

REGISTERED NUMBER: 06541251 (England and Wales)

ABBREVIATED AUDITED ACCOUNTS
FOR THE PERIOD 3 APRIL 2011 TO 31 MARCH 2012
FOR
DAVID WOOD BAKING LIMITED

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DAVID WOOD BAKING LIMITED

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FOR THE PERIOD 3 APRIL 2011 TO 31 MARCH 2012**

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DAVID WOOD BAKING LIMITED
COMPANY INFORMATION
FOR THE PERIOD 3 APRIL 2011 TO 31 MARCH 2012

DIRECTOR: David Anthony Wood

SECRETARY: Mrs Karen Wood

REGISTERED OFFICE: 1 Calverley Road
Oulton
Leeds
West Yorkshire
LS26 8JD

REGISTERED NUMBER: 06541251 (England and Wales)

AUDITORS: WHS Accountants Limited
Chartered Accountants
Elmville House
305 Roundhay Road
Leeds
West Yorkshire
LS8 4HT

DAVID WOOD BAKING LIMITED

**REPORT OF THE DIRECTOR
FOR THE PERIOD 3 APRIL 2011 TO 31 MARCH 2012**

The director presents his report with the accounts of the company for the period 3 April 2011 to 31 March 2012

PRINCIPAL ACTIVITY

The principal activity of the company in the period under review was that of baking private label products

REVIEW OF BUSINESS

The company has continued to trade profitably during the year and is currently seeking further customers to broaden its customer base

The company manufactures savoury pies, pasties, slices and turnovers

Given the straightforward nature of the business, the director is of the opinion that analysis using KPIs is not necessary for an understanding of the development, performance or position of the business

DIVIDENDS

Interim dividends amounting to 2 97333p per share were paid during the year The director recommends that no final dividend be paid

The total distribution of dividends for the period ended 31st March 2012 will be £35,680

DIRECTOR

David Anthony Wood held office during the whole of the period from 3 April 2011 to the date of this report

STATEMENT OF DIRECTOR'S RESPONSIBILITIES

The director is responsible for preparing the Report of the Director and the financial statements in accordance with applicable law and regulations

Company law requires the director to prepare financial statements for each financial year Under that law the director has elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law) Under company law the director must not approve the financial statements unless he is satisfied that they 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 these financial statements, the director is required to

- select suitable accounting policies and then apply them consistently,
- make judgements and accounting 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 director is responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable him to ensure that the financial statements comply with the Companies Act 2006 He is 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 AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the director is aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and he has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information

DAVID WOOD BAKING LIMITED
REPORT OF THE DIRECTOR
FOR THE PERIOD 3 APRIL 2011 TO 31 MARCH 2012

AUDITORS

The auditors, WHS Accountants Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting

ON BEHALF OF THE BOARD:



David Anthony Wood - Director

Date

16th Oct 2012 .

**REPORT OF THE INDEPENDENT AUDITORS TO
DAVID WOOD BAKING LIMITED
UNDER SECTION 449 OF THE COMPANIES ACT 2006**

We have examined the abbreviated accounts set out on pages five to nineteen, together with the full financial statements of David Wood Baking Limited for the period ended 31 March 2012 prepared under Section 396 of the Companies Act 2006

This report is made solely to the company, in accordance with Section 449 of the Companies Act 2006. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditors' report 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 director and auditors

The director is responsible for preparing the abbreviated accounts in accordance with Section 445 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the Regulations made under that Section and to report our opinion to you.

Basis of opinion

We conducted our work in accordance with Bulletin 2008/4 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 445(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the Regulations made under that Section.



Christopher Hill FCA (Senior Statutory Auditor)
for and on behalf of WHS Accountants Limited
Chartered Accountants
Elmville House
305 Roundhay Road
Leeds
West Yorkshire
LS8 4HT

Date 16th Oct 2012

DAVID WOOD BAKING LIMITED

**ABBREVIATED PROFIT AND LOSS ACCOUNT
FOR THE PERIOD 3 APRIL 2011 TO 31 MARCH 2012**

| | | Period 3.4.11 to 31.3.12 | | Period 4 4 10 to 2 4 11 | |
|--|-------|-----------------------------|---------------------|----------------------------|--------------|
| | Notes | £ | £ | £ | £ |
| TURNOVER | | | 15,147,353 | | 14,631,329 |
| Cost of sales and other operating income | | | (11,747,052) | | (11,228,713) |
| | | | 3,400,301 | | 3,402,616 |
| Distribution costs | | 562,569 | | 547,732 | |
| Administrative expenses | | 2,582,525 | | 2,587,690 | |
| | | | 3,145,094 | | 3,135,422 |
| OPERATING PROFIT | 3 | | 255,207 | | 267,194 |
| Interest receivable and similar income | | | - | | 40 |
| | | | 255,207 | | 267,234 |
| Interest payable and similar charges | 4 | | 46,163 | | 47,213 |
| PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION | | | 209,044 | | 220,021 |
| Tax on profit on ordinary activities | 5 | | 48,326 | | 57,777 |
| PROFIT FOR THE FINANCIAL PERIOD | | | 160,718 | | 162,244 |

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current period or previous period

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profits for the current period or previous period

The notes form part of these abbreviated accounts

DAVID WOOD BAKING LIMITED
ABBREVIATED BALANCE SHEET
31 MARCH 2012

| | Notes | 2012 | 2011 |
|--|-------|-------------------------|-------------------------|
| | | £ | £ |
| FIXED ASSETS | | | |
| Intangible assets | 7 | 1,500 | 2,500 |
| Tangible assets | 8 | 848,687 | 906,698 |
| | | <u>850,187</u> | <u>909,198</u> |
| CURRENT ASSETS | | | |
| Stocks | 9 | 984,429 | 851,817 |
| Debtors | 10 | 2,192,732 | 2,733,035 |
| Cash at bank and in hand | | - | 24,047 |
| | | <u>3,177,161</u> | <u>3,608,899</u> |
| CREDITORS | | | |
| Amounts falling due within one year | 11 | 2,241,113 | 2,934,317 |
| | | <u>936,048</u> | <u>674,582</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | <u>1,786,235</u> | <u>1,583,780</u> |
| CREDITORS | | | |
| Amounts falling due after more than one year | 12 | (123,686) | (50,681) |
| PROVISIONS FOR LIABILITIES | 16 | (68,281) | (63,869) |
| NET ASSETS | | <u><u>1,594,268</u></u> | <u><u>1,469,230</u></u> |
| CAPITAL AND RESERVES | | | |
| Called up share capital | 17 | 1,200,002 | 1,200,002 |
| Profit and loss account | 18 | 394,266 | 269,228 |
| SHAREHOLDERS' FUNDS | 22 | <u><u>1,594,268</u></u> | <u><u>1,469,230</u></u> |

The abbreviated accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to medium-sized companies

The financial statements were approved by the director on *16th Oct 2012* and were signed by

David Wood

David Anthony Wood - Director

The notes form part of these abbreviated accounts

DAVID WOOD BAKING LIMITED

**CASH FLOW STATEMENT
FOR THE PERIOD 3 APRIL 2011 TO 31 MARCH 2012**

| | Notes | Period 3.4.11 to 31.3.12 | | Period 4 4 10 to 2 4 11 | |
|--|-------|-----------------------------|-------------------------|----------------------------|---------------------------|
| | | £ | £ | £ | £ |
| Net cash inflow from operating activities | 1 | | 930,060 | | 717,371 |
| Returns on investments and servicing of finance | 2 | | (46,163) | | (47,173) |
| Taxation | | | (30,087) | | (46,131) |
| Capital expenditure | 2 | | (93,223) | | (319,274) |
| Equity dividends paid | | | (35,680) | | (55,573) |
| | | | <u>724,907</u> | | <u>249,220</u> |
| Financing | 2 | | (849,105) | | (441,136) |
| Decrease in cash in the period | | | (124,198) | | (191,916) |
| <hr/> | | | | | |
| Reconciliation of net cash flow to movement in net debt | 3 | | | | |
| Decrease in cash in the period | | | (124,198) | | (191,916) |
| Cash outflow from decrease in debt and lease financing | | | <u>686,404</u> | | <u>415,837</u> |
| Change in net debt resulting from cash flows | | | <u>562,206</u> | | <u>223,921</u> |
| Movement in net debt in the period | | | 562,206 | | 223,921 |
| Net debt at 3 April | | | (1,010,913) | | (1,234,834) |
| Net debt at 31 March | | | <u>(448,707)</u> | | <u>(1,010,913)</u> |

The notes form part of these abbreviated accounts

DAVID WOOD BAKING LIMITED

**NOTES TO THE CASH FLOW STATEMENT
FOR THE PERIOD 3 APRIL 2011 TO 31 MARCH 2012**

1 RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

| | Period 3.4.11 to 31.3.12 £ | Period 4 4 10 to 2 4 11 £ |
|--|--|---------------------------------------|
| Operating profit | 255,207 | 267,194 |
| Depreciation charges | 154,893 | 152,034 |
| Profit on disposal of fixed assets | (2,658) | - |
| Increase in stocks | (132,612) | (38,907) |
| Decrease/(increase) in debtors | 540,303 | (183,023) |
| Increase in creditors | 114,927 | 520,073 |
| Net cash inflow from operating activities | <u><u>930,060</u></u> | <u><u>717,371</u></u> |

2 ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

| | Period 3.4.11 to 31.3.12 £ | Period 4 4 10 to 2 4 11 £ |
|---|--|---------------------------------------|
| Returns on investments and servicing of finance | | |
| Interest received | - | 40 |
| Interest paid | (46,163) | (47,213) |
| Net cash outflow for returns on investments and servicing of finance | <u><u>(46,163)</u></u> | <u><u>(47,173)</u></u> |
| Capital expenditure | | |
| Purchase of tangible fixed assets | (95,224) | (319,274) |
| Sale of tangible fixed assets | 2,001 | - |
| Net cash outflow for capital expenditure | <u><u>(93,223)</u></u> | <u><u>(319,274)</u></u> |
| Financing | | |
| New loans in year | 145,000 | - |
| Loan repayments in year | (102,297) | (44,902) |
| Amounts repaid under invoice financing | (741,688) | (358,281) |
| Net advances on hire purchase contracts | 12,580 | (12,654) |
| Amount withdrawn by directors | (162,700) | (25,299) |
| Net cash outflow from financing | <u><u>(849,105)</u></u> | <u><u>(441,136)</u></u> |

The notes form part of these abbreviated accounts

DAVID WOOD BAKING LIMITED

**NOTES TO THE CASH FLOW STATEMENT
FOR THE PERIOD 3 APRIL 2011 TO 31 MARCH 2012**

3 ANALYSIS OF CHANGES IN NET DEBT

| | At 3.4.11 £ | Cash flow £ | At 31.3.12 £ |
|--------------------------------------|--------------------|------------------|--------------------|
| Net cash | | | |
| Cash at bank and in hand | 24,047 | (24,047) | - |
| Bank overdraft | - | (100,151) | (100,151) |
| | <u>24,047</u> | <u>(124,198)</u> | <u>(100,151)</u> |
| Debt | | | |
| Hire purchase | (5,503) | (12,580) | (18,083) |
| Debts falling due within one year | (978,776) | 759,470 | (219,306) |
| Debts falling due after one year | (50,681) | (60,486) | (111,167) |
| | <u>(1,034,960)</u> | <u>686,404</u> | <u>(348,556)</u> |
| Total | <u>(1,010,913)</u> | <u>562,206</u> | <u>(448,707)</u> |

The notes form part of these abbreviated accounts

DAVID WOOD BAKING LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE PERIOD 3 APRIL 2011 TO 31 MARCH 2012**

1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention

Turnover

Turnover represents the invoiced amount of goods supplied and bakery services chargeable in the year, net of relevant discounts and value added tax. Turnover of goods supplied is recognised within the profit and loss account at the point that goods are delivered to the customer

Patents and licences

Amortisation is provided at an annual rate of 20% of cost in order to write these assets off over their estimated useful life

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter

| | |
|---------------------|---------------|
| Plant and machinery | - 10% on cost |
| Motor vehicles | - 25% on cost |
| Computer equipment | - 50% on cost |

Stocks

Stocks are valued at the lower of cost, including an addition for production overheads where appropriate, and net realisable value

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result

Hire purchase commitments

Assets obtained under hire purchase contracts are capitalised in the balance sheet and depreciated over their estimated useful lives

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to the profit and loss account in the period to which they relate

2 STAFF COSTS

| | Period | Period |
|-----------------------|------------------|------------------|
| | 3.4.11 | 4.4.10 |
| | to | to |
| | 31.3.12 | 24.11 |
| | £ | £ |
| Wages and salaries | 2,899,153 | 3,215,242 |
| Social security costs | 177,717 | 261,382 |
| Other pension costs | 109,739 | 141,231 |
| | <u>3,186,609</u> | <u>3,617,855</u> |

DAVID WOOD BAKING LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE PERIOD 3 APRIL 2011 TO 31 MARCH 2012**

2 STAFF COSTS - continued

The average monthly number of employees during the period was as follows

| | Period 3.4.11 to 31.3.12 | Period 4 4 10 to 2 4 11 |
|-----------------|-----------------------------------|----------------------------------|
| Total employees | <u>141</u> | <u>137</u> |

3 OPERATING PROFIT

The operating profit is stated after charging/(crediting)

| | Period 3.4.11 to 31.3.12 £ | Period 4 4 10 to 2 4 11 £ |
|--|--|---------------------------------------|
| Hire of plant and machinery | 7,385 | 4,206 |
| Rent | 134,854 | 111,600 |
| Depreciation - owned assets | 142,689 | 138,258 |
| Depreciation - assets on hire purchase contracts | 11,203 | 12,776 |
| Profit on disposal of fixed assets | (2,658) | - |
| Patents and licences amortisation | 1,000 | 1,000 |
| Auditors' remuneration | 7,000 | 7,000 |
| Director's pension contributions | <u>99,040</u> | <u>100,000</u> |
| Director's remuneration | <u>7,200</u> | <u>7,200</u> |

The number of directors to whom retirement benefits were accruing was as follows

| | | |
|-------------------------|----------|----------|
| Defined benefit schemes | <u>1</u> | <u>1</u> |
|-------------------------|----------|----------|

4 INTEREST PAYABLE AND SIMILAR CHARGES

| | Period 3.4.11 to 31.3.12 £ | Period 4 4 10 to 2 4 11 £ |
|--------------------------|--|---------------------------------------|
| Bank interest | 19,300 | - |
| Bank loan interest | 1,406 | 1,058 |
| Invoice finance interest | 18,660 | 39,743 |
| Asset finance interest | (3,612) | 6,412 |
| Director's loan interest | 10,409 | - |
| | <u>46,163</u> | <u>47,213</u> |

DAVID WOOD BAKING LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE PERIOD 3 APRIL 2011 TO 31 MARCH 2012**

5 TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the period was as follows

| | Period 3.4.11 to 31.3.12 £ | Period 4 4 10 to 2 4 11 £ |
|--------------------------------------|---|--|
| Current tax | | |
| UK corporation tax | 43,914 | 29,338 |
| Deferred tax | <u>4,412</u> | <u>28,439</u> |
| Tax on profit on ordinary activities | <u><u>48,326</u></u> | <u><u>57,777</u></u> |

Factors affecting the tax charge

The tax assessed for the period is lower than the standard rate of corporation tax in the UK. The difference is explained below

| | Period 3.4.11 to 31.3.12 £ | Period 4 4 10 to 2 4 11 £ |
|--|---|--|
| Profit on ordinary activities before tax | <u>209,044</u> | <u>220,021</u> |
| Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 26% (2011 - 28%) | 54,351 | 61,606 |
| Effects of | | |
| Accelerated capital allowances | (8,787) | (28,439) |
| Expenses not deductible for tax | 3,026 | 2,668 |
| Marginal relief | <u>(4,676)</u> | <u>(6,497)</u> |
| Current tax charge | <u><u>43,914</u></u> | <u><u>29,338</u></u> |

6 DIVIDENDS

| | Period 3.4.11 to 31.3.12 £ | Period 4 4 10 to 2 4.11 £ |
|----------------------------|---|--|
| Ordinary shares of £1 each | | |
| Interim | <u><u>35,680</u></u> | <u><u>55,573</u></u> |

DAVID WOOD BAKING LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE PERIOD 3 APRIL 2011 TO 31 MARCH 2012**

7 INTANGIBLE FIXED ASSETS

| | Patents and licences £ |
|--------------------------------------|---|
| COST | |
| At 3 April 2011 and 31 March 2012 | 5,000 |
| AMORTISATION | |
| At 3 April 2011 | 2,500 |
| Amortisation for period | 1,000 |
| At 31 March 2012 | 3,500 |
| NET BOOK VALUE | |
| At 31 March 2012 | 1,500 |
| At 2 April 2011 | 2,500 |

8 TANGIBLE FIXED ASSETS

| | Plant and machinery £ | Motor vehicles £ | Computer equipment £ | Totals £ |
|------------------------|-----------------------------|------------------------|----------------------------|-------------|
| COST | | | | |
| At 3 April 2011 | 1,128,775 | 64,080 | 123,733 | 1,316,588 |
| Additions | 44,787 | 39,694 | 10,743 | 95,224 |
| Disposals | - | (2,717) | - | (2,717) |
| At 31 March 2012 | 1,173,562 | 101,057 | 134,476 | 1,409,095 |
| DEPRECIATION | | | | |
| At 3 April 2011 | 270,887 | 31,371 | 107,632 | 409,890 |
| Charge for period | 115,815 | 22,161 | 15,916 | 153,892 |
| Eliminated on disposal | - | (3,374) | - | (3,374) |
| At 31 March 2012 | 386,702 | 50,158 | 123,548 | 560,408 |
| NET BOOK VALUE | | | | |
| At 31 March 2012 | 786,860 | 50,899 | 10,928 | 848,687 |
| At 2 April 2011 | 857,888 | 32,709 | 16,101 | 906,698 |

DAVID WOOD BAKING LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE PERIOD 3 APRIL 2011 TO 31 MARCH 2012**

8 TANGIBLE FIXED ASSETS - continued

Fixed assets, included in the above, which are held under hire purchase contracts are as follows

| | Plant and machinery £ | Motor vehicles £ | Computer equipment £ | Totals £ |
|-----------------------|-----------------------------|------------------------|----------------------------|---------------|
| COST | | | | |
| At 3 April 2011 | 25,450 | - | 24,094 | 49,544 |
| Additions | - | 24,755 | - | 24,755 |
| At 31 March 2012 | <u>25,450</u> | <u>24,755</u> | <u>24,094</u> | <u>74,299</u> |
| DEPRECIATION | | | | |
| At 3 April 2011 | 8,110 | - | 20,078 | 28,188 |
| Charge for period | 2,545 | 4,642 | 4,016 | 11,203 |
| At 31 March 2012 | <u>10,655</u> | <u>4,642</u> | <u>24,094</u> | <u>39,391</u> |
| NET BOOK VALUE | | | | |
| At 31 March 2012 | <u>14,795</u> | <u>20,113</u> | - | <u>34,908</u> |
| At 2 April 2011 | <u>17,340</u> | - | 4,016 | <u>21,356</u> |

9 STOCKS

| | 2012 £ | 2011 £ |
|-------------------------------|----------------|----------------|
| Raw materials and consumables | 311,968 | 242,669 |
| Finished goods | 672,461 | 609,148 |
| | <u>984,429</u> | <u>851,817</u> |

10 DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2012 £ | 2011 £ |
|---------------|------------------|------------------|
| Trade debtors | 2,022,628 | 2,390,090 |
| Other debtors | 10,000 | 183,307 |
| VAT | 135,056 | 120,001 |
| Prepayments | 25,048 | 39,637 |
| | <u>2,192,732</u> | <u>2,733,035</u> |

11 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2012 £ | 2011 £ |
|---|------------------|------------------|
| Bank loans and overdrafts (see note 13) | 319,457 | 978,776 |
| Hire purchase contracts (see note 14) | 5,564 | 5,503 |
| Trade creditors | 1,442,303 | 1,125,641 |
| Corporation tax | 43,165 | 29,338 |
| Social security and other taxes | 53,384 | 55,342 |
| Director's loan account | 8,097 | 170,797 |
| Accruals and deferred income | 369,143 | 568,920 |
| | <u>2,241,113</u> | <u>2,934,317</u> |

DAVID WOOD BAKING LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE PERIOD 3 APRIL 2011 TO 31 MARCH 2012**

12 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

| | 2012 | 2011 |
|---------------------------------------|----------------|---------------|
| | £ | £ |
| Bank loans (see note 13) | 111,167 | 50,681 |
| Hire purchase contracts (see note 14) | 12,519 | - |
| | <u>123,686</u> | <u>50,681</u> |

13 LOANS

An analysis of the maturity of loans is given below

| | 2012 | 2011 |
|--|----------------|----------------|
| | £ | £ |
| Amounts falling due within one year or on demand | | |
| Bank overdrafts | 100,151 | - |
| Bank loan | 29,000 | 46,782 |
| Invoice financing | 190,306 | 931,994 |
| | <u>319,457</u> | <u>978,776</u> |
| | | |
| Amounts falling due between one and two years | | |
| Bank loan | 29,000 | 46,782 |
| | <u>29,000</u> | <u>46,782</u> |
| | | |
| Amounts falling due between two and five years | | |
| Bank loan | 82,167 | 3,899 |
| | <u>82,167</u> | <u>3,899</u> |

14 OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES

| | Hire purchase contracts | |
|-----------------------------|-------------------------|--------------|
| | 2012 | 2011 |
| | £ | £ |
| Gross obligations repayable | | |
| Within one year | 6,498 | 6,208 |
| Between one and five years | 14,621 | - |
| | <u>21,119</u> | <u>6,208</u> |
| | | |
| Finance charges repayable | | |
| Within one year | 934 | 705 |
| Between one and five years | 2,102 | - |
| | <u>3,036</u> | <u>705</u> |
| | | |
| Net obligations repayable | | |
| Within one year | 5,564 | 5,503 |
| Between one and five years | 12,519 | - |
| | <u>18,083</u> | <u>5,503</u> |

DAVID WOOD BAKING LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE PERIOD 3 APRIL 2011 TO 31 MARCH 2012**

14 OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES - continued

The following operating lease payments are committed to be paid within one year

| | Land and buildings | |
|-------------------------|---------------------------|----------------|
| | 2012 | 2011 |
| | £ | £ |
| Expiring | | |
| Within one year | - | 28,000 |
| In more than five years | 139,000 | 90,000 |
| | <u>139,000</u> | <u>118,000</u> |

15 SECURED DEBTS

The following secured debts are included within creditors

| | 2012 | 2011 |
|-------------------------|----------------|------------------|
| | £ | £ |
| Bank overdraft | 100,151 | - |
| Bank loans | 330,473 | 1,029,457 |
| Hire purchase contracts | 18,083 | 5,503 |
| | <u>448,707</u> | <u>1,034,960</u> |

Bank loans, overdrafts and facilities are secured by various mortgages, charges and a debenture over the company's tangible assets and trade debtors

16 PROVISIONS FOR LIABILITIES

| | 2012 | 2011 |
|--------------------------|---------------|---------------------|
| | £ | £ |
| Deferred tax | <u>68,281</u> | <u>63,869</u> |
| | | Deferred tax |
| | | £ |
| Balance at 3 April 2011 | | 63,869 |
| Profit and loss charge | | 4,412 |
| Balance at 31 March 2012 | | <u>68,281</u> |

The provision for deferred tax is made up of accelerated capital allowances (2011 accelerated capital allowances)

17 CALLED UP SHARE CAPITAL

| | | | 2012 | 2011 |
|---------------------------------|----------|---------------|------------------|------------------|
| Allotted, issued and fully paid | | | £ | £ |
| Number | Class | Nominal value | | |
| 1,200,002 | Ordinary | £1 | <u>1,200,002</u> | <u>1,200,002</u> |

DAVID WOOD BAKING LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE PERIOD 3 APRIL 2011 TO 31 MARCH 2012**

18 RESERVES

| | Profit and loss account £ |
|-----------------------|--|
| At 3 April 2011 | 269,228 |
| Profit for the period | 160,718 |
| Dividends | (35,680) |
| | <hr/> |
| At 31 March 2012 | 394,266 |
| | <hr/> <hr/> |

19 CONTINGENT LIABILITIES

The Company has provided guarantees to Yorkshire Bank in respect of the bank loans and invoice finance facilities of Peter Hunt's Bakery Limited and David Wood Baking UK Limited (Companies controlled by David Anthony Wood) and the amounts outstanding as at 31st March 2012 were as follows

Peter Hunts Bakery £2,439,424

David Wood Baking UK Limited £2,150,629

20 RELATED PARTY DISCLOSURES

Karen Wood

Wife of David Anthony Wood (hereinafter "KW")

Joint transactions shown below with David Anthony Wood

David Anthony Wood

Director and Controlling Party (hereinafter "DAW")

The company operates from premises owned by DAW and KW and paid rent of £114,500 during the period ended 31st March 2012 (2011 - £90,000)

The company paid dividends of £35,680 to DAW during the period ended 31st March 2012 (2011 - £55,573)

The company paid interest of £10,409 to DAW for the loan that he has made to the company. The loan had previously been interest free. At 31st March 2012 the loan from DAW was £8,097 (2011 - £170,796)

The company operates its head office from the home of DAW and KW and has made a contribution £4,225 towards the electricity and gas charges for the property

The company owed £15,479 to DAW and KW at the 31st March 2012 (2011 - nil)

DAVID WOOD BAKING LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE PERIOD 3 APRIL 2011 TO 31 MARCH 2012**

20 RELATED PARTY DISCLOSURES - continued

David Wood Baking UK Limited

DAW is the controlling party (hereinafter "DWUK")

The company recharged employee pension costs of £23,034 to DWUK during the period ended 31st March 2012

The company recharged electricity costs of £7,019 to DWUK during the period ended 31st March 2012

The company sold goods of £51,483 and ingredients of £474 to DWUK during the period ended 31st March 2012

The company was owed £3,714 from DWUK at the 31st March 2012 (2011 - £89,037)

The company paid employee costs of £50,000 to DWUK during the period ended 31st March 2012 (2011 - £283,341)

The company bought finished goods of £25,864 and ingredients of £284 from DWUK during the period ended 31st March 2012 (2011 - nil)

The company paid a contingency production line rental of £750,000 to DWUK during the period ended 31st March 2012 (2011 - £850,000)

The company owed £19,194 to DWUK at the 31st March 2012 (2011 - nil)

Peter Hunts Bakery Limited

DAW is the controlling party (hereinafter "PHB")

The company recharged employee costs of £71,759 (2011 - £47,313) and other expenses of £118,384 (2011 - £156,170) to PHB during the period ended 31st March 2012

The company sold fixed assets of £2,501 and goods of £36,117 to PHB during the period ended 31st March 2012 (2011 - nil)

The company was owed £8,865 from PHB at the 31st March 2012 (2011 - £26,389)

The company purchased stock of £2,760,111 (2011 - £1,736,829) and was recharged employee costs of £563,940 (2011 - £508,244), bank charges of £10,000 (2011 - nil), management charges of £100,000 (2011 - nil) and marketing charges of £10,000 (2011 - nil) from PHB during the period ended 31st March 2012

The company owed £564,126 to PHB at the 31st March 2012 (2011 - £409,954)

In 2011 the company was also recharged £125,000 for contingency production line rental from PHB

21 ULTIMATE CONTROLLING PARTY

The ultimate controlling party of the company is David Anthony Wood

DAVID WOOD BAKING LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE PERIOD 3 APRIL 2011 TO 31 MARCH 2012**

| 22 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS | 2012 | 2011 |
|--|------------------|-------------|
| | £ | £ |
| Profit for the financial period | 160,718 | 162,244 |
| Dividends | (35,680) | (55,573) |
| Net addition to shareholders' funds | 125,038 | 106,671 |
| Opening shareholders' funds | 1,469,230 | 1,362,559 |
| Closing shareholders' funds | 1,594,268 | 1,469,230 |