

COMPANY REGISTRATION NUMBER 04455276

## COMPANIES HOUSE

### FEED FACTORS INTERNATIONAL LIMITED FINANCIAL STATEMENTS 30 NOVEMBER 2011



**MHA MacIntyre Hudson**  
GLOBAL EXPERTISE NATIONAL EXPERIENCE LOCAL EXCELLENCE®

# **FEED FACTORS INTERNATIONAL LIMITED**

## **OFFICERS AND PROFESSIONAL ADVISERS**

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<b>The board of directors</b>	R Sharon S E Lawrence
<b>Company secretary</b>	S M Okhai
<b>Registered office</b>	118-122 College Road Harrow Middlesex HA1 1BQ
<b>Auditor</b>	MHA MacIntyre Hudson Chartered Accountants & Statutory Auditor New Bridge Street House 30-34 New Bridge Street London EC4V 6BJ

# **FEED FACTORS INTERNATIONAL LIMITED**

## **THE DIRECTORS' REPORT**

**YEAR ENDED 30 NOVEMBER 2011**

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The directors have pleasure in presenting their report and the financial statements of the company for the year ended 30 November 2011

### **PRINCIPAL ACTIVITIES**

The principal activity of the company during the year was to trade in animal feed, raw materials and ancillary products

### **DIRECTORS**

The directors who served the company during the year were as follows

R Sharon  
S E Lawrence

### **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 company and of the profit or loss of the company for that period In preparing those financial statements, the directors are 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 directors are 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 them to ensure that the financial statements comply with the Companies Act 2006 They are 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 directors are aware

- there is no relevant audit information of which the company's auditor is unaware, and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information

# FEED FACTORS INTERNATIONAL LIMITED

## THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 30 NOVEMBER 2011

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### SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006

Signed on behalf of the directors



R Sharon  
Director

Approved by the directors on 18-5-12

# **FEED FACTORS INTERNATIONAL LIMITED**

## **INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF FEED FACTORS INTERNATIONAL LIMITED**

**YEAR ENDED 30 NOVEMBER 2011**

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We have audited the financial statements of Feed Factors International Limited for the year ended 30 November 2011 which comprise the Profit and Loss Account, Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

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 DIRECTORS AND AUDITOR**

As explained more fully in the Directors' Responsibilities Statement set out on page 2, 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.

### **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 30 November 2011 and of its profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, and
- have been prepared in accordance with the requirements of the Companies Act 2006

# FEED FACTORS INTERNATIONAL LIMITED

## INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF FEED FACTORS INTERNATIONAL LIMITED *(continued)*

YEAR ENDED 30 NOVEMBER 2011

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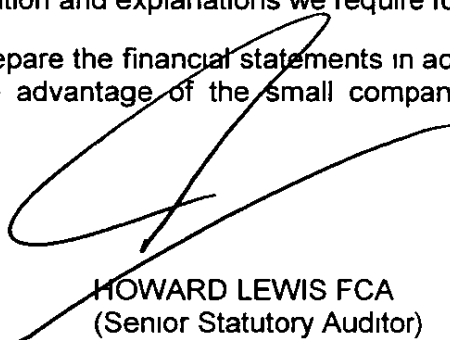
### OPINION ON OTHER MATTERS PRESCRIBED BY THE COMPANIES ACT 2006

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

### 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 directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit, or
- the directors were 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 directors' report



HOWARD LEWIS FCA  
(Senior Statutory Auditor)  
For and on behalf of  
MHA MACINTYRE HUDSON  
Chartered Accountants  
& Statutory Auditor

New Bridge Street House  
30-34 New Bridge Street  
London  
EC4V 6BJ

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# FEED FACTORS INTERNATIONAL LIMITED

## PROFIT AND LOSS ACCOUNT

YEAR ENDED 30 NOVEMBER 2011

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	Note	2011 £	2010 £
<b>TURNOVER</b>	<b>2</b>	<b>32,461,550</b>	28,150,293
Cost of sales		<u>31,332,997</u>	<u>27,846,715</u>
<b>GROSS PROFIT</b>		<b>1,128,553</b>	303,578
Administrative expenses		<u>253,884</u>	<u>207,216</u>
<b>OPERATING PROFIT</b>	<b>3</b>	<b>874,669</b>	96,362
Interest receivable		—	7
Interest payable and similar charges		<u>(43,348)</u>	<u>(45,376)</u>
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		<b>831,321</b>	50,993
Tax on profit on ordinary activities	<b>5</b>	<u>211,606</u>	<u>10,812</u>
<b>PROFIT FOR THE FINANCIAL YEAR</b>		<b><u>619,715</u></b>	<b><u>40,181</u></b>

The notes on pages 8 to 11 form part of these financial statements

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# FEED FACTORS INTERNATIONAL LIMITED

## BALANCE SHEET

30 NOVEMBER 2011

	Note	2011 £	£	2010 £	£
<b>CURRENT ASSETS</b>					
Debtors	7	1,752,462		1,712,802	
Cash at bank		<u>1,511,684</u>		<u>686,014</u>	
		3,264,146		2,398,816	
<b>CREDITORS: Amounts falling due within one year</b>	8	<u>2,115,691</u>		<u>1,670,076</u>	
<b>NET CURRENT ASSETS</b>			<b>1,148,455</b>		<b>728,740</b>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<b>1,148,455</b>		<b>728,740</b>
<b>PROVISIONS FOR LIABILITIES</b>					
Other provisions	9		<u>400,000</u>		<u>400,000</u>
			<u>748,455</u>		<u>328,740</u>
<b>CAPITAL AND RESERVES</b>					
Called-up equity share capital	11		<u>71,000</u>		<u>71,000</u>
Profit and loss account	12		<u>677,455</u>		<u>257,740</u>
<b>SHAREHOLDERS' FUNDS</b>			<u>748,455</u>		<u>328,740</u>

These financial statements have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

These financial statements were approved by the directors and authorised for issue on 18-5-12, and are signed on their behalf by



R Sharon  
Director

Company Registration Number 04455276

The notes on pages 8 to 11 form part of these financial statements



# **FEED FACTORS INTERNATIONAL LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 30 NOVEMBER 2011**

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### **1. ACCOUNTING POLICIES**

#### **Basis of accounting**

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

#### **Turnover**

Turnover is recognized upon the delivery of goods to the customer in accordance with the terms of the contract. The two contract terms most commonly used are CIF (cost, insurance and freight) and FOB (free on board). CIF contracts are recognized at the date of the bill of lading, when goods are upon the vessel for shipment. However the responsibility for the goods during the voyage remains with the company until the delivery to the customer's destination port. FOB contracts are also recognized at the bill of lading date but the responsibility for the goods in shipment passes to the customer once the goods are loaded onto the vessel at the port of origin. Occasionally contracts are on a "delivered" basis, in which case the sale is recognized upon delivery to the customer's destination port.

Turnover is stated exclusive of Value Added Tax.

#### **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 exception:

Deferred tax assets are recognised only to the extent that the directors consider 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.

# FEED FACTORS INTERNATIONAL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 NOVEMBER 2011

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### 1. ACCOUNTING POLICIES *(continued)*

#### 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.

### 2. TURNOVER

Overseas turnover amounted to 90.38% (2010 - 93.67%) of the total turnover for the year.

### 3. OPERATING PROFIT

Operating profit is stated after charging

	2011 £	2010 £
Auditor's fees	<u>10,000</u>	<u>4,600</u>

### 4. DIRECTORS' REMUNERATION

The directors' aggregate remuneration in respect of qualifying services were

	2011 £	2010 £
Aggregate remuneration	93,681	90,962
Value of company pension contributions to money purchase schemes	<u>9,750</u>	<u>9,000</u>
	<u>103,431</u>	<u>99,962</u>

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

	2011 No	2010 No
Money purchase schemes	<u>1</u>	<u>1</u>

### 5. TAXATION ON ORDINARY ACTIVITIES

#### Analysis of charge in the year

	2011 £	2010 £
Current tax		
UK Corporation tax based on the results for the year	<u>211,606</u>	<u>10,812</u>
Total current tax	<u>211,606</u>	<u>10,812</u>

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# FEED FACTORS INTERNATIONAL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 NOVEMBER 2011

### 6. DIVIDENDS

#### Equity dividends

	2011 £	2010 £
Paid		
Equity dividends on ordinary shares	<u>200,000</u>	<u>200,000</u>
Proposed after the year end (not recognised as a liability)		
Equity dividends on ordinary shares	<u>300,000</u>	<u>200,000</u>

### 7. DEBTORS

	2011 £	2010 £
Trade debtors	1,743,886	1,678,253
Amounts owed by group undertakings	—	30,776
VAT recoverable	8,576	3,773
	<u>1,752,462</u>	<u>1,712,802</u>

### 8. CREDITORS: Amounts falling due within one year

	2011 £	2010 £
Overdrafts	1,145,212	179,680
Trade creditors	525,217	1,219,084
Amounts owed to group undertakings	89,072	—
Taxation	211,605	10,812
Other creditors	144,585	260,500
	<u>2,115,691</u>	<u>1,670,076</u>

### 9. OTHER PROVISIONS

	2011 £	2010 £
Provisions	<u>400,000</u>	<u>400,000</u>

Other provisions represent amounts provided to cover the cost of claims made against the company by third parties in the normal course of business

# FEED FACTORS INTERNATIONAL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 NOVEMBER 2011

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### 10. RELATED PARTY TRANSACTIONS

50% of the company's shares are held by Feed Factors Limited, a company of which R Sharon is a director and the majority shareholder

The balance due to Feed Factors Limited as at 30 November 2011 was £89,072 (2010 £30,776 receivable)

Included in administration expenses is an amount of £40,000 (2010 £40,000) in respect of management charges payable to Feed Factors Limited

During the year dividends of £100,000 (2010 £100,000) were paid to S E Lawrence, a director and shareholder, and dividends of £100,000 (2010 £100,000) were paid to Feed Factors Limited

The directors consider that the company has no controlling party

### 11. SHARE CAPITAL

#### Authorised share capital:

	2011 £	2010 £
100,000 Ordinary shares of £1 each	<u>100,000</u>	<u>100,000</u>

#### Allotted, called up and fully paid:

	2011		2010	
	No	£	No	£
71,000 Ordinary shares of £1 each	<u>71,000</u>	<u>71,000</u>	<u>71,000</u>	<u>71,000</u>

### 12. PROFIT AND LOSS ACCOUNT

	2011 £	2010 £
Balance brought forward	257,740	417,559
Profit for the financial year	619,715	40,181
Equity dividends	<u>(200,000)</u>	<u>(200,000)</u>
Balance carried forward	<u>677,455</u>	<u>257,740</u>