

Bennington Foods Limited

Abbreviated Accounts

For the year ended 31 December 2001



Bennington Foods Ltd

Contents

	Page
Auditors' report	1
Abbreviated balance sheet	2
Notes to the Financial Statements	3 - 5

**Auditors' report to Bennington Foods Ltd
under Section 247B of the Companies Act 1985**

We have examined the abbreviated accounts set out on pages 2 to 5 together with the financial statements of Bennington Foods Ltd for the year ended 31 December 2001 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing abbreviated accounts in accordance with Section 246 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 Sections 246(5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

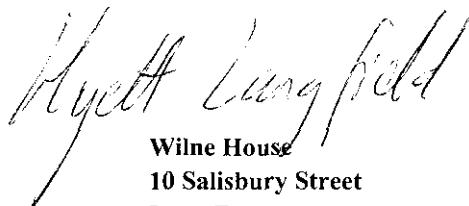
Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985 in respect of the year ended 31 December 2001, and the abbreviated accounts on pages 2 to 5 are properly prepared in accordance with those provisions.

**Hyett Langfield
Chartered Accountants and
Registered Auditor**



**Wilne House
10 Salisbury Street
Long Eaton
Nottingham
NG10 1BA**

22nd May 2002

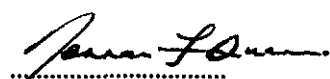
Bennington Foods Ltd

**Abbreviated balance sheet
as at 31 December 2001**

		2001		2000	
	Notes	£	£	£	£
Fixed assets					
Intangible assets	2		-		20,815
Tangible assets	2		1,295,123		669,792
			<u>1,295,123</u>		<u>690,607</u>
Current assets					
Stocks		83,929		109,891	
Debtors		341,950		283,510	
Cash at bank and in hand		180,440		33,640	
		<u>606,319</u>		<u>427,041</u>	
Creditors: amounts falling due within one year		<u>(1,336,223)</u>		<u>(790,848)</u>	
Net current liabilities			<u>(729,904)</u>		<u>(363,807)</u>
Total assets less current liabilities			565,219		326,800
Creditors: amounts falling due after more than one year			(337,442)		(116,146)
Provisions for liabilities and charges			<u>(163,183)</u>		<u>(46,384)</u>
Net assets			<u>64,594</u>		<u>164,270</u>
Capital and reserves					
Called up share capital	3		2		2
Profit and loss account			64,592		164,268
Shareholders' funds			<u>64,594</u>		<u>164,270</u>

The abbreviated accounts are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies .

The abbreviated accounts were approved by the Board on 20 May 02 and signed on its behalf by



N Quinn
Director

The notes on pages 3 to 5 form an integral part of these financial statements.

Bennington Foods Ltd

Notes to the abbreviated financial statements for the year ended 31 December 2001

1. Accounting policies

1.1. Accounting convention

The accounts are prepared under the historical cost convention .

The company has taken advantage of the exemption in FRS1 from the requirement to produce a cashflow statement because it is a small company.

1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

1.3. Goodwill

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life of 20 years.

1.4. Research and development

Research expenditure is written off to the profit and loss account in the year in which it is incurred.

1.5. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Land and buildings	-	Straight line over 5 years
Plant and machinery	-	Estimated useful life
Fixtures, fittings and equipment	-	Estimated useful life
Project One	-	Straight line over 10 years

1.6. Leasing and hire purchase commitments

Assets obtained finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Assets obtained under hire purchase agreements are capitalised as tangible fixed assets and depreciated over the period of expected useful economic life. 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 constant periodic rates of charge on the net obligations outstanding in each period.

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.7. Stock

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

1.8. Pensions

The pension costs charged in the financial statements represent the contribution payable by the company during the year.

The regular cost of providing retirement pensions and related benefits is charged to the profit and loss account over the employees' service lives on the basis of a constant percentage of earnings.

Bennington Foods Ltd

**Notes to the abbreviated financial statements
for the year ended 31 December 2001**

..... continued

1.9. Deferred taxation

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors consider that a liability to taxation is unlikely to materialise.

2. Fixed assets	Intangible assets £	Tangible fixed assets £	Total £
Cost			
At 1 January 2001	250,000	959,776	1,209,776
Additions	-	835,232	835,232
Disposals	-	(15,490)	(15,490)
At 31 December 2001	250,000	1,779,518	2,029,518
Depreciation and Provision for diminution in value			
At 1 January 2001	229,185	289,984	519,169
Charge for year	20,815	194,411	215,226
At 31 December 2001	250,000	484,395	734,395
Net book values			
At 31 December 2001	-	1,295,123	1,295,123
At 31 December 2000	20,815	669,792	690,607

3. Share capital	2001 £	2000 £
Authorised equity		
1,000 Ordinary shares of 1 each	1,000	1,000
Allotted, called up and fully paid equity		
2 Ordinary shares of 1 each	2	2

Bennington Foods Ltd

**Notes to the abbreviated financial statements
for the year ended 31 December 2001**

..... continued

4. Transactions with directors

The following directors had interest free loans during the year. The movements on these loans are as follows:

	Amount owing		Maximum in year £
	2001 £	2000 £	
N Quinn	5,661	15,270	20,330
W Murphy	-	85,299	-
	<u> </u>	<u> </u>	<u> </u>

The company has an agreement to licence intellectual property belonging to N Quinn and W Murphy. Under this agreement the company paid royalties to these directors of £145,733 (2000: £142,179).

5. Related party transactions

During the year Bowrain Holdings Ltd transferred to Bennington Foods Ltd fixed assets with a net book value of £349,639.

During the year Bennington Foods Ltd incurred expenses amounting to £347,112 on behalf of Bowrain Holdings Ltd, and Bowrain Holdings Ltd incurred expenses amounting to £4,723. Both companies recharged the respective amounts.

Included in Creditors repayable within one year is an amount of £455,781, which is due to Bowrain Holdings Ltd.

6. Parent undertaking and controlling party

For the whole of the year the company was a wholly owned subsidiary of Bowrain Holdings Ltd which was incorporated in Great Britain and ultimately controlled by N Quinn.