

For the year ended 31 MARCH 2009

	Note	2009 £	2008 £
Turnover	1	51,696,566	49,371,504
Cost of sales		<u>(45,550,212)</u>	<u>(42,657,875)</u>
Gross profit		6,146,354	6,713,629
Operating expenses		(6,069,522)	(5,583,626)
Amortisation and impairment of consolidated goodwill	9	(445,778)	(189,735)
Provisions	16	16,500	812,658
Net administrative expenses	1	(6,498,800)	(4,960,703)
Other operating income	2	45,260	56,127
Operating (loss)/profit		(307,186)	1,809,053
Interest payable and similar charges	3	(253,445)	(199,719)
Interest receivable	4	39,332	154,469
Other finance costs	5	(400,000)	-
(Loss)/profit on ordinary activities before taxation		(921,299)	1,763,803
Tax credit/(charge) on (loss)/profit on ordinary activities	7	2,855	(591,230)
(Loss)/profit retained and transferred (from)/to reserves	19	(918,444)	<u>1,172,573</u>

All transactions arise from continuing operations.

Statement of Total Recognised Gains and Losses

	Note	2009 £	2008 £
(Loss)/profit for the financial year		(918,444)	1,172,573
Actuarial (loss)/gain	27	(8,300,000)	3,100,000
Reversal of previously restricted pension surplus	27	2,100,000	-
Pension surplus not recognised	27	-	(1,800,000)
Total recognised gains and losses for the year		(7,118,444)	<u>2,472,573</u>

The accompanying accounting policies and notes form an integral part of these financial statements.

For the year ended 31 MARCH 2009

	Note	Group 2009 £	Group 2008 £	Company 2009 £	Company 2008 £
Fixed assets					
Intangible assets	9	3,922,809	3,600,719	-	-
Tangible assets	10	472,141	407,652	-	-
Investments	11	-	-	17,388,066	17,388,066
		<u>4,394,950</u>	<u>4,008,371</u>	<u>17,388,066</u>	<u>17,388,066</u>
Current assets					
Stocks	12	11,626,332	14,504,848	-	-
Debtors	13	8,045,425	8,230,994	-	833
Cash at bank and in hand		896,877	1,430,885	888,101	801,006
		<u>20,568,634</u>	<u>24,166,727</u>	<u>888,101</u>	<u>801,839</u>
Creditors: amounts falling due within one year	14	<u>(7,061,614)</u>	<u>(9,392,823)</u>	<u>(582,956)</u>	<u>(527,730)</u>
Net current assets		<u>13,507,020</u>	<u>14,773,904</u>	<u>305,145</u>	<u>274,109</u>
Total assets less current liabilities		<u>17,901,970</u>	<u>18,782,275</u>	<u>17,693,211</u>	<u>17,662,175</u>
Creditors: amounts falling due after more than one year	15	(19,550)	(22,458)	-	-
Provisions for liabilities and charges	16	-	(15,000)	-	-
Provision for deferred taxation	17	(19,386)	(13,339)	-	-
Net pension liability	27	<u>(6,200,000)</u>	<u>-</u>	<u>(6,200,000)</u>	<u>-</u>
		<u>11,663,034</u>	<u>18,731,478</u>	<u>11,493,211</u>	<u>17,662,175</u>
Capital and reserves					
Called up share capital	18	15,149,745	15,099,745	15,149,745	15,099,745
Profit and loss account	19	<u>(3,486,711)</u>	<u>3,631,733</u>	<u>(3,656,534)</u>	<u>2,562,430</u>
Shareholders' funds	21	<u>11,663,034</u>	<u>18,731,478</u>	<u>11,493,211</u>	<u>17,662,175</u>

The financial statements were approved by the Board of Directors on 1 July 2009.

Roger Evans OBE - Chairman

David Lewis - Director

The accompanying accounting policies and notes form an integral part of these financial statements.

COMMUNITY FOODS GROUP LIMITED
CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 MARCH 2009

	Note	2009 £	2008 £
Net cash inflow/(outflow) from operating activities	22	<u>1,596,558</u>	<u>(1,892,681)</u>
Returns on investments and servicing of finance			
Interest paid		(253,445)	(199,719)
Interest received		<u>39,332</u>	<u>154,469</u>
Net cash outflow from returns on investments and servicing of finance		<u>(214,113)</u>	<u>(45,250)</u>
Taxation			
UK corporation tax paid		(428,417)	(145,000)
Capital expenditure			
Purchase of tangible fixed assets	10	(90,311)	(138,887)
Sale of tangible fixed assets		<u>3,850</u>	<u>11,400</u>
Net cash outflow from capital expenditure		<u>(86,461)</u>	<u>(127,487)</u>
Acquisitions and disposals			
Purchase of subsidiary undertaking		(1,139,587)	-
Purchase of business		-	(94,516)
Net cash acquired with subsidiary undertaking		<u>20,310</u>	<u>-</u>
Net cash outflow from acquisitions and disposals		<u>(1,119,277)</u>	<u>(94,516)</u>
Financing			
Movement in short term borrowings		(376,069)	1,098,376
Movement in long term borrowings		(17,096)	-
Capital element of finance lease rentals		<u>(24,129)</u>	<u>(35,644)</u>
Net cash (outflow)/inflow from financing		<u>(417,294)</u>	<u>1,062,732</u>
Decrease in cash	24	<u>(669,004)</u>	<u>(1,242,202)</u>