

JOHN SHACKLETON & CO. LTD

CHARTERED CERTIFIED ACCOUNTANTS

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Our Ref: AJS/W26

20 March 2023

Trustees of the David Wood Pension Scheme
1 Calverley Road
Oulton
Leeds
LS26 8JD

Dear Sirs

Re: David Wood Baking Ltd – Valuation of Shares

We have been asked by the above client to produce a valuation of shares in the above company. We base the calculations below on the accounts for the year end 30 November 2021, as the 2022 accounts are not yet available.

We provide workings based on 4 criteria, followed by our suggested value.

Called up share capital 5,000,000 ordinary shares of £1

1. Net Assets - £12,827,984 – share value **£2.56/share**.
2. Multiple of net profit after tax - £965,755.
 - a. Multiple of 5 times = **£0.96 per share**.
 - b. Multiple of 8 times = **£1.54 per share**.
3. Entry cost valuation (based solely on net value of Plant, Fixtures & vehicles) - £45,635,363 = **£9.12 per share**.
4. Rule of thumb (based on turnover) £136,961,310 at 10p per £1 share = **£2.73 per share**.

The values produced range between £0.96 and £9.12 per share.

Other Factors

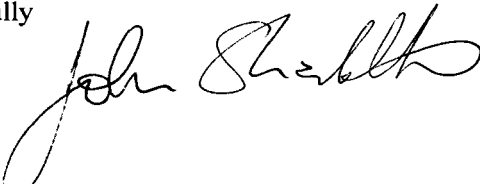
The calculations above are based on the last available draft statutory accounts.

Conclusion

Taking into account the calculations and other factors, we believe a reasonable/conservative current value for a share in David Wood Baking Ltd would be **£2.00 per share**.

If you have any questions please do not hesitate to contact me.

Yours faithfully



J. Shackleton
JOHN SHACKLETON & CO.