undertaking and not about its group

SHIPTON MILL LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 27TH MARCH 2010 TO 25TH MARCH 2011

11. STOCKS

	25 Mar 11 £	26 Mar 10 £
Raw materials	699,196	355,597
Finished goods	456,033	349,255
	<u>1,155,229</u>	<u>704,852</u>

12. DEBTORS

	25 Mar 11 £	26 Mar 10 £
Trade debtors	1,784,095	1,240,392
Amounts owed by group undertakings	331,141	736,356
Other debtors	217,295	245,894
Directors current accounts	11,348	13,638
Prepayments and accrued income	86,269	106,257
	<u>2,430,148</u>	<u>2,342,537</u>

13. CREDITORS: Amounts falling due within one year

	25 Mar 11 £	26 Mar 10 £
Bank loans	7,506	217,319
Trade creditors	873,510	806,959
Corporation tax	12,600	-
Other taxation and social security	31,195	31,545
Finance lease agreements	51,665	45,224
Other creditors	272,054	226,629
Amounts owed to group undertakings	2,397,710	1,742,297
Accruals and deferred income	498,879	315,362
	<u>4,145,119</u>	<u>3,385,335</u>

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

	25 Mar 11 £	26 Mar 10 £
Bank loans	7,506	217,319
Obligations under finance leases	51,665	45,224
	<u>59,171</u>	<u>262,543</u>

The bank loans and overdrafts are secured by a legal mortgage over the freehold property, and a fixed and floating charge over the remaining assets of the company

SHIPTON MILL LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 27TH MARCH 2010 TO 25TH MARCH 2011

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

	25 Mar 11 £	26 Mar 10 £
Bank loans and overdrafts	–	7,497
Finance lease agreements	49,609	50,061
Other creditors	272,053	453,258
	<u>321,662</u>	<u>510,816</u>

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

	25 Mar 11 £	26 Mar 10 £
Bank loans and overdrafts	–	7,497
Obligations under finance leases	49,609	50,061
	<u>49,609</u>	<u>57,558</u>

15. CREDITORS - BANK LOANS

Creditors include finance capital which is due for repayment as follows

	25 Mar 11 £	26 Mar 10 £
Amounts repayable		
In one year or less or on demand	7,506	217,319
In more than one year but not more than two years	–	7,497
	<u>7,506</u>	<u>224,816</u>

16. COMMITMENTS UNDER FINANCE LEASE AGREEMENTS

Future commitments under finance lease agreements are as follows

	25 Mar 11 £	26 Mar 10 £
Amounts payable within 1 year	51,665	45,224
Amounts payable between 1 and 2 years	21,950	40,409
Amounts payable between 3 and 5 years	27,659	9,652
	<u>101,274</u>	<u>95,285</u>

The obligations under finance leases are secured upon the assets to which they relate

17. PENSIONS

The company operates a defined contribution pension scheme for employees. During the year, the company contributed £4,215 (2010 £4,215) to the scheme. There is no outstanding liability at the year end.

SHIPTON MILL LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 27TH MARCH 2010 TO 25TH MARCH 2011

18. DEFERRED TAXATION

The movement in the deferred tax provision during the period was

	Period from 27 Mar 10 to 25 Mar 11 £	Period from 28 Mar 09 to 26 Mar 10 £
Provision brought forward	81,477	18,879
Profit and loss account movement arising during the period	35,021	62,598
Provision carried forward	<u>116,498</u>	<u>81,477</u>

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

	25 Mar 11 £	26 Mar 10 £
Excess of taxation allowances over depreciation on fixed assets	146,154	107,571
Tax losses available	-	(576)
Other timing differences	<u>(29,656)</u>	<u>(25,518)</u>
	<u>116,498</u>	<u>81,477</u>

19. COMMITMENTS UNDER OPERATING LEASES

At 25th March 2011 the company had annual commitments under non-cancellable operating leases as set out below

	Land and buildings 25 Mar 11 £	26 Mar 10 £
Operating leases which expire After more than 5 years	<u>55,440</u>	<u>55,440</u>

20. CONTINGENCIES

Handelsbanken Bristol holds a letter of guarantee in favour of HM Customs and Excise dated 14 December 2007 for £30,000

SHIPTON MILL LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 27TH MARCH 2010 TO 25TH MARCH 2011

21. TRANSACTIONS WITH THE DIRECTOR

	Period from 27 Mar 10 to 25 Mar 11 £	Period from 28 Mar 09 to 26 Mar 10 £
Opening balance	13,638	8,392
Net movement for the year	(2,290)	5,246
Closing balance	<u>11,348</u>	<u>13,638</u>

The balance was interest free and without fixed repayment terms

22. RELATED PARTY TRANSACTIONS

The company has availed of the exemption provided in Financial Reporting Standard Number 8, "Related Party Disclosures", for group undertakings 100% of whose voting rights are controlled within the group, from the requirement to give details of transactions with entities that are part of the group or investees of the group qualifying as related parties

Included within amounts owed by group undertakings is an amount due from Finedon Mill Limited of £230,753 (2010 £112,894) Finedon Mill Limited is a 50% subsidiary of Shipton Mill Limited During the year, Shipton Mill Limited charged Finedon Mill Limited £111,000 (2010 £111,000) in respect of management fees and £5,828 (2010 £1,804) in respect of interest Also included within amounts owed by group undertakings is an amount due of £30,636 (2010 £8,152) from Bibury Court Limited, a company related by virtue of common ultimate shareholders and directors During the year, Shipton Mill Limited charged a fee for accountancy and other services of £24,019 to Bibury Court Limited (2010 £27,580) and made sales to Bibury Court Limited to the value of £2,129 (2010 £302) These companies are related by virtue of common ultimate directors and shareholders

Included in amounts owed from related parties is £273 (2010 £Nil) from Advanced Fuel Technologies UK Limited, a company related by virtue of common ultimate directors and shareholders

At 25 March 2011, Mr J R A Lister a director of the company, owed the company £11,348 (2010 £13,638) Included in other income for the year is £2,700 (2010 - £2,700) payable by Mr J R A Lister in respect of rent

23 SHARE CAPITAL

Authorised share capital:

	25 Mar 11 £	26 Mar 10 £
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

SHIPTON MILL LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 27TH MARCH 2010 TO 25TH MARCH 2011

23. SHARE CAPITAL *(continued)*

Allotted, called up and fully paid

	25 Mar 11		26 Mar 10	
	No	£	No	£
Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>

24. SHARE PREMIUM ACCOUNT

There was no movement on the share premium account during the financial period

25. REVALUATION RESERVE

	Period from 27 Mar 10 to 25 Mar 11 £	Period from 28 Mar 09 to 26 Mar 10 £
Balance brought forward	2,457,306	1,595,614
Revaluation of fixed assets	<u>-</u>	<u>861,692</u>
Balance carried forward	<u>2,457,306</u>	<u>2,457,306</u>

26. PROFIT AND LOSS ACCOUNT

	Period from 27 Mar 10 to 25 Mar 11 £	Period from 28 Mar 09 to 26 Mar 10 £
Balance brought forward	2,918,659	2,898,728
Profit for the financial period	<u>144,686</u>	<u>19,931</u>
Balance carried forward	<u>3,063,345</u>	<u>2,918,659</u>

27. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	25 Mar 11 £	26 Mar 10 £
Profit for the financial period	144,686	19,931
Other net recognised gains and losses	<u>-</u>	<u>861,692</u>
Net addition to shareholders' funds	144,686	881,623
Opening shareholders' funds	<u>5,386,865</u>	<u>4,505,242</u>
Closing shareholders' funds	<u>5,531,551</u>	<u>5,386,865</u>

SHIPTON MILL LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 27TH MARCH 2010 TO 25TH MARCH 2011

28 PARENT UNDERTAKING AND CONTROLLING PARTIES

The parent undertaking and immediate controlling party of the company is Coinstone Limited, a company incorporated in England and Wales, with a registered office at Shipton Mill, Long Newton, Tetbury, Gloucestershire

The smallest and largest group in which the results of Shipton Mill Limited are consolidated is that headed by Coinstone Limited. The consolidated financial statements of Coinstone Limited are available to the public.

The ultimate controlling party is Mr J R A Lister