

Company Number : FC 14001

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## **BV Negecos**

### Annual Report and Accounts

For the fifty two weeks ended 1 January 2005



The Directors submit their report and the accounts of the Company for the fifty two weeks ended 1 January 2005. Comparatives in these accounts are for the fifty three weeks ended 3 January 2004.

**Principal Activities**

Throughout the fifty two weeks ended 1 January 2005 the Company acted as an investment company providing loans within the Geest PLC group of companies.

On 13 May 2005 the Geest PLC Group was acquired by Bakkavör hf. Following this acquisition on 18 May 2005 Geest PLC changed its name to Geest Limited. Accordingly, all references to Geest PLC within these accounts should be read as Geest Limited.

The Company is incorporated in the Netherlands with limited liability.

**Results**

The Company made a loss in the period of £1,472,000 (2003: loss of £1,367,000). This sum has been transferred to reserves as the Directors do not recommend the payment of a dividend (2003: £nil).

**Directors**

The Directors who held office during the period are:-

J M Pullen (resigned 30 September 2005)

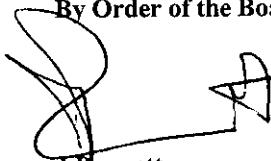
J K Scriven (resigned 20 May 2005)

J Punnett (appointed 25 November 2005)

A Gudmundsson (appointed 22 May 2006)

The interests of the Directors in the shares and share options of the ultimate parent company, who were also Directors of Geest PLC the ultimate parent company, are set out in that company's Annual Report and Accounts. The Directors had no other disclosable interests.

**By Order of the Board**



**J Punnett**  
**Director**

26 September 2006

**BV Negecos****PROFIT AND LOSS ACCOUNT**

For the fifty two weeks ended 1 January 2005

<b>£000</b>	<b>Notes</b>	<b>52 weeks ended 1 January 2005</b>	<b>53 weeks ended 3 January 2004</b>
Net interest payable		(2,103)	(1,953)
<b>Loss on ordinary activities before taxation</b>		<b>(2,103)</b>	<b>(1,953)</b>
Taxation on loss on ordinary activities	4	631	586
<b>Accumulated loss for the financial period</b>	<b>8</b>	<b>(1,472)</b>	<b>(1,367)</b>

The company has no recognised gains or losses in either the current or preceding period other than the loss for the period which all relates to continuing activities.

**BV Negecos****BALANCE SHEET**

As at 1 January 2005

<b>£000</b>	<b>Note</b>	<b>1 January 2005</b>	<b>3 January 2004</b>
<b>Current Assets</b>			
Debtors	5	75,422	74,791
<b>Current Liabilities</b>			
Creditors: Amounts falling due within one year	6	(31,163)	(29,060)
<b>Net Assets</b>		<b>44,259</b>	<b>45,731</b>
<b>Capital and Reserves</b>			
Called up share capital	7	952	952
Profit and loss account	8	43,307	44,779
<b>Equity shareholders' funds</b>	<b>9</b>	<b>44,259</b>	<b>45,731</b>

**1. Relationship with parent company and principal activities**

The company is incorporated in the Netherlands with limited liability. The ultimate parent company is Geest PLC, which is incorporated in Great Britain.

The company acts as an investment company providing loans within the Geest PLC group of companies.

Use has been made of the facilities under article 396 of the Dutch Civil Code Book 2

The functional currency of the company is the pound sterling, which is the principle functional currency of the Geest PLC group of companies.

**2. Statement of Accounting Policies****2.a. General**

The principles applied in respect of the valuation of assets and liabilities and determination of the result are based on historical cost.

Insofar as not stated otherwise, monetary assets and liabilities are shown at nominal value.

**2.b. Debtors and current liabilities**

Debtors and current liabilities are included at nominal value.

**2.c. Foreign currencies**

The profit and loss account is translated at the average rate of exchange ruling for the period. Assets and liabilities are translated at the rates of exchange ruling at the balance sheet date. Any exchange differences arising on the retranslation of opening net assets are dealt with through reserves.

Transactions in foreign currency are recorded at the rate of exchange ruling at the date of transaction, or at the contracted rate if the transaction is covered by a forward exchange contract. Profits and losses on exchange arising in the normal course of trading are dealt with in the profit and loss account.

**3. Employees and Remuneration for the Board of Directors**

The company has no employees (2003: nil). No remuneration is paid to the Board of Directors (2003: nil).

**4. Taxation**

<b>£000</b>	<b>52 weeks ended 1 January 2005</b>	<b>53 weeks ended 3 January 2004</b>
<b>Current taxation credit</b>		
Corporation tax at 30% (2003: 30%)	631	586

The effective corporation tax rate for 2004 is 30% (2003: 30%) compared with a standard corporation tax rate of 30% (2003: 30%).

**Factors affecting the current tax credit for the period**

<b>£000</b>	<b>52 weeks ended 1 January 2005</b>	<b>53 weeks ended 3 January 2004</b>
Loss on ordinary activities before taxation	(2,103)	(1,953)
Loss on ordinary activities before taxation at the standard rate of UK corporation tax of 30% (2003: 30%)	(631)	(586)
<b>Total current tax credit</b>	<b>(631)</b>	<b>(586)</b>

**5. Debtors**

<b>£000</b>	<b>1 January 2005</b>	<b>3 January 2004</b>
Amounts due from group undertakings	74,791	74,205
Group loss relief receivable	631	586
	<b>75,422</b>	<b>74,791</b>

All debtors are due within one year

**6. Creditors: Amounts falling due within one year**

£000	1 January 2005	3 January 2004
Amounts due to group undertakings	31,163	29,060

**7. Share Capital**

The authorised share capital of the Company is 1,581,900 shares of a nominal value of EUR 4.54 each, translated at an exchange rate of £1 = EUR 1.5085. The shares are, in accordance with the company's articles of association denominated in Dutch guilders (NLG 10 per share) and converted to EUR in accordance with article 178c Book 2 of the Netherlands Civil Code.

£000	1 January 2005	3 January 2004
Authorised share capital	4,759	4,759

The Company's issued and paid up share capital comprising 316,380 shares of a nominal value of EUR 4.54 each, translated at an exchange rate of £1 = EUR 1.5085.

£000	1 January 2005	3 January 2004
Allotted, called up and fully paid	952	952

**8. Profit and loss account**

£000	1 January 2005	3 January 2004
Opening balance	44,779	46,146
Loss for the financial period	(1,472)	(1,367)
	43,307	44,779

**9. Reconciliation of movements in equity shareholders' funds**

£000	52 weeks ended 1 January 2005	53 weeks ended 3 January 2004
Loss for the financial period	(1,472)	(1,367)
Net decrease in equity shareholders' funds	(1,472)	(1,367)
Equity shareholders' funds at beginning of the period	45,731	47,098
Equity shareholders' funds at end of the period	44,259	45,731

**10. Ultimate Parent Company**

The company's ultimate parent company and ultimate controlling party is Bakkavör hf, a company registered in Iceland. The largest group in which the results of the company are consolidated is that headed by Bakkavör hf. It has included the company in its Group financial statements, copies of which are available from Hamraborg, 200 Kopavoger, Iceland.

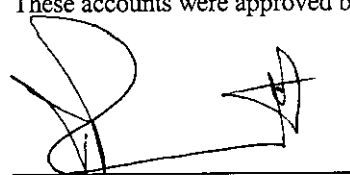
The smallest group in which the results of the company are consolidated is that headed by Bakkavör Invest Limited. It has included the company in its Group financial statements, copies of which are available from Midgate House, Midgate, Peterborough, PE1 1TN.

The directors consider Geest Limited to be the immediate parent company.

**11. Commitments and contingent liabilities**

The Company is severally liable for the corporate tax payable by the fiscal unit.

These accounts were approved by the Board of Directors on 26 September 2006 and were signed on its behalf by:-



J Punnett  
Director