

Company Registration No. 02403553 (England and Wales)

TODD MEAT TRADING COMPANY LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31 OCTOBER 2008

TODD MEAT TRADING COMPANY LIMITED

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TODD MEAT TRADING COMPANY LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 OCTOBER 2008

The directors present their report and financial statements for the year ended 31 October 2008.

Principal activities and review of the business

The Company's principal activity during the year was frozen food wholesaling, distributing to smaller wholesalers around the country.

The results for the year end and the financial position of the Company were considered satisfactory.

The turnover increased by £2,205,378 and this was due to a change in trading patterns away from wholesale chickens to higher value products and an overall increase in commodity prices. Tonnage sold for the year actually decreased by 2% although this was to be expected when selling higher value goods. The Company has spent the last year consolidating after it's relocation to new premises and the Directors are delighted with the progress made in this area. Although the economic situation generally looks weaker, the Board feels that the Company is ideally placed to push further into the market and strengthen its position.

The Company's principal financial instruments comprise bank balances, trade debtors, trade creditors and loans to the Company. These serve to provide sufficient funds for the Company's operations. For bank balances, the principal liquidity risks are managed by regular review and reconciliation of the account to ensure that the overdraft limits are not breached. The company manages the liquidity risk by ensuring that there are sufficient funds available to meet any contractual repayments as and when they fall due. The credit and cash flow risks relating to trade debtors are managed by the maintenance of credit control policies and regular monitoring of amounts outstanding. The liquidity risk for trade creditors is managed by the Company ensuring that there are sufficient funds available to settle these, as and when they fall due.

The Board has continued a very conservative approach to it's accounting policy, with a write down of it's share trading account, and all shares are now declared at market prices. The Board will continue to act cautiously in order to steer the Company forward and will continue to upgrade and improve its financial controls and maintain an open dialogue with its bankers and credit insurers.

Results and dividends

The results for the year are set out on page 4.

Directors

The following directors have held office since 1 November 2007:

Robert Todd
Laura Deller (formerly Laura Todd)
Simon Akhurst

Charitable donations	2008 £	2007 £
During the year the company made the following payments:		
Charitable donations	2,370	1,860

Auditors

In accordance with section 385 of the Companies Act 1985, a resolution proposing that Carter Backer Winter be reappointed as auditors of the company will be put to the Annual General Meeting.

TODD MEAT TRADING COMPANY LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2008

Directors' responsibilities

The directors are responsible for preparing 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). The financial statements are required by law to 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 proper accounting records that 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 1985. 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.

Statement of disclosure to auditors

So far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditors are aware of that information.

On behalf of the board

Robert Todd

Director

21 January 2009

TODD MEAT TRADING COMPANY LIMITED

INDEPENDENT AUDITORS' REPORT TO TODD MEAT TRADING COMPANY LIMITED

UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 4 to 15, together with the financial statements of Todd Meat Trading Company Limited for the year ended 31 October 2008 prepared under section 226 of the Companies Act 1985.

This report is made solely to the company in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to them in an auditor's report on abbreviated accounts 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, for our work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Act to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with that provision and to report our opinion to you.

Basis of opinion

We conducted our work in accordance with Bulletin 2006/3 "The special auditor's report on abbreviated accounts in the United Kingdom" issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Companies Act 1985, and the abbreviated accounts have been properly prepared in accordance with that provision.

Carter Backer Winter

23 January 2009

Chartered Accountants

Registered Auditor

Enterprise House
21 Buckle Street
London
E1 8NN

TODD MEAT TRADING COMPANY LIMITED

ABBREVIATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 OCTOBER 2008

		Year ended 31 October 2008 £	Year ended 31 October 2007 £
	Notes		
Gross profit		1,891,686	1,630,967
Administrative expenses		(1,587,322)	(1,423,473)
Operating profit	2	304,364	207,494
Investment income	3	(2,197)	4,996
Other interest receivable and similar income		553	1,102
Amounts written off investments	4	(29,879)	(10,110)
Interest payable and similar charges	5	(9,279)	(2,136)
Profit on ordinary activities before taxation		263,562	201,346
Tax on profit on ordinary activities	6	(58,324)	(45,020)
Profit for the year	16	205,238	156,326

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

AS AT 31 OCTOBER 2008

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TODD MEAT TRADING COMPANY LIMITED

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 OCTOBER 2008

			Year ended 31 October 2008 £	Year ended 31 October 2007 £
	Notes	£	£	£
Net cash inflow from operating activities	21		321,706	291,927
Returns on investments and servicing of finance				
Interest received		566	1,132	
Interest paid		(9,279)	(2,136)	
Net cash outflow for returns on investments and servicing of finance			(8,713)	(1,004)
Taxation			(33,748)	(85,453)
Capital expenditure and financial investment				
Payments to acquire tangible assets		(128,466)	(15,452)	
Payments to acquire investments		(2,774)	(29,691)	
Receipts from sales of tangible assets		4,000	21,202	
Receipts from sales of investments		1,909	30,431	
Net cash (outflow)/inflow for capital expenditure			(125,331)	6,490
Equity dividends paid			(200,000)	(200,000)
Net cash (outflow)/inflow before management of liquid resources and financing			(46,086)	11,960
Financing				
Other new short term loans		100,000	-	
Repayment of other short term loans		-	(4,000)	
Capital element of hire purchase contracts		(104,385)	(79,266)	
Net cash outflow from financing			(4,385)	(83,266)
Decrease in cash in the year	22, 23		(50,471)	(71,306)

TODD MEAT TRADING COMPANY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31 OCTOBER 2008

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated).

1.3 Turnover

Turnover represents amounts receivable for goods.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Land and buildings Leasehold	Non depreciable
Commercial vehicles	20% reducing balance
Fixtures, fittings and equipment	20% reducing balance
Motor vehicles	20% reducing balance

1.5 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

1.6 Investments

Fixed asset investments are stated at the lower of cost and net realisable value.

1.7 Stock

Stock is valued at the lower of cost and net realisable value.

1.8 Pensions

The company operates a defined contribution scheme for the benefit of its employees. Contributions payable are charged to the profit and loss account in the year they are payable.

1.9 Deferred taxation

Deferred taxation is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

1.10 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

TODD MEAT TRADING COMPANY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2008

2	Operating profit	2008	2007
		£	£
	Operating profit is stated after charging:		
	Depreciation of tangible assets	42,181	35,005
	Loss on disposal of tangible assets	10,781	60,228
	Loss on foreign exchange transactions	9,780	-
	Auditors' remuneration (including expenses and benefits in kind)	8,000	8,000
	and after crediting:		
	Profit on foreign exchange transactions	-	(180)
		<u> </u>	<u> </u>
3	Investment income	2008	2007
		£	£
	Income from fixed asset investments	(2,197)	4,996
	Bank interest	553	1,102
		<u> </u>	<u> </u>
		(1,644)	6,098
		<u> </u>	<u> </u>
4	Amounts written off investments	2008	2007
		£	£
	Amounts written off fixed asset investments:		
	- temporary diminution in value	29,879	10,110
		<u> </u>	<u> </u>
5	Interest payable	2008	2007
		£	£
	On bank loans and overdrafts	3,124	592
	Hire purchase interest	6,155	1,544
		<u> </u>	<u> </u>
		9,279	2,136
		<u> </u>	<u> </u>

TODD MEAT TRADING COMPANY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2008

6	Taxation	2008 £	2007 £
	Domestic current year tax		
	U.K. corporation tax	54,177	33,748
	Current tax charge	54,177	33,748
	Deferred tax		
	Deferred tax charge/credit current year	4,147	11,272
		58,324	45,020
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	263,562	201,346
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 21.00% (2007 - 20.00%)	55,348	40,269
	Effects of:		
	Non deductible expenses	3,433	-
	Depreciation add back	8,858	7,001
	Capital allowances	(14,633)	(30,244)
	Chargeable disposals	2,264	12,045
	Other tax adjustments	(1,093)	4,677
		(1,171)	(6,521)
	Current tax charge	54,177	33,748
7	Dividends	2008 £	2007 £
	Ordinary final paid	200,000	200,000

TODD MEAT TRADING COMPANY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2008

8 Tangible fixed assets

	Land and buildings Leasehold	Commercial vehicles	Fixtures, fittings and equipment	Motor vehicles	Total
	£	£	£	£	£
Cost					
At 1 November 2007	-	95,037	126,664	43,979	265,680
Additions	110,720	29,500	8,246	-	148,466
Disposals	-	-	(11,728)	(17,595)	(29,323)
At 31 October 2008	110,720	124,537	123,182	26,384	384,823
Depreciation					
At 1 November 2007	-	7,642	45,747	12,966	66,355
On disposals	-	-	(9,615)	(4,927)	(14,542)
Charge for the year	-	18,462	17,517	6,202	42,181
At 31 October 2008	-	26,104	53,649	14,241	93,994
Net book value					
At 31 October 2008	110,720	98,433	69,533	12,143	290,829
At 31 October 2007	-	87,395	80,917	31,013	199,325

Included above are assets held under finance leases or hire purchase contracts as follows:

	Commercial vehicles	Fixtures, fittings and equipment	Motor vehicles	Total
	£	£	£	£
Net book values				
At 31 October 2008	28,517	-	-	28,517
At 31 October 2007	85,668	53,630	15,835	155,133
Depreciation charge for the year				
At 31 October 2008	983	-	-	983
At 31 October 2007	7,550	4,417	1,759	13,726

TODD MEAT TRADING COMPANY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2008

9 Fixed asset investments

	Listed investments £
Cost	
At 1 November 2007	48,996
Additions	2,774
Disposals	(4,119)
At 31 October 2008	47,651
Provisions for diminution in value	
At 1 November 2007	10,110
Charge for the year	29,879
At 31 October 2008	39,989
Net book value	
At 31 October 2008	7,662
At 31 October 2007	38,886

10 Stocks	2008 £	2007 £
Finished goods and goods for resale	529,341	277,590

11 Debtors	2008 £	2007 £
Trade debtors	2,695,324	2,651,896
Other debtors	13,449	12,288
Prepayments and accrued income	23,287	32,017
	2,732,060	2,696,201

TODD MEAT TRADING COMPANY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2008

12 Creditors: amounts falling due within one year	2008 £	2007 £
Bank loans and overdrafts	188,368	116,974
Net obligations under hire purchase contracts	18,333	102,718
Trade creditors	2,172,543	1,924,761
Corporation tax	54,177	33,748
Other taxes and social security costs	27,402	20,060
Directors' current accounts	95,336	82,608
Other creditors	100,000	-
Accruals and deferred income	40,021	55,883
	<u>2,696,180</u>	<u>2,336,752</u>

A debenture dated the 20th June 2007 was created for securing all monies due to National Westminster Bank plc on the 22nd June 2007.

A legal charge dated 14 October 2008 was created for securing all monies due to Todd Meat Trading Company Pension Scheme on the 27th October 2008.

Net obligations under hire purchase contracts

Repayable within one year	19,130	106,820
Finance charges and interest allocated to future accounting periods	(797)	(4,102)
	<u>18,333</u>	<u>102,718</u>

13 Provisions for liabilities and charges

	Deferred tax liability £
Balance at 1 November 2007	12,739
Profit and loss account	4,147
	<u>16,886</u>
Balance at 31 October 2008	<u>16,886</u>

The deferred tax liability is made up as follows:

	2008 £	2007 £
Accelerated capital allowances	<u>16,886</u>	<u>12,739</u>

TODD MEAT TRADING COMPANY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2008

14 Pension and other post-retirement benefit commitments

Defined contribution

	2008 £	2007 £
Contributions payable by the company for the year	115,000	30,000

15 Share capital

	2008 £	2007 £
Authorised		
100,000 Ordinary shares of £1 each	100,000	100,000
Allotted, called up and fully paid		
92,000 Ordinary shares of £1 each	92,000	92,000

16 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 November 2007	785,537
Profit for the year	205,238
Dividends paid	(200,000)
Balance at 31 October 2008	790,775

17 Reconciliation of movements in shareholders' funds

	2008 £	2007 £
Profit for the financial year	205,238	156,326
Dividends	(200,000)	(200,000)
Net addition to/(depletion in) shareholders' funds	5,238	(43,674)
Opening shareholders' funds	877,537	921,211
Closing shareholders' funds	882,775	877,537

TODD MEAT TRADING COMPANY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2008

18 Directors' emoluments	2008 £	2007 £
Emoluments for qualifying services	356,500	205,431
Company pension contributions to money purchase schemes	115,000	30,000
	<u>471,500</u>	<u>235,431</u>

The number of directors for whom retirement benefits are accruing under money purchase pension schemes amounted to 2 (2007 - 2).

Emoluments disclosed above include the following amounts paid to the highest paid director:

Emoluments for qualifying services	<u>254,932</u>	<u>103,714</u>
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19 Employees

Number of employees

The average monthly number of employees (including directors) during the year was:

	2008 Number	2007 Number
Sales and distribution	12	11
Administration	5	5
	<u>17</u>	<u>16</u>

Employment costs	2008 £	2007 £
Wages and salaries	721,297	610,185
Social security costs	87,872	68,687
Other pension costs	115,000	30,000
	<u>924,169</u>	<u>708,872</u>

20 Ultimate parent company

The Company is controlled by the Directors.

TODD MEAT TRADING COMPANY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2008

21 Reconciliation of operating profit to net cash inflow from operating activities	2008	2007
	£	£
Operating profit	304,364	207,494
Depreciation of tangible assets	42,181	35,005
Loss on disposal of tangible assets	10,781	60,228
(Increase)/decrease in stocks	(251,751)	42,514
Increase in debtors	(35,859)	(547,684)
Increase in creditors within one year	251,990	494,370
Net cash inflow from operating activities	321,706	291,927

22 Analysis of net debt	1 November 2007	Cash flow	Other non-cash changes	31 October 2008
	£	£	£	£
Net cash:				
Cash at bank and in hand	15,026	20,923	-	35,949
Bank overdrafts	(116,974)	(71,394)	-	(188,368)
	(101,948)	(50,471)	-	(152,419)
Debt:				
Finance leases	(102,718)	84,385	-	(18,333)
Debts falling due within one year	-	(100,000)	-	(100,000)
	(102,718)	(15,615)	-	(118,333)
Net debt	(204,666)	(66,086)	-	(270,752)

23 Reconciliation of net cash flow to movement in net debt	2008	2007
	£	£
Decrease in cash in the year	(50,471)	(71,306)
Cash inflow from increase in debt and lease financing	(15,615)	(85,595)
Movement in net debt in the year	(66,086)	(156,901)
Opening net debt	(204,666)	(47,765)
Closing net debt	(270,752)	(204,666)