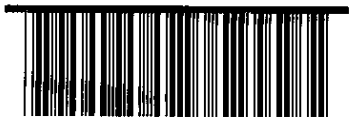
Company Registration No. SC045152 (Scotland)

SCOTCH FROST OF GLASGOW LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31 MAY 2002



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COMPANIES HOUSE 26/11/02

SCOTCH FROST OF GLASGOW LIMITED

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SCOTCH FROST OF GLASGOW LIMITED

DIRECTORS' REPORT
FOR THE YEAR ENDED 31 MAY 2002

The directors present their report and financial statements for the year ended 31 May 2002.

Principal activities and review of the business
The principal activity of the company is the distribution of fresh and frozen foods.

The results for the year and the financial position at the year end were considered satisfactory by the directors who expect continued growth in the foreseeable future.

Results and dividends
The results for the year are set out on page 4.

The directors paid an interim dividend amounting to £110,000 on 31 December 2001. A final dividend of £150,000 was paid on 31 May 2002.

Market value of land and buildings
In the opinion of the directors the market value of land and buildings exceeds the current net book value. Full disclosure of all matters relating to fixed assets is set out in the notes to the financial statements.

Directors
The following directors have held office since 1 June 2001:

Robert Louden	
Marie Louden	
Derrick G Louden	
Adrian R Louden	
Pamela J Louden	
John R A Speirs	(Appointed 24 November 2001)

Directors' interests
The directors' interests in the shares of the company were as stated below:

	Ordinary shares of £ 1 each	
	31 May 2002	**1 June 2001**
Robert Louden	510,000	510,000
Marie Louden	100,000	100,000
Derrick G Louden	130,000	130,000
Adrian R Louden	130,000	130,000
Pamela J Louden	130,000	130,000
John R A Speirs	-	-

In terms of the Articles of Association, Marie Louden and Derrick G Louden retire by rotation and, being eligible, offer themselves for re-election.

Charitable donations	**2002**	**2001**
	£	**£**
During the year the company made the following payments:		
Charitable donations	4,600	2,250

SCOTCH FROST OF GLASGOW LIMITED

DIRECTORS' REPORT
FOR THE YEAR ENDED 31 MAY 2002

Auditors
In accordance with section 385 of the Companies Act 1985, a resolution proposing that Wylie & Bisset be reappointed as auditors of the company will be put to the Annual General Meeting.

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 then 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.

On behalf of the board

Marie Louden
Director
10 September 2002

SCOTCH FROST OF GLASGOW LIMITED

AUDITORS' REPORT TO SCOTCH FROST OF GLASGOW LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 4 to 13, together with the financial statements of the company for the year ended 31 May 2002 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with that provision and to report our opinion to you.

Basis of opinion

We have carried out the procedures we considered 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. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Companies Act 1985, and the abbreviated accounts on pages 4 to 13 are properly prepared in accordance with that provision.

Wylie & Bisset

Chartered Accountants
Registered Auditor

10 September 2002

135 Wellington Street
Glasgow
G2 2XE

SCOTCH FROST OF GLASGOW LIMITED

ABBREVIATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MAY 2002

	Notes	2002 £	2001 £
Gross profit		2,041,765	2,040,691
Administrative expenses		(1,524,354)	(1,486,193)
Operating profit	2	517,411	554,498
Other interest receivable and similar income		18,226	15,457
Profit on ordinary activities before taxation		535,637	569,955
Tax on profit on ordinary activities	3	(129,285)	(148,028)
Profit on ordinary activities after taxation		406,352	421,927
Dividends	4	(260,000)	(270,000)
Retained profit for the year	11	146,352	151,927

SCOTCH FROST OF GLASGOW LIMITED

BALANCE SHEET
AS AT 31 MAY 2002

	Notes	2002 £	2002 £	2001 £	2001 £
Fixed assets					
Tangible assets	6		944,533		914,665
Current assets					
Stocks	7	789,929		811,564	
Debtors	8	2,329,620		1,994,771	
Cash at bank and in hand		410,378		701,052	
		3,529,927		3,507,387	
Creditors: amounts falling due within one year	9	(2,025,371)		(2,119,315)	
Net current assets			1,504,556		1,388,072
Total assets less current liabilities			2,449,089		2,302,737
Capital and reserves					
Called up share capital	11		1,000,000		1,000,000
Profit and loss account	12		1,449,089		1,302,737
Shareholders' funds - equity interests	13		2,449,089		2,302,737

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies.

The financial statements were approved by the Board on 10 September 2002

Derrick G Louden
Director

Adrian R Louden
Director

SCOTCH FROST OF GLASGOW LIMITED

CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MAY 2002

		2002 £		2001 £
Net cash inflow from operating activities		390,525		713,534
Returns on investments and servicing of finance				
Interest received	18,226		15,457	
Net cash inflow for returns on investments and servicing of finance		18,226		15,457
Taxation		(148,845)		(147,045)
Capital expenditure				
Payments to acquire tangible assets	(266,681)		(117,723)	
Receipts from sales of tangible assets	107,025		66,100	
Net cash outflow for capital expenditure		(159,656)		(51,623)
Equity dividends paid		(260,000)		(270,000)
(Decrease)/increase in cash in the year		(159,750)		260,323

SCOTCH FROST OF GLASGOW LIMITED

NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MAY 2002

1 Reconciliation of operating profit to net cash inflow from operating activities

	2002	2001
	£	£
Operating profit	517,411	554,498
Depreciation of tangible assets	141,071	126,790
Profit on disposal of tangible assets	(11,283)	(1,360)
Decrease/(increase) in stocks	21,635	(130,312)
(Increase)/decrease in debtors	(334,849)	113,848
Increase in creditors within one year	56,540	50,070
Net cash inflow from operating activities	390,525	713,534

2 Analysis of net funds

	1 June 2001	Cash flow	31 May 2002
	£	£	£
Net cash:			
Cash at bank and in hand	701,052	(290,674)	410,378
Bank overdrafts	(347,399)	130,924	(216,475)
Net funds	353,653	(159,750)	193,903

3 Reconciliation of net cash flow to movement in net funds

	2002	2001
	£	£
(Decrease)/increase in cash in the year	(159,750)	260,323
Movement in net funds in the year	(159,750)	260,323
Opening net funds	353,653	93,330
Closing net funds	193,903	353,653

NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MAY 2002

1 Accounting policies

1.1 Accounting convention
The financial statements are prepared under the historical cost convention.

1.2 Compliance with accounting standards
The financial statements are prepared in accordance with applicable accounting standards.

1.3 Turnover
Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.4 Tangible fixed assets and depreciation
Tangible fixed assets other than freehold land are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Land and buildings Freehold	Straight line over fifty years
Plant and machinery	25% Reducing balance
Fixtures, fittings & equipment	25% Reducing balance / 3 years straight line
Motor vehicles	25% Reducing balance

1.5 Stock
Stock is valued at the lower of cost and net realisable value.

1.6 Pensions
The pension costs charged in the financial statements represent the contributions payable by the company during the year in accordance with SSAP 24.

1.7 Deferred taxation
Deferred taxation is provided at appropriate rates on all timing differences using the liability method only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

2 Operating profit

	2002	2001
	£	£
Operating profit is stated after charging:		
Depreciation of tangible assets	141,071	126,790
Auditors' remuneration	6,000	8,000
and after crediting:		
Profit on disposal of tangible assets	(11,283)	(1,360)

NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MAY 2002

3 Taxation	2002 £	2001 £
Domestic current year tax		
U.K. corporation tax	128,584	148,144
Adjustment for prior years	701	(116)
Current tax charge	129,285	148,028
Factors affecting the tax charge for the year		
Profit on ordinary activities before taxation	535,637	569,955
Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 30.00% (2001 : 30.00%)	160,691	170,987
Effects of:		
Non deductible expenses	12,193	6,535
Depreciation	42,321	38,037
Capital allowances	(58,155)	(43,112)
Adjustments to previous periods	701	(116)
Chargeable disposals	(3,361)	(408)
Other tax adjustments	(25,105)	(23,895)
	(31,406)	(22,959)
Current tax charge	129,285	148,028

4 Dividends	2002 £	2001 £
Ordinary interim paid 31 December 2001	110,000	120,000
Ordinary interim paid 31 May 2002	150,000	150,000
	260,000	270,000

NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MAY 2002

5 Tangible fixed assets

	Land and buildings Freehold	Plant and machinery	Fixtures, fittings & equipment	Motor vehicles	Total
	£	£	£	£	£
Cost					
At 1 June 2001	683,378	356,733	112,289	761,338	1,913,738
Additions	8,039	5,116	2,717	250,809	266,681
Disposals	-	-	-	(379,357)	(379,357)
At 31 May 2002	691,417	361,849	115,006	632,790	1,801,062
Depreciation					
At 1 June 2001	108,078	311,878	81,326	497,791	999,073
On disposals	-	-	-	(283,615)	(283,615)
Charge for the year	13,828	12,493	10,097	104,653	141,071
At 31 May 2002	121,906	324,371	91,423	318,829	856,529
Net book value					
At 31 May 2002	569,511	37,478	23,583	313,961	944,533
At 31 May 2001	575,300	44,855	30,963	263,547	914,665

6 Stocks

	2002	2001
	£	£
Finished goods and goods for resale	789,929	811,564

7 Debtors

	2002	2001
	£	£
Trade debtors	2,297,772	1,975,876
Other debtors	14,449	15,315
Prepayments and accrued income	17,399	3,580
	2,329,620	1,994,771

NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MAY 2002

8 Creditors: amounts falling due within one year	2002 £	2001 £
Bank loans and overdrafts	216,475	347,399
Trade creditors	1,554,574	1,457,521
Corporation tax	128,584	148,144
Other taxes and social security costs	24,018	21,022
Directors' current accounts	73,279	122,108
Accruals and deferred income	28,441	23,121
	2,025,371	2,119,315

The directors loan accounts bear no interest, are unsecured and have no fixed terms for repayment.

9 Pension costs

Defined contribution

	2002 £	2001 £
Contributions payable by the company for the year	17,700	24,526

10 Share capital

	2002 £	2001 £
Authorised		
1,000,000 Ordinary shares of £ 1 each	1,000,000	1,000,000
Allotted, called up and fully paid		
1,000,000 Ordinary shares of £ 1 each	1,000,000	1,000,000

11 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 June 2001	1,302,737
Retained profit for the year	146,352
Balance at 31 May 2002	1,449,089

NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MAY 2002

12 Reconciliation of movements in shareholders' funds	2002 £	2001 £
Profit for the financial year	406,352	421,927
Dividends	(260,000)	(270,000)
Net addition to shareholders' funds	146,352	151,927
Opening shareholders' funds	2,302,737	2,150,810
Closing shareholders' funds	2,449,089	2,302,737

13 Directors' emoluments	2002 £	2001 £
Emoluments for qualifying services	363,172	331,813
Company pension contributions to money purchase schemes	12,000	12,000
	375,172	343,813

The number of directors for whom retirement benefits are accruing under money purchase pension schemes amounted to 3 (2001 - 3).

Emoluments disclosed above include the following amounts paid to the highest paid director:

Emoluments for qualifying services	129,541	118,015
Company pension contributions to money purchase schemes	5,000	5,000

14 Employees

Number of employees

The average monthly number of employees (including directors) during the year was:

	2002 Number	2001 Number
Office and management	15	15
Drivers	18	19
	33	34

Employment costs

	£	£
Wages and salaries	768,107	705,594
Social security costs	87,501	81,160
Other pension costs	17,700	24,526
	873,308	811,280