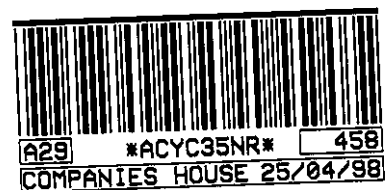


FRIARY VINTNERS LIMITED

Company Information

Directors	MJ Howard AA Howard PE Williams
Secretary	MJ Howard
Company Number	3217543
Registered Office	Friary Cottage Witham Friary Frome, Somerset, BA11 5HD



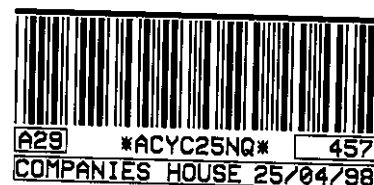
FRIARY VINTNERS LIMITED

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The following pages do not form part of the statutory accounts:

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FRIARY VINTNERS LIMITED

Directors' Report for the period ended 30 June 1997

The directors present their report and the financial statements for the period ended 30 June 1997. The company was formed on 27 June 1996 and commenced trading on 1 August 1996

Statement of directors' responsibilities

Company law requires the directors to prepare financial statements for each financial year which 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 those financial statements, the directors are required to:

- select suitable accounting policies and the apply them consistently;
- make judgements and 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 directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are 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.

Principal activity

The company's principal activity is the producing, wholesaling and marketing of liquers

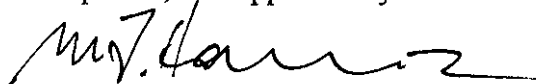
Directors

The directors at 30 June 1997 and their interests in the share capital of the company were as follows:

	At 30 June1997
MJ Howard (appointed 18 May 1997)	100
AA Howard (appointed 18 May 1997)	100
PE Williams (appointed 18 May 1997)	100

In addition PD Hanna, PJ Williams and ES Jeffery served as directors from 18 May 1997 to 18 June 1997.

This report, which has been prepared taking advantage of special exemptions applicable to small companies, was approved by the board on 7 April 1998 and signed on its behalf.



MJ Howard
Director.

FRIARY VINTNERS LIMITED

**Profit and Loss Account
for the period ended 30 June 1997**

	Notes	1997 £
Turnover	1	33,408
Cost of Sales		<u>19,943</u>
Gross Profit		13,465
Selling and distribution costs		(2,248)
Administrative expenses		<u>(4,525)</u>
Operating Profit		6,692
Interest receivable		-
Interest payable		<u>(42)</u>
Profit on ordinary activities before taxation		6,650
Taxation on profit on ordinary activities	3	<u>(1,539)</u>
Profit on ordinary activities after taxation		5,111
Dividends		<u>-</u>
Retained profit for the year		5,111
Retained profit brought forward		<u>-</u>
Retained profit carried forward		<u>5,111</u>

There were no recognised gains and losses for 1997 other than those included in the profit and loss account.

The notes on pages 4 and 5 form part of these financial statements.

FRIARY VINTNERS LIMITED

Balance Sheet as at 30 June 1997

	Notes	1997	
		£	£
Fixed Assets			
Tangible Assets	4		2,427
Current Assets			
Stock		5,951	
Debtors		9,710	
Cash at bank and in hand		<u>13,841</u>	
		29,502	
Creditors: amounts falling due within one year	5	<u>26,218</u>	3,284
Creditors: amounts falling due after more than one year			<u>-</u>
			<u>5,711</u>
Capital and Reserves	6		
Called up share capital			600
Profit and loss account			<u>5,111</u>
Shareholders' funds			<u>5,711</u>

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of Section 249A(1) of the Companies Act 1985. Shareholders holding 10% of more of the company's share capital have not issued a notice requiring an audit under Section 249(B) of the Companies Act 1985. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and for preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial period and of its profit for the period in accordance with the requirements of Section 226, and which otherwise comply with the requirements of the Act relating to the accounts so far as applicable to the company.

The directors have taken advantage, in the preparation of these financial statements of the exemptions available under Part 1 of Schedule 8 to the Companies Act 1985, on the grounds that the company qualifies as a small company by virtue of Section 247 of the Companies Act 1985. The financial statements were approved by the board on 7 April 1998 and signed on its behalf.


 MJ Howard
 Director

The notes on pages 4 and 5 form part of these financial statements

FRIARY VINTNERS LIMITED

Notes to the Financial Statements for the period ended 30 June 1997

1. Accounting policies

1.1 Basis of Preparation of financial statements.

The financial statements are prepared under the historic cost convention and include the results of the company's operations which are described in the Directors' Report and all of which are continuing.

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirements to produce a cash flow statement on the grounds that it is a small company.

1.2 Tangible Fixed Assets

Tangible fixed assets are stated at cost less depreciation.

Depreciation is provided at rates calculated to off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following base

Plant and Machinery	15% straight line basis
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1.3 Hire purchase contracts

Assets obtained under hire purchase contracts are capitalised at the estimated fair value at the date of inception of each contract. The total finance charges are allocated over the period of the period of the contract so as to produce a constant charge on the outstanding liability.

1.4 Stock

Stock is valued at the lower of cost and net realisable value. Cost includes all direct and an appropriate proportion of fixed and variable overheads.

2. Operating profit

The operating profit is stated after charging:

	1997
	£
Depreciation of tangible fixed assets	429
Director's emoluments	-

FRIARY VINTNERS LIMITED

Notes to the financial statements for the period ended 30 June 1997

3. Tangible fixed assets	Plant and Machinery
	£
Cost	
Additions	<u>2,856</u>
	<u>2,856</u>
Depreciation	
Charge for period	<u>429</u>
	<u>429</u>
Net book value	
At 30 June 1997	<u>2,427</u>

4. Taxation

UK Corporation Tax has been provided for at 23.25%

5. Creditors: amounts falling due within one year

	1997
	£
Loan	5,000
Trade Creditors	10,318
Corporation Tax	1,539
Directors' Loans	<u>9,361</u>
	<u>26,218</u>

6. Share capital

	1997
	£
Authorised	
Ordinary Shares of £1 each	1000
Allotted, called up and fully paid	
Ordinary Shares of £1 each	1000