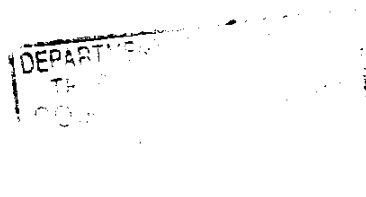




**PARK GATE FOODS LIMITED**  
ABBREVIATED ACCOUNTS  
FOR THE YEAR ENDED  
31 DECEMBER 2000



# PARK GATE FOODS LIMITED

## ABBREVIATED ACCOUNTS

For the year ended 31 December 2000

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Company registration number: NI 17043

Registered office: Water's Edge  
Clarendon Dock  
Belfast  
BT1 3BH

Directors: J I Beckett  
M R Huston  
N Rockett  
Mrs E Beckett

Secretary: J I Beckett

Bankers: Ulster Bank Limited  
Donegall Place  
Belfast  
BT1 5AU

Solicitors: Elliott, Duffy Garrett  
7 Donegal Square East  
Belfast  
BT1 5HD

Auditors: Grant Thornton  
Registered auditors  
Chartered accountants  
Water's Edge  
Clarendon Dock  
Belfast  
BT1 3BH

# PARK GATE FOODS LIMITED

## ABBREVIATED ACCOUNTS

For the year ended 31 December 2000

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# **PARK GATE FOODS LIMITED**

## **REPORT OF THE DIRECTORS**

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The directors present their report together with financial statements for the year ended 31 December 2000

### **Principal activities**

The company's principal activity is food processing.

The results for the year were satisfactory and the balance sheet continues to reflect a strong financial position.

### **Business review**

There was a profit for the year after taxation amounting to £132,831. Interim dividends of £108,200 in respect of the previous financial period have been declared. The directors anticipate that dividends in respect of this financial period which will be paid in the coming year will amount to £118,200, representing £100,000 in respect of the ordinary shares and £18,200 in respect of the preference shares.

### **Directors**

The directors during the year were as follows:

J I Beckett  
M R Huston  
N Rockett  
Mrs E Beckett

According to the Memorandum and Articles of Association Mrs E Beckett retires by rotation and, being eligible, offers herself for reelection.

### **Fixed assets**

Details of movements in fixed assets during the year are set out in the notes to the financial statements. In the directors' opinion the market value of the buildings is not materially different from that in the balance sheet

### **Directors' responsibilities for the financial statements**

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.

The directors are responsible for maintaining proper accounting records, for safeguarding the assets of the company and for taking reasonable steps for the prevention and detection of fraud and other irregularities

# PARK GATE FOODS LIMITED

## REPORT OF THE DIRECTORS

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### Year 2000 Compliance

The company suffered no impact from the Year 2000 date change nor did any of its major customers, suppliers or trading partners

### Auditors

Grant Thornton offer themselves for reappointment as auditors in accordance with article 392 of the Companies (Northern Ireland) Order 1986.

BY ORDER OF THE BOARD



J. J. Beckett  
Secretary

**REPORT OF THE AUDITORS TO PARK GATE FOODS LIMITED UNDER**

**PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES (NORTHERN IRELAND) ORDER 1986**

We have examined the abbreviated accounts on pages 4 to 15 together with the full financial statements of Park Gate Foods limited prepared under article 234 of the Companies (Northern Ireland) Order 1986 for the year ended 31 December 2000.

**Respective responsibilities of directors and auditors**

The directors are responsible for preparing the abbreviated accounts in accordance with Article 254 of the Companies (Northern Ireland) Order 1986. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver to the Registrar of Companies abbreviated accounts prepared in accordance with articles 254(5) and (6) of the Order and whether the abbreviated accounts have been properly prepared in accordance with those provisions.

**Basis of opinion**

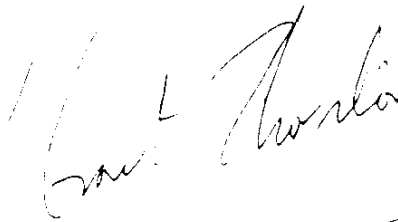
We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts have been properly prepared from those financial statements. The scope of our work for 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 accounts prepared in accordance with articles 254(5) and (6) of the Companies (Northern Ireland) Order 1986, and the abbreviated accounts on pages 4 to 15 have been properly prepared in accordance with those provisions.

**GRANT THORNTON  
REGISTERED AUDITORS  
CHARTERED ACCOUNTANTS**

BELFAST  
22 May 2001



# **PARK GATE FOODS LIMITED**

## **PRINCIPAL ACCOUNTING POLICIES**

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### **BASIS OF PREPARATION**

The financial statements have been prepared under the historical cost convention.

The principal accounting policies of the company have remained unchanged from the previous year and are set out below.

### **TURNOVER**

Turnover is the total amount receivable by the company for goods supplied and services provided, excluding VAT and trade discounts.

### **TANGIBLE FIXED ASSETS AND DEPRECIATION**

Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost less estimated residual value, of each asset over its expected useful life, as follows:

Buildings	2% straight line
Plant and machinery	15% straight line
Motor vehicles	25% reducing balance
Fixtures and fittings	15% straight line

### **STOCKS AND WORK IN PROGRESS**

Stocks are stated at the lower of cost and net realisable value.

### **DEFERRED TAXATION**

Deferred tax is provided for using the tax rates estimated to arise when the timing differences reverse and is accounted for to the extent that it is probable that a liability or asset will crystallise. Unprovided deferred tax is disclosed as a contingent liability.

### **FOREIGN CURRENCIES**

Transactions in foreign currencies are translated at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities in foreign currencies are translated at the rates of exchange ruling at the balance sheet date. All other exchange differences are dealt with through the profit and loss account.

### **CONTRIBUTIONS TO PENSION FUNDS**

#### **Defined contribution scheme**

The pension costs charged against profits represent the amount of the contributions payable to the scheme in respect of the accounting period.

### **LEASED ASSETS**

Assets held under finance leases and hire purchase contracts are capitalised in the balance sheet and depreciated over their expected useful lives. The interest element of leasing payments represents a constant proportion of the capital balance outstanding and is charged to the profit and loss account over the period of the lease.

### **GOVERNMENT GRANTS**

Grants towards revenue expenditure are released to the profit and loss account as the related expenditure is incurred.

# PARK GATE FOODS LIMITED

## ABBREVIATED PROFIT AND LOSS ACCOUNT

For the year ended 31 December 2000

	Note	2000 £	1999 £
Gross profit		527,939	529,648
Distribution costs		(98,787)	(118,965)
Administrative expenses		(249,189)	(244,722)
<b>Operating profit</b>		<b>179,963</b>	<b>157,001</b>
Other interest receivable and similar income	3	7,667	4,117
Interest payable and similar charges	3	(2,101)	(4,554)
<b>Profit on ordinary activities before taxation</b>	<b>1</b>	<b>185,529</b>	<b>156,564</b>
Tax on profit on ordinary activities	4	(52,698)	(44,995)
<b>Profit for the financial year</b>	<b>15</b>	<b>132,831</b>	<b>111,568</b>
Dividends	5		
Equity		(90,000)	(80,000)
Non-equity		(18,200)	(18,200)
		<b>(108,200)</b>	<b>(98,200)</b>
<b>Profit transferred to reserves</b>	<b>14</b>	<b>24,631</b>	<b>13,368</b>

All of the above figures relate to continuing activities.

There were no recognised gains or losses other than the profit for the financial year and therefore no separate statement of total recognised gains and losses has been presented.

There is no material difference between the loss on ordinary activities before taxation and the retained profit for the year and their historical cost equivalents.

The accompanying accounting policies and notes form an integral part of these abbreviated accounts.



# PARK GATE FOODS LIMITED

## ABBREVIATED BALANCE SHEET AT 31 DECEMBER 2000

	Note	2000 £	1999 £
<b>Fixed assets</b>			
Tangible assets	6	395,970	405,850
		<u>395,970</u>	<u>405,850</u>
<b>Current assets</b>			
Stocks	7	579,494	473,739
Debtors	8	485,581	410,113
Cash at bank and in hand		327,024	478,853
		<u>1,392,099</u>	<u>1,362,695</u>
<b>Creditors: amounts falling due within one year</b>	9	(392,441)	(393,576)
<b>Net current assets</b>		<u>999,658</u>	<u>969,119</u>
<b>Total assets less current liabilities</b>		<u>1,395,628</u>	<u>1,371,981</u>
<b>Creditors: amounts falling due after more than one year</b>	10	(1,863)	(7,847)
<b>Provisions for liabilities and charges</b>	11	(65,000)	(63,100)
		<u>1,328,765</u>	<u>1,304,134</u>
<b>Capital and reserves</b>			
Called up share capital	13	141,000	141,000
Other reserves	14	60,000	60,000
Profit and loss account	14	1,127,765	1,103,134
<b>Shareholders' funds</b>	15	<u>1,328,765</u>	<u>1,304,134</u>
<b>Equity shareholders' funds</b>		<u>1,188,765</u>	<u>1,164,134</u>
<b>Non-equity shareholders' funds</b>		<u>140,000</u>	<u>140,000</u>
		<u>1,328,765</u>	<u>1,304,134</u>

In preparing these abbreviated accounts, we have relied on the exemptions for individual financial statements conferred by section B of Part I of Schedule 8 of the Companies (Northern Ireland) Order 1986 on the grounds that the company is entitled to the benefit of those exemptions as a medium sized company.

The abbreviated accounts were approved by the Board of Directors on 22 May 2001

*James J. Beckett*  
**J I Beckett**  
 Director

The accompanying accounting policies and notes form an integral part of these abbreviated accounts.

# PARK GATE FOODS LIMITED

## CASH FLOW STATEMENT

For the year ended 31 December 2000

	Note	2000 £	1999 £
Net cash inflow from operating activities	16	68,557	427,770
Returns on investments and servicing of finance			
Interest received		7,667	4,775
Interest paid		(391)	712
Finance lease interest paid		(1,710)	(3,872)
Non-equity dividends paid		(18,200)	(18,270)
Net cash outflow from returns on investments and servicing of finance		(12,634)	(18,655)
Taxation		(48,059)	(18,225)
Capital expenditure and financial investment			
Purchase of tangible fixed assets		(48,241)	(28,312)
Net cash outflow from capital expenditure and financial investment		(48,241)	(28,312)
Equity dividends paid		(90,000)	(80,000)
Management of liquid resources			
Sale of investments		-	16,536
Deposits		230,000	(230,116)
Net cash inflow from management of liquid resources		230,000	(213,580)
Financing			
Purchase of own shares		-	(29,310)
Capital element of finance lease rentals		(13,432)	(12,314)
Net cash outflow from financing		(13,432)	(41,624)
Increase in cash	17	86,191	36,009

The accompanying accounting policies and notes form an integral part of these abbreviated accounts

# PARK GATE FOODS LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS

For the year ended 31 December 2000

### PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

The profit on ordinary activities is stated after:	2000	1999
	£	£
Auditors' remuneration	2,500	2,500
Depreciation and amortisation:		
Tangible fixed assets, owned	48,945	45,555
Tangible fixed assets, held under finance leases and hire purchase contracts	9,186	16,769

### DIRECTORS AND EMPLOYEES

Staff costs during the year were as follows:	2000	1999
	£	£
Wages and salaries	569,558	554,869
Social security costs	41,962	44,762
Other pension costs	20,502	21,262
	632,022	620,893

The average number of employees of the company during the year was 61 (1999: 61).

Remuneration in respect of directors was as follows:	2000	1999
	£	£
Emoluments	149,500	149,510
Pension contributions to money purchase pension schemes	11,928	11,428
	161,428	161,428

During the year no directors (1999: Nil) participated in defined benefit pension schemes and 2 directors participated in money purchase pension schemes

# PARK GATE FOODS LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS

For the year ended 31 December 2000

### INTEREST PAYABLE AND SIMILAR CHARGES / NET INTEREST

	2000 £	1999 £
On bank loans and overdrafts	391	711
Finance charges in respect of finance leases	1,710	3,871
	<u>2,101</u>	<u>4,582</u>
Other interest receivable and similar income	2,101	4,582
	<u>(7,667)</u>	<u>(4,176)</u>
	<u>(5,566)</u>	<u>48</u>

### TAX ON PROFIT ON ORDINARY ACTIVITIES

The tax charge represents:

	2000 £	1999 £
UK Corporation tax at 30% (1999: 31%)	53,000	54,659
Deferred taxation	2,000	(3,100)
	<u>55,000</u>	<u>51,559</u>
Adjustments in respect of prior periods		
UK Corporation tax	(2,302)	(6,003)
	<u>52,698</u>	<u>44,556</u>

### DIVIDENDS

	2000 £	1999 £
Equity dividends:		
Ordinary shares - interim dividend of £90 per share	90,000	80,100
Non-equity dividends:		
Preference dividend of 13p per share	18,200	18,200
	<u>108,200</u>	<u>98,300</u>

# PARK GATE FOODS LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS

For the year ended 31 December 2000

### TANGIBLE FIXED ASSETS

	Long leasehold buildings £	Plant and machinery £	Motor vehicles £	Fixtures and fittings £	Total £
Cost or valuation					
At 1 January 2000	281,462	416,563	139,579	41,532	879,136
Additions	10,000	36,581	-	1,660	48,241
	<u>291,462</u>	<u>453,144</u>	<u>139,579</u>	<u>43,192</u>	<u>927,377</u>
Depreciation					
At 1 January 2000	66,767	301,472	71,836	33,201	473,276
Provided in the year	5,646	33,162	16,937	2,386	58,131
	<u>72,413</u>	<u>334,634</u>	<u>88,773</u>	<u>35,587</u>	<u>531,407</u>
Net book amount at 31 December 2000	<u><b>219,049</b></u>	<u><b>118,510</b></u>	<u><b>50,806</b></u>	<u><b>7,605</b></u>	<u><b>395,970</b></u>
Net book amount at 31 December 1999	<u>214,695</u>	<u>115,091</u>	<u>67,743</u>	<u>8,331</u>	<u>405,860</u>

The figures stated above include assets held under finance leases and similar hire purchase contracts, as follows:

	Motor vehicles £
Net book amount at 31 December 2000	<u><b>23,050</b></u>
Net book amount at 31 December 1999	<u>32,236</u>
Depreciation provided during year	<u>9,186</u>

The gross amounts of land and buildings on which depreciation is being provided is as follows:

	£
Long leasehold	<u>291,462</u>

# PARK GATE FOODS LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS

For the year ended 31 December 2000

### STOCKS

	2000 £	1999 £
Raw materials and consumable stores	219,002	250,141
Short-term work in progress	87,012	68,692
Finished goods and goods for resale	273,480	154,856
	<u>579,494</u>	<u>473,689</u>

There is no material differences between balance sheet value and replacement cost.

### 8 DEBTORS

	2000 £	1999 £
Trade debtors	476,674	402,684
Other debtors	-	4,612
Prepayments and accrued income	8,907	2,817
	<u>485,581</u>	<u>410,113</u>

### 9 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2000 £	1999 £
Bank loans and overdrafts	233,123	243,148
Trade creditors	34,241	29,287
Corporation tax	53,000	48,587
Social security and other taxes	7,864	15,500
Other creditors	12,744	12,744
Accruals and deferred income	45,485	31,153
Obligations under hire purchase contracts	5,984	13,432
	<u>392,441</u>	<u>393,851</u>

The bank overdraft is secured by a mortgage on the company premises, an all money debenture including a fixed charge on book debts of the company and a floating charge over the company's undertaking.

The liabilities under hire purchase are secured on the asset to which they relate.

# PARK GATE FOODS LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS

For the year ended 31 December 2000

### 10 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2000 £	1999 £
Obligations under hire purchase contracts	1,863	7,847
	<u>1,863</u>	<u>7,847</u>
Borrowings are repayable as follows.	2000 £	1999 £
Within one year		
Bank and other borrowings	233,123	248,148
Finance leases	5,984	18,482
After one and within two years		
Finance leases	1,863	7,847
	<u>240,970</u>	<u>264,477</u>

### 11 PROVISIONS FOR LIABILITIES AND CHARGES

	Deferred taxation £	Total £
At 1 January 2000	63,000	63,000
Provided during the year	2,000	2,000
At 31 December 2000	<u>65,000</u>	<u>65,000</u>
Deferred taxation has been provided on accelerated capital allowances.		

### 12 PENSIONS

#### Defined Contribution Scheme

The company operates a defined contribution pension scheme for the benefit of the directors. The assets of the scheme are administered by trustees in a fund independent from those of the company.

# PARK GATE FOODS LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS

For the year ended 31 December 2000

### 15 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2000 £	1999 £
Profit for the financial year	132,831	11,168
Dividends	(108,200)	(98,211)
Purchase of shares	-	(20,073)
Net increase in shareholders' funds	24,631	(6,592)
Shareholders' funds at 1 January 2000	1,304,134	1,310,726
Shareholders' funds at 31 December 2000	1,328,765	1,304,134

### 16 NET CASH INFLOW/OUTFLOW FROM OPERATING ACTIVITIES

	2000 £	1999 £
Operating profit	179,963	157,112
Depreciation	58,131	61,315
Increase in stocks	(105,755)	152,630
Increase in debtors	(75,478)	90,728
Increase in creditors	11,696	(34,665)
Net cash inflow from continuing operating activities	68,557	427,120

### 17 RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET DEBT

	2000 £	1999 £
Increase in cash in the year	88,191	36,117
Cash outflow from finance leases in the year	13,432	12,631
Cash inflow from decrease/increase in liquid resources	(230,000)	213,414
Change in net debt resulting from cashflows	(128,377)	261,825
Movement in net debt in the year	(128,377)	261,825
Net funds at 1 January 2000	214,431	(47,344)
Net funds at 31 December 2000	86,054	214,431

### 18 CAPITAL COMMITMENTS

The company had no capital commitments at 31 December 2000 or 31 December 1999



**PARK GATE FOODS LIMITED**

**NOTES TO THE ABBREVIATED ACCOUNTS**

For the year ended 31 December 2000

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**CONTINGENT ASSETS/LIABILITIES**

There were no contingent liabilities at 31 December 2000 or 31 December 1999.

# PARK GATE FOODS LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS

For the year ended 31 December 2000

### 13 SHARE CAPITAL

	2000 £	1999 £
Authorised		
Ordinary shares of £1 each	50,000	50,000
13% Cumulative redeemable preference shares of £1 each	200,000	200,000
	<u>250,000</u>	<u>250,000</u>
Allocated, called up and fully paid		
Ordinary shares of £1 each	1,000	14,000
13% Cumulative redeemable preference shares of £1 each	140,000	140,000
	<u>141,000</u>	<u>141,000</u>

#### Preference shares

The 13% cumulative redeemable preference share are non-equity shares which carry an entitlement to a dividend at the rate of 13p (net) per share per annum. They may be redeemed at any time at the option of the company. Holders of preference shares may attend meetings of the company but do not have any right to vote at such meetings. Preference share shareholders have the right on a winding-up to receive, in priority to any other class of shares, the sum of £1.00 per share together with any arrears of dividends.

### 14 RESERVES

	Capital Redemption Reserve £	Profit and loss account £
At 1 January 2000	60,000	1,105,134
Retained profit for the year	-	24,631
At 31 December 2000	<u>60,000</u>	<u>1,127,765</u>