

2045

108

**WILLIAM SPROTT (PORTADOWN) LIMITED**

**ABBREVIATED ACCOUNTS**

**31 DECEMBER 2001**

<b>CONTENTS</b>	<b>PAGE</b>
General Information	1
Directors' Report	2 - 3
Independent Auditors' Report	4 - 5
Profit and Loss Account	6
Balance Sheet	7
Cash Flow Statement	8
Notes to the Accounts	9 - 16



## **GENERAL INFORMATION**

### **DIRECTORS**

GA Forbes  
Mrs ME Forbes  
Miss S Forbes

### **SECRETARY**

Mrs ME Forbes

### **REGISTERED OFFICE**

Edward Street  
Portadown  
Craigavon  
Co Armagh

### **AUDITORS**

Moorhead Hall & Co  
52 Bridge Street  
Portadown  
Craigavon  
Co Armagh

### **BANKERS**

Northern Bank Limited  
45-48 High Street  
Portadown  
Craigavon  
Co Armagh

First Trust Bank  
2 Royal Avenue  
Belfast

### **REGISTERED NUMBER**

NI 2045



## DIRECTORS' REPORT

### ACCOUNTS

The directors present their report and the audited accounts for the company for the year ended 31 December 2001.

### REVIEW OF THE BUSINESS

The company's principal activity, which is unchanged since last year, is that of bacon and ham curing.

Turnover increased in 2001 which resulted in a profitable year.

The strength of sterling against the Euro remains a problem, as does the welfare standards required by the British Government as against the rest of Europe.

The directors are satisfied with the results but fear that European competition could reduce profitability next year.

### REPURCHASE OF SHARES

The company repurchased 2,402 (30%) of its own ordinary shares at £312.24 per share at an aggregate consideration of £750,000. The 2,402 shares, which had a nominal value of £2,402 were purchased from Mrs K Callum who wished to realise her investment.

The maximum number of ordinary shares in the financial year had been 8,000 shares. The repurchase of shares has left 5,598 shares with a nominal value of £5,598.

### RESULTS AND DIVIDENDS

The company's profit for the year is £100,538 (2000 – £137,388). The directors paid a dividend of £19,593 (2000 - £nil) during the year. Accordingly, the retained profit of £80,945 (2000 –£137,388) will be added to reserves.

### DIRECTORS AND THEIR INTERESTS

The directors at the year end and their interest in the shares of the company at the beginning of the year and the end of the year were as follows:

Name	Ordinary shares	
	31 December 2001	1 January 2001
GA Forbes		
M Forbes	4,397	4,397
S Forbes	1	1
	100	100

In accordance with the Articles of Association, Mrs M Forbes retires by rotation and, being eligible, offers herself for re-election.

### STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year which 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



## **DIRECTORS' REPORT (CONTINUED)**

### **STATEMENT OF DIRECTORS' RESPONSIBILITIES (CONTINUED)**

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies (Northern Ireland) Order 1986. 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.

### **CHARITABLE AND POLITICAL CONTRIBUTIONS**

Donations made by the company for charitable purposes amounted to £39,040 (2000 - £20,075). There were no contributions for political purposes.

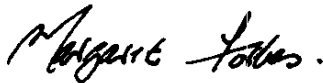
### **AUDITORS**

The auditors, Moorhead Hall & Co, have indicated their willingness to continue in office and a resolution for their re-appointment will be proposed at the Annual General Meeting.

By Order of the Board

ME FORBES

Secretary



5 July 2002



**INDEPENDENT AUDITORS' REPORT TO THE DIRECTORS OF  
WILLIAM SPROTT (PORTADOWN) LIMITED  
PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE  
COMPANIES (NORTHERN IRELAND) ORDER 1986**

We have examined the abbreviated accounts on pages 6 to 16 together with the accounts of William Sprott (Portadown) Limited prepared under Article 234 of the Companies (Northern Ireland) Order 1986 for the year ended 31 December 2001.

**Respective responsibilities of directors and auditors**

The directors are responsible for preparing the abbreviated accounts in accordance with Schedule 8 to the Companies (Northern Ireland) Order 1986. It is our responsibility to form an independent opinion as to the company's entitlement to the exemptions claimed in the directors' statement on page 7 and whether the abbreviated accounts have been properly prepared in accordance with that Schedule.

**Basis of opinion**

We have carried out the procedures we consider necessary to confirm, by reference to the audited accounts, that the company is entitled to the exemptions and that the abbreviated accounts have been properly prepared from those accounts. 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 accounts.

**Opinion**

In our opinion, the company is entitled under Articles 254 and 255 of the Companies (Northern Ireland) Order 1986 to the exemptions conferred by Section B of Part III of Schedule 8 to that Order, in respect of the year ended 31 December 2001 and the abbreviated accounts on pages 6 to 16 have been properly prepared in accordance with that schedule.

**Other information**

On 5 July 2002 we reported, as auditors of William Sprott (Portadown) Limited, to the members on the accounts prepared under Article 234 of the Companies (Northern Ireland) Order 1986 for the year ended 31 December 2001, and our audit report was as follows:

"We have audited the financial statements of William Sprott (Portadown) Limited for the year ended 31 December 2001 which comprise the Profit and Loss Account, the Balance Sheet, the Cash Flow Statement and the related notes. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

**Respective responsibilities of directors and auditors**

The directors' responsibilities for preparing the annual report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the Statement of Directors' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies (Northern Ireland) Order 1986. We also report to you if, in our opinion, the directors' report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.



INDEPENDENT AUDITORS' REPORT TO THE DIRECTORS OF  
WILLIAM SPROTT (PORTADOWN) LIMITED  
PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE  
COMPANIES (NORTHERN IRELAND) ORDER 1986 (CONTINUED)

We read the other information contained in the annual report and consider whether it is consistent with the audited financial statements. This other information comprises only the Directors' Report. We consider the implications for our report if we become aware of any apparent mis-statements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

**Basis of opinion**

We conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board. An audit includes an examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material mis-statement, whether caused by fraud or other irregularities or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

**Opinion**

In our opinion the financial statements give a true and fair view of the state of the company's affairs at 31 December 2001 and of its profit for the year then ended and have been properly prepared in accordance with the Companies (Northern Ireland) Order 1986."



Moorhead Hall & Co  
Chartered Accountants and Registered Auditors

52 Bridge Street, Portadown

5 July 2002



# PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2001

	Notes	Continuing operations	
		2001	2000
		£	£
<b>GROSS PROFIT</b>		432,330	360,115
Administrative expenses		(400,509)	(615,718)
Other operating income		<u>23,807</u>	<u>37,632</u>
<b>OPERATING (LOSS)/PROFIT</b>		55,628	(217,971)
Other interest receivable and similar income		46,284	78,911
Profit on the disposal of investments		-	301,152
Amounts written (off)/back to investments		(508)	-
Interest payable and similar charges		<u>(555)</u>	<u>(225)</u>
<b>PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION</b>	2	100,849	161,867
Tax on profit/(loss) on ordinary activities	4	<u>(311)</u>	<u>(24,479)</u>
<b>PROFIT/(LOSS) ON ORDINARY ACTIVITIES AFTER TAXATION</b>		100,538	137,388
Dividend paid	5	<u>(19,593)</u>	<u>-</u>
		<u>80,945</u>	<u>137,388</u>

The company has no recognised gains and losses other than those included above and therefore no separate statement of total recognised gains and losses has been presented.

There is no difference between the loss on ordinary activities before taxation and the retained loss for the year stated above and their historical cost equivalent.

The notes on pages 9 to 16 form part of these accounts.



# BALANCE SHEET - 31 DECEMBER 2001

	Notes	2001	2000
		£	£
<b>FIXED ASSETS</b>			
Tangible assets	1, 6	889,102	930,954
Investments	1	<u>250</u>	<u>250</u>
		889,352	<u>931,204</u>
<b>CURRENT ASSETS</b>			
Stocks and work in progress	1, 7	55,236	44,782
Debtors	8	556,345	504,246
Investments	1, 9	4,938	500
Cash at bank and in hand		<u>899,555</u>	<u>1,627,354</u>
		1,516,074	2,176,882
<b>CREDITORS: amounts falling due within one year</b>	10	<u>(329,230)</u>	<u>(336,636)</u>
<b>NET CURRENT ASSETS</b>		<u>1,186,844</u>	<u>1,840,246</u>
<b>TOTAL CURRENT ASSETS LESS CURRENT LIABILITIES</b>		2,076,196	2,771,450
<b>PROVISIONS FOR LIABILITIES AND CHARGES</b>	1, 11	(19,500)	(21,000)
<b>ACCRUALS AND DEFERRED INCOME</b>	18	<u>(351,480)</u>	<u>(372,429)</u>
<b>NET ASSETS</b>		<u>1,705,216</u>	<u>2,378,021</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	12	5,598	8,000
Capital redemption reserve	13	2,402	-
Profit and loss account	13	<u>1,697,216</u>	<u>2,370,021</u>
<b>TOTAL EQUITY INTERESTS</b>		<u>1,705,216</u>	<u>2,378,021</u>

The directors have relied on Articles 254 and 255 of the Companies (Northern Ireland) Order 1986 as entitling them to deliver abbreviated accounts on the grounds that the company is entitled to the benefit of those Articles as a medium sized company.

Approved by the Board on 5 July 2002

DIRECTOR

 GA Forbes

The notes on pages 9 to 16 form part of these accounts.





# CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2001

	Notes	2001	2000
		£	£
<b>Net cash inflow/(outflow) from operating activities</b>	19	(35,996)	(178,129)
<b>Returns on investments and servicing of finance:</b>			
Interest received	47,706		88,629
Dividends received	1,598		12,908
Interest paid	(555)		(225)
<b>Net cash inflow from returns on investments on servicing of finance</b>		48,749	101,312
<b>Taxation:</b>			
Corporation tax paid (including advance corporation tax)	(2,750)		-
Corporation tax refund	19,039		2,972
		16,289	2,972
<b>Capital expenditure and financial investment:</b>			
Purchase of fixed assets	(70,278)		(141,768)
Capital grants received	-		1,139
Sale of fixed assets	4,990		6,100
Purchase of shares	(4,946)		(33,722)
Sale of shares	22,936		480,243
		(47,298)	311,992
<b>Equity dividends paid</b>		(19,593)	-
<b>Management of liquid resources and financing:</b>			
<u>Management of liquid resources:</u>			
Purchase of investments	(213,255)		(685,019)
Sale of investments	851,907		278,975
		638,652	406,044
<u>Financing:</u>			
Purchase of own shares	(753,750)		-
		(115,098)	(406,044)
<b>Increase/(decrease) in cash and cash equivalents</b>	20,21	(152,947)	(167,897)

The notes on pages 9 to 16 form part of these accounts



## NOTES TO THE ACCOUNTS - 31 DECEMBER 2001

### 1 ACCOUNTING POLICIES

The following accounting policies have been used consistently in dealing with items which are considered material in relation to the company's accounts:

**(a) Accounting convention**

The accounts have been prepared under the historical cost convention and in accordance with applicable accounting standards.

**(b) Turnover**

Turnover has been stated as the amount derived from the provision of goods and services falling within the company's activities after deduction of value added tax.

**(c) Stocks**

Stock and work in progress are stated at the lower of cost and net realisable value. Work in progress consists of cost together with relevant production overheads.

Cost is defined as the purchase price of the item plus any incidental costs of bringing the item to its present location.

Net realisable value is defined as the current market price.

**(d) Fixed assets**

(i) Investment properties are stated at open market value as determined by the directors.

(ii) Other assets are stated at cost less accumulated depreciation. Cost comprises purchase price and any installation costs.

**(e) Depreciation**

(i) In accordance with SSAP 19, no depreciation is provided in respect of freehold or leasehold investment properties having more than 20 years unexpired. This departure from the requirements of the Companies (Northern Ireland) Order 1986 for all properties to be depreciated is, in the opinion of the directors, necessary for the accounts to give a true and fair view in accordance with applicable accounting standards, as the properties are included in the accounts at their open market value.

The effect of depreciation and amortisation on value is already reflected in the valuation of properties and the amount attributed to this factor by the directors cannot reasonably be separately identified or quantified. Had the provisions of the order been followed, net assets would not have been affected but revenue profits would have been reduced for this year.

(ii) Tangible assets are shown at cost, including installation charges, less any government grants and less depreciation calculated at annual rates estimated to write off each asset over the term of its useful life. The rates in use are as follows:

Land and investment property	- nil
Buildings	- 4% straight line
Plant and machinery	- 20% reducing balance
Fixtures and fittings	- 10% reducing balance
Motor vehicles	- 25% reducing balance



## NOTES TO THE ACCOUNTS - 31 DECEMBER 2001 (CONTINUED)

### 1 ACCOUNTING POLICIES (CONTINUED)

#### (f) Government grants

Government grants are treated as a deferred credit and amortised in accordance with depreciation charged on the relevant assets.

#### (g) Investments

##### Fixed asset investments

Investments have been stated at cost, except where provision was required for permanent diminution in value.

##### Current asset investments

Listed current asset investments are stated at market value.

#### (h) Deferred tax

Deferred tax is accounted for on all timing differences using the liability method where, in the opinion of the directors, a liability is expected to arise in the foreseeable future.

#### (i) Pension costs

Payments to defined contribution pension schemes are charged to the profit and loss account in the period in which they fall due.

#### (j) Foreign currency

Assets and liabilities denominated in foreign currencies have been translated at the rate of exchange ruling at the balance sheet date. All differences were then taken to the profit and loss account and were thus reflected in the profit before taxation.

### 2 PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

	<u>2001</u>	<u>2000</u>
	£	£
Profit on ordinary activities before taxation is stated after charging/(crediting):		
Depreciation	105,634	98,243
(Profit)/loss on sale of tangible assets	1,506	4,801
Bank interest and charges	555	225
Auditors' remuneration	5,479	4,925
Investment income	(1,598)	(12,908)
Rental income	<u>(1,260)</u>	<u>(2,760)</u>



## NOTES TO THE ACCOUNTS - 31 DECEMBER 2001 (CONTINUED)

### 3 STAFF COSTS

The average weekly number of persons, including directors, employed by the company during the year was:

	<u>2001</u>	<u>2000</u>
Administration staff	6	6
Process and distribution staff	<u>30</u>	<u>33</u>
	<u>36</u>	<u>39</u>

Their total remuneration was:

	<u>2001</u>	<u>2000</u>
	£	£
Wages and salaries	521,595	676,509
Social security costs	50,042	61,238
Other pension costs	<u>27,864</u>	<u>73,208</u>
	<u>599,501</u>	<u>810,955</u>

### 4 TAX ON PROFIT ON ORDINARY ACTIVITIES

	<u>2001</u>	<u>2000</u>
	£	£
Corporation tax	21,600	3,500
Prior year adjustment	(19,789)	(21)
Deferred tax	<u>(1,500)</u>	<u>21,000</u>
	<u>311</u>	<u>24,479</u>

### 5 DIVIDENDS

The company paid a dividend to its shareholders in the year of £19,593 (2000 - £nil).

### 6 TANGIBLE ASSETS

	Investment property	Freehold land and buildings	Fixtures and fittings	Plant and machinery	Motor vehicles	Total
	£	£	£	£	£	£
<u>Cost</u>						
At 1 January 2001	40,920	728,806	121,891	827,959	357,532	2,077,108
Additions	-	-	7,205	12,443	50,630	70,278
Disposals	-	-	-	(12,500)	(16,290)	(28,790)
At 31 December 2001	<u>40,920</u>	<u>728,806</u>	<u>129,096</u>	<u>827,902</u>	<u>391,872</u>	<u>2,118,596</u>



## NOTES TO THE ACCOUNTS - 31 DECEMBER 2001 (CONTINUED)

### 6 TANGIBLE ASSETS (CONTINUED)

	Investment property	Freehold land and buildings	Fixtures and fittings	Plant and machinery	Motor vehicles	Total
	£	£	£	£	£	£
<u>Accumulated depreciation</u>						
At 1 January 2001	-	160,592	65,124	651,637	268,801	1,146,154
Charge for the year	-	23,137	6,397	37,753	38,347	105,634
Disposals	-	-	-	(11,158)	(11,136)	(22,294)
At 31 December 2001	-	<u>183,729</u>	<u>71,521</u>	<u>678,232</u>	<u>296,012</u>	<u>1,229,494</u>
<u>Net book amount</u>						
At 31 December 2001	<u>40,920</u>	<u>545,077</u>	<u>57,575</u>	<u>149,670</u>	<u>95,860</u>	<u>889,102</u>
At 31 December 2000	<u>40,920</u>	<u>568,214</u>	<u>56,767</u>	<u>176,322</u>	<u>88,731</u>	<u>930,954</u>

The market value of investment properties is not considered to be materially different from the historical cost shown above.

	2001	2000
	£	£
Future capital expenditure not provided in the accounts:		
Contracts placed	-	-
Authorised by the directors but contracts not yet placed	-	-
	<u>-</u>	<u>-</u>

### 7 STOCKS

	2001	2000
	£	£
Raw materials	20,030	22,024
Work in progress	17,568	7,756
Finished goods	<u>17,638</u>	<u>15,002</u>
	<u>55,236</u>	<u>44,782</u>

The replacement cost of stocks and work in progress does not differ materially from the balance sheet amount.



# NOTES TO THE ACCOUNTS - 31 DECEMBER 2001 (CONTINUED)

## 8 DEBTORS

	<u>2001</u>	<u>2000</u>
	£	£
Trade debtors	471,826	369,563
Other debtors (note 22)	65,383	105,605
Prepayments and accrued income	<u>19,136</u>	<u>29,078</u>
	<u>556,345</u>	<u>504,246</u>

All amounts are due within one year.

## 9 INVESTMENTS

	<u>2001</u>	<u>2000</u>
	£	£
<u>Cost</u>		
Listed on recognised stock exchange	4,946	-
Unlisted shares	<u>500</u>	<u>500</u>
	<u>5,446</u>	<u>500</u>
<u>Valuation</u>		
Listed on recognised stock exchange	4,438	-
Unlisted shares	<u>500</u>	<u>500</u>
	<u>4,938</u>	<u>500</u>

## 10 CREDITORS: amounts falling due within one year

	<u>2001</u>	<u>2000</u>
	£	£
Bank overdraft	141,783	77,983
Trade creditors	101,322	187,792
Other creditors	31,060	19,827
Corporation tax payable	21,600	3,500
Other taxes and social security	10,674	24,968
Accruals and deferred income	<u>22,791</u>	<u>22,566</u>
	<u>329,230</u>	<u>336,636</u>



## NOTES TO THE ACCOUNTS - 31 DECEMBER 2001 (CONTINUED)

### 11 PROVISIONS FOR LIABILITIES AND CHARGES

	<u>2001</u>	<u>2000</u>
	£	£
Deferred tax	<u>19,500</u>	<u>21,000</u>

The balance at 31 December 2001 represents full provision (2000 - full) and is made up as follows:

	<u>2001</u>	<u>2000</u>
	£	£
Accelerated capital allowances	19,500	21,000
Short term timing differences	<u>-</u>	<u>-</u>
	<u>19,500</u>	<u>21,000</u>

### 12 CALLED UP SHARE CAPITAL

	<u>2001</u>	<u>2000</u>
	£	£
Allotted and fully paid		
Ordinary shares of £1 each	<u>5,598</u>	<u>8,000</u>
Authorised		
Ordinary shares of £1 each	<u>8,000</u>	<u>8,000</u>

2,402 shares were cancelled following a re-purchase by the company for a consideration of £750,000. Related stamp duty costs were also incurred at £3,750 (see directors' report).

### 13 RESERVES

	<b>Capital redemption reserve</b>		<b>Profit and loss account</b>	
	<u>2001</u>	<u>2000</u>	<u>2001</u>	<u>2000</u>
	£	£	£	£
At 1 January 2001	-	-	2,370,021	2,232,633
Profit/(loss) for the financial year	-	-	80,945	137,388
Purchase of own shares	-	-	(751,348)	-
Transfer between reserves	<u>2,402</u>	<u>-</u>	<u>(2,402)</u>	<u>-</u>
At 31 December 2001	<u>2,402</u>	<u>-</u>	<u>1,697,216</u>	<u>2,370,021</u>



## NOTES TO THE ACCOUNTS - 31 DECEMBER 2001 (CONTINUED)

### 14 CONTINGENT LIABILITIES

There were no known contingent liabilities at 31 December 2001 (2000 - nil).

### 15 DIRECTORS' EMOLUMENTS

	<u>2001</u>	<u>2000</u>
	£	£
Management services, including benefits in kind	94,072	234,062
Pension contributions	<u>9,620</u>	<u>73,416</u>
	<u>103,692</u>	<u>307,478</u>

The emoluments of the highest paid director excluding pension contributions amounted to £39,269 (2000 - £164,102).

### 16 PENSION COSTS

The company operates a number of pension schemes which are defined contribution in nature. The assets of these are invested separately from the company's funds.

The charge for the year for pension costs in the profit and loss accounts amounted to £9,620 (2000 - £73,416).

### 17 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	<u>2001</u>	<u>2000</u>
	£	£
Profit/(loss) for the financial year	100,538	137,388
Dividend paid	(19,593)	-
Company re-purchase of shares	<u>(753,750)</u>	<u>-</u>
Net (reduction in)/addition to shareholders' funds	(672,805)	137,388
Opening shareholders' funds	<u>2,378,021</u>	<u>2,240,633</u>
Closing shareholders' funds	<u>1,705,216</u>	<u>2,378,021</u>

### 18 ACCRUALS AND DEFERRED INCOME

	<u>2001</u>	<u>2000</u>
	£	£
<u>Grants</u>		
Deferred credit opening balance	372,429	393,254
Capital grants received during the year	<u>-</u>	<u>1,139</u>
	372,429	394,393
Amounts written off to profit and loss account	<u>(20,949)</u>	<u>(21,964)</u>
	<u>351,480</u>	<u>372,429</u>





## NOTES TO THE ACCOUNTS - 31 DECEMBER 2001 (CONTINUED)

### 19 RECONCILIATION OF OPERATING PROFIT TO NET CASH FLOW FROM OPERATING ACTIVITIES

	<u>2001</u>	<u>2000</u>
	£	£
Operating (loss)/profit	54,030	(230,879)
Depreciation	105,634	98,243
(Increase)/decrease in stock	(10,454)	17,504
(Increase)/decrease in debtors	(76,457)	(35,246)
(Decrease)/increase in creditors	(89,306)	(10,588)
Loss/(profit) on sale of fixed assets	1,506	4,801
Amortisation of capital grant	<u>(20,949)</u>	<u>(21,964)</u>
	<u>(35,996)</u>	<u>(178,129)</u>

### 20 ANALYSIS OF CHANGE IN CASH AND CASH EQUIVALENTS DURING THE YEAR

	<u>2001</u>	<u>2000</u>
	£	£
Opening balance	38,542	206,439
Net cash (outflow)/inflow	<u>(152,947)</u>	<u>(167,897)</u>
Closing balance	<u>(114,405)</u>	<u>38,542</u>

### 21 ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS AS SHOWN IN THE BALANCE SHEET

	<u>2001</u>	<u>2000</u>	<u>Change in year</u>
	£	£	£
Cash at bank and in hand per balance sheet	899,555	1,627,354	(727,799)
Deposits of more than three months' duration	<u>(872,177)</u>	<u>(1,510,829)</u>	<u>638,652</u>
Adjusted cash at bank and in hand	27,378	116,525	(89,147)
Bank overdraft	<u>(141,783)</u>	<u>(77,983)</u>	<u>(63,800)</u>
	<u>(114,405)</u>	<u>38,542</u>	<u>(152,947)</u>

### 22 RELATED PARTIES TRANSACTIONS

Mr GA Forbes, a director of the company, is also a director of Superior Pork Limited.

William Sprott (Portadown) Limited made a loan of £33,000 to Superior Pork Limited in the financial year ended 31 December 2000. The balance remaining at 31 December 2001 after a capital repayment of £28,000 was £5,000. This is included in Other debtors (note 8). Loan interest of £990 in respect of the above loan was received in the financial year.

