

# COMMUNITY FOODS GROUP LIMITED

## CONSOLIDATED PROFIT AND LOSS ACCOUNT

For the year ended 31 MARCH 2007

	Note	2007 £	2006 £ Restated
Turnover	1	25,562,595	-
Cost of sales		<u>(21,882,084)</u>	<u>-</u>
<b>Gross profit</b>		<b>3,680,511</b>	<b>-</b>
Operating expenses		<b>(3,240,877)</b>	(919,793)
Provisions	16	<u>(827,658)</u>	<u>-</u>
Administrative expenses		<b>(4,068,535)</b>	(919,793)
Other operating income	2	<u>20,898</u>	<u>9,200</u>
<b>Operating loss</b>		<b>(367,126)</b>	(910,593)
Interest payable	3	<b>(140,400)</b>	(130,196)
Interest receivable	4	<b>541,564</b>	1,133,470
Other finance income	5	<u>400,000</u>	<u>200,000</u>
<b>Profit on ordinary activities before taxation</b>	1	<b>434,038</b>	292,681
Tax credit on profit on ordinary activities	7	<u>629,300</u>	<u>500,000</u>
<b>Profit retained and transferred to reserves</b>	19	<u><b>1,063,338</b></u>	<u>792,681</u>

All transactions arise from continuing operations.

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

# COMMUNITY FOODS GROUP LIMITED

BALANCE SHEETS AT 31 MARCH 2007

	Note	Group 2007 £	Company 2007 £	Company 2006 £
<b>Fixed assets</b>				
Intangible assets	9	3,695,938	-	-
Tangible assets	10	399,005	679	1,358
Investments	11	-	17,388,066	-
		<u>4,094,943</u>	<u>17,388,745</u>	<u>1,358</u>
<b>Current assets</b>				
Stocks	12	10,968,654	-	-
Assets held for sale		-	-	64,000
Debtors	13	7,530,824	85,625	14,223
Cash at bank and in hand		3,138,835	3,135,513	20,488,097
		<u>21,638,313</u>	<u>3,221,138</u>	<u>20,566,320</u>
<b>Creditors: amounts falling due within one year</b>	14	<u>(6,891,321)</u>	<u>(2,494,005)</u>	<u>(476,883)</u>
<b>Net current assets</b>		<u>14,746,992</u>	<u>727,133</u>	<u>20,089,437</u>
<b>Total assets less current liabilities</b>		<u>18,841,935</u>	<u>18,115,878</u>	<u>20,090,795</u>
<b>Creditors: amounts falling due after more than one year</b>	15	(37,854)	-	(1,873,228)
<b>Provisions for liabilities and charges</b>	16	(827,658)	-	-
<b>Provisions for deferred taxation</b>	17	(17,518)	-	(652,000)
<b>Net pension liability</b>	27	<u>(1,700,000)</u>	<u>(1,700,000)</u>	<u>(70,000)</u>
		<u>16,258,905</u>	<u>16,415,878</u>	<u>17,495,567</u>
<b>Capital and reserves</b>				
Called up share capital	18	15,099,745	15,099,745	15,099,745
Profit and loss account	19	1,159,160	1,316,133	2,395,822
<b>Shareholders' funds</b>	21	<u>16,258,905</u>	<u>16,415,878</u>	<u>17,495,567</u>

The financial statements were approved by the Board of Directors on 5 December 2007

**Roger Evans OBE - Chairman**

**Malcolm Groat FCA - 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 2007

	Note	2007 £
<b>Net cash outflow from operating activities</b>	22	<u>(802,074)</u>
<b>Returns on investments and servicing of finance</b>		
Interest paid		(74,022)
Interest received		<u>541,564</u>
<b>Net cash inflow from returns on investments and servicing of finance</b>		<u>467,542</u>
<b>Taxation</b>		
UK corporation tax paid		(305,000)
<b>Capital expenditure</b>		
Purchase of tangible fixed assets		(67,412)
Sale of tangible fixed assets		<u>146,026</u>
<b>Net cash inflow from capital expenditure</b>		<u>78,614</u>
<b>Acquisitions and disposals</b>		
Purchase of subsidiary undertaking		(17,275,599)
Net cash acquired with subsidiary undertaking		<u>135,247</u>
<b>Net cash outflow from acquisitions and disposals</b>		<u>(17,140,352)</u>
<b>Financing</b>		
Movement in short term borrowings		1,764,952
Movement in long term borrowings		(1,873,228)
Capital element of finance lease rentals		<u>(5,464)</u>
<b>Net cash outflow from financing</b>		<u>(113,740)</u>
<b>Decrease in cash</b>	24	<u>(17,815,010)</u>

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

# COMMUNITY FOODS GROUP LIMITED

## OTHER PRIMARY STATEMENTS

For the year ended 31MARCH 2007

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### STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES

	2007 £	2006 £
Profit on ordinary activities after taxation	<b>1,063,338</b>	792,681
Actuarial (loss)/gain	<b>(2,300,000)</b>	2,200,000
Deferred tax associated with actuarial (loss)/gain	-	(660,000)
<b>Total recognised gains and losses for the year</b>	<b><u>(1,236,662)</u></b>	<b><u>2,332,681</u></b>

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