

ARUN MEAT & LIVESTOCK COMPANY LIMITED

ABBREVIATED FINANCIAL STATEMENTS

31ST MAY 1997

Registered number: 01631224

EVANS PEARCE

CHARTERED ACCOUNTANTS

Southsea



ARUN MEAT & LIVESTOCK COMPANY LIMITED

ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MAY 1997

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ARUN MEAT & LIVESTOCK COMPANY LIMITED

**Auditors' report to
Arun Meat & Livestock Company Limited
under section 247B to the Companies Act 1985**

We have examined the abbreviated financial statements set out on pages 2 to 5, together with the financial statements of the company for the year ended 31st May 1997 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the financial statements to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

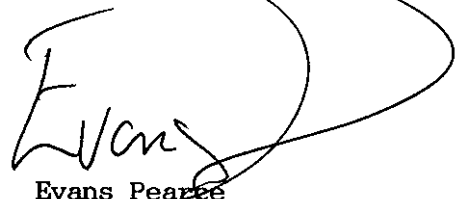
Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements to be delivered are properly prepared. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated financial statements prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements on pages 2 to 5 are properly prepared in accordance with those provisions.

Dated 14th September 1997
Southsea


Evans Pearce
Registered Auditor
Chartered Accountants

ARUN MEAT & LIVESTOCK COMPANY LIMITED


ABBREVIATED BALANCE SHEET

AT 31ST MAY 1997

	Note	£	1997 £	£	1996 £
Fixed assets					
Tangible assets	2		67,872		44,035
Current assets					
Stocks			22,616		19,299
Debtors			152,183		101,736
			<u>174,799</u>		<u>121,035</u>
Creditors: amounts falling due within one year	3	(227,885)		(173,465)	
Net current liabilities			(53,086)		(52,430)
Total assets less current liabilities			14,786		(8,395)
Creditors: amounts falling due after more than one year	4		(24,360)		(15,674)
			<u>(9,574)</u>		<u>(24,069)</u>
Capital and reserves					
Called up share capital	5		100		100
Profit and loss account			(9,674)		(24,169)
Total shareholders' funds			<u>(9,574)</u>		<u>(24,069)</u>

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The abbreviated financial statements on pages 2 to 5 were approved by the board of directors on 4th September, 1997 and signed on its behalf by:


A J Clay
Chairman

ARUN MEAT & LIVESTOCK COMPANY LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31ST MAY 1997

1 Accounting policies**Basis of accounting**

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

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard No. 1 on the grounds that it qualifies as a small company under the Companies Act 1985.

Turnover

Turnover represents the amount derived from the provision of goods and services falling within the company's activities after deduction of trade discounts and value added tax.

Depreciation

Depreciation of fixed assets is calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows:

Freehold buildings	2% - straight line basis
Leasehold land and buildings	straight line over period of lease
Improvements to leasehold property	straight line over period of lease
Equipment	20% - written down value
Motor vehicles	20% - written down value
Furniture and fittings	20% - written down value

No provision has been made for depreciation of the company's freehold land as in the opinion of the director the estimated residual value is in excess of its current net book value.

Stocks

Stocks are valued at the lower of cost and net realisable value. Cost is computed on a first in first out basis. Net realisable value is based on estimated selling price less the estimated cost of disposal.

Deferred taxation

Deferred taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

ARUN MEAT & LIVESTOCK COMPANY LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31ST MAY 1997

2 Fixed assets

Cost	Tangible fixed assets £
1st June 1996	63,317
Additions	31,289
31st May 1997	<u>94,606</u>
Depreciation	
1st June 1996	19,282
Charge for year	7,452
31st May 1997	<u>26,734</u>
Net book amount	
31st May 1997	<u>67,872</u>
1st June 1996	<u>44,035</u>

3 Creditors: amounts falling due within one year

Included in creditors due within one year are the following:

a) Bank overdraft £24,635 (1996 - £17,074)

The bank overdraft is secured by a first charge over the land and buildings and a second charge over all the assets of the company. Interest is being charged at 4% above Barclay's base rate.

b) Secured loans

	1997 £	1996 £
Estate of Mrs J I Barlow	-	18,500
T D Barlow	30,000	30,000
	<u>30,000</u>	<u>48,500</u>

The secured loan is not repayable on any fixed date. The interest bearing proportion of the loan is £30,000 (1996 - £44,000). Interest is currently being paid at £3,000 (1996 - £4,400) per annum. The loan is secured by a first charge limited to £30,000 over the company's assets, excluding the land and buildings, and a third charge over all the company's assets.

ARUN MEAT & LIVESTOCK COMPANY LIMITED
NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31ST MAY 1997

4 **Creditors:** amounts falling due
after more than one year

	1997 £	1996 £
The following amounts are included in creditors falling due after more than one year:		
Bank loans	24,360	15,674
	<u> </u>	<u> </u>
Maturity of debt		
In one year or less, or on demand (included in current liabilities)	7,317	4,703
Between one and two years	4,844	4,703
Between two and five years	19,516	10,971
	<u>31,677</u>	<u>20,377</u>

The bank loans are secured on the company's freehold land and buildings.

5 **Called up share capital**

	1997		1996	
	Number of shares	£	Number of shares	£
Authorised				
Ordinary shares of £1 each	100	100	100	100
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Allotted called up and fully paid				
Ordinary shares of £1 each	100	100	100	100
	<u> </u>	<u> </u>	<u> </u>	<u> </u>