

Coca-Cola Holdings (United Kingdom) Limited

DIRECTORS' REPORT

Directors: R H Cooper (USA) (Resigned 28 April 1995)
G J Darby (Appointed 15 December 1994)
S L Ewart (Canada)
R D Guy (USA)
J Rosenbaum
J P Bekenn (Resigned 14 January 1994)
P L Hughes (Resigned 19 December 1994)
A Taylor (Appointed 13 April 1994)

Secretary: D Lingua

Registered Office: 1 Queen Caroline Street
London W6 9HQ

Registered Number: 1724995

The directors present their report and accounts of the company and its subsidiary undertakings for the year ended 31 December 1994.

RESULTS AND DIVIDENDS

The consolidated profit for the year amounts to £47,286,000 (1993 - £37,698,000). The directors recommend the payment of a dividend of £56,900,000 (1993 - nil) leaving a loss of £9,614,000 (1993 - profit of £37,698,000) to be retained.

PRINCIPAL ACTIVITIES AND REVIEW OF BUSINESS DEVELOPMENTS

The principal activities of the group are the promoting, manufacturing and selling of beverages.

Coca-Cola Capital Limited, a wholly-owned subsidiary undertaking, ceased trading during 1991 with the cessation of its factoring and hedging activities and was subsequently liquidated in 1994. The 1994 results from this operation relate principally to interest receivable as the company did not trade in 1994. Accordingly the results have again been disclosed separately as a discontinued operation.

FUTURE DEVELOPMENTS

No new developments of any significance are anticipated during the coming year.

FIXED ASSETS

The changes in fixed assets during the year are summarised in notes 11, 12 and 13.

The company disposed of and wrote-down various fixed assets as part of a standardisation of computer equipment among European Union operations to improve communications with Head Office. Details are shown in Notes 5 and 12 to the accounts.

EMPLOYEE INVOLVEMENT

Regular meetings are held between local management and employees to allow a free flow of information and ideas.

CHARITABLE CONTRIBUTIONS

During the year charitable donations of £52,000 (1993 - £44,000) were made.

DIRECTORS AND THEIR INTERESTS

The directors of the company during the year were those listed above. The directors have no beneficial interests in the shares of the company.



Coca-Cola Holdings (United Kingdom) Limited

DIRECTORS' REPORT

DISABLED PERSONS

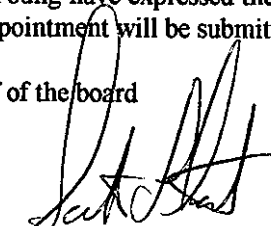
It is the group's policy to give full consideration to suitable applications for employment by disabled persons.

Disabled persons are eligible to participate in all career development opportunities available to staff. Opportunities also exist for employees of the group who become disabled to continue in their employment or to be trained for other positions in the group.

AUDITORS

Ernst & Young have expressed their willingness to continue in office as auditors and a resolution proposing their reappointment will be submitted at the Annual General Meeting.

On behalf of the board



S L Ewart
Director

Date: 28 June 1995

Coca-Cola Holdings (United Kingdom) Limited

STATEMENT OF DIRECTORS' RESPONSIBILITIES IN RESPECT OF THE ACCOUNTS

Company law requires directors to prepare accounts for each financial year which give a true and fair view of the state of affairs of the company and of the group and of the profit or loss of the group for that period. In preparing those accounts, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the accounts; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the group 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 group and to enable them to ensure that the accounts comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Coca-Cola Holdings (United Kingdom) Limited

AUDITORS' REPORT

REPORT OF THE AUDITORS

to the members of Coca-Cola Holdings (United Kingdom) Limited

We have audited the accounts on pages 6 to 22, which have been prepared under the historical cost convention as modified by the revaluation of freehold land and buildings and on the basis of the accounting policies set out on pages 10 and 11.

Respective responsibilities of directors and auditors

As described on page 4, the company's directors are responsible for the preparation of the accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts and to report our opinion to you.

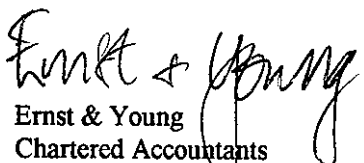
Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts, and of whether the accounting policies are appropriate to the group's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the accounts are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion, we also evaluated the overall adequacy of the presentation of information in the accounts.

Opinion

In our opinion the accounts give a true and fair view of the state of affairs of the company and of the group as at 31 December 1994 and of the profit of the group for the year then ended and have been properly prepared in accordance with the Companies Act 1985.


Ernst & Young
Chartered Accountants
Registered Auditor
London

Date: 28 June 1995

Coca-Cola Holdings (United Kingdom) Limited

GROUP PROFIT AND LOSS ACCOUNT

for the year ended 31 December 1994

	Notes	1994 £000	1993 £000
TURNOVER	2,3	105,236	94,814
Cost of sales		72,245	60,650
		<u>32,991</u>	<u>34,164</u>
Distribution costs		2,310	3,319
Administrative expenses		22,874	23,324
		<u>25,184</u>	<u>26,643</u>
GROUP OPERATING PROFIT	4	7,807	7,521
Exceptional items:			
Disposal and write-down of tangible fixed assets	5	1,155	1,984
		<u>6,652</u>	<u>5,537</u>
Interest receivable and similar income	6	2,132	1,019
Interest payable and similar charges	9	(4,039)	(5,137)
Income from interests in associated undertakings		63,612	52,484
		<u>61,705</u>	<u>48,366</u>
Profit from continuing operations		68,357	53,903
Profit from discontinued operations	24	112	141
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	3,4	68,469	54,044
Tax on profit on ordinary activities	10	21,183	16,346
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		47,286	37,698
Dividends		(56,900)	-
(LOSS)/PROFIT FOR THE FINANCIAL YEAR		<u>(9,614)</u>	<u>37,698</u>
STATEMENT OF RETAINED PROFITS			
Balance at 1 January 1994		103,609	
Loss for the year		(9,614)	
Balance at 31 December 1994		<u>93,995</u>	

RECOGNISED GAINS AND LOSSES

There are no recognised gains or losses other than the profit attributable to shareholders of the company of £47,286,000 in the year ended 31 December 1994, and the profit of £37,698,000 in the year ended 31 December 1993.

Coca-Cola Holdings (United Kingdom) Limited

GROUP BALANCE SHEET


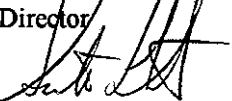
at 31 December 1994

	Notes	1994 £000	1993 £000
FIXED ASSETS			
Intangible assets	11	336	372
Tangible assets	12	16,394	15,640
Investments	13	83,321	107,870
		<u>100,051</u>	<u>123,882</u>
CURRENT ASSETS			
Stocks	14	24,342	24,054
Debtors	15	81,301	72,657
Cash at bank and in hand		16,698	8,338
		<u>122,341</u>	<u>105,049</u>
CREDITORS: amounts falling due within one year	16	81,623	49,436
NET CURRENT ASSETS		<u>40,718</u>	<u>55,613</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>140,769</u>	<u>179,495</u>
CREDITORS: amounts falling due after more than one year	16	-	28,383
PROVISIONS FOR LIABILITIES AND CHARGES	17	1,125	1,854
		<u>1,125</u>	<u>30,237</u>
TOTAL ASSETS LESS LIABILITIES		<u>139,644</u>	<u>149,258</u>
CAPITAL AND RESERVES			
Called up share capital	18	200	200
Capital contributions	19	45,449	45,449
Profit and loss account		93,995	103,609
		<u>139,644</u>	<u>149,258</u>

A TAYLOR

S LEWART

Date:

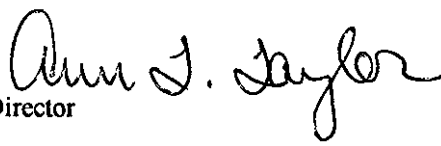
) 
) Director
) 
 28 June 1995

Coca-Cola Holdings (United Kingdom) Limited

BALANCE SHEET at 31 December 1994

	Notes	1994 £000	1993 £000
FIXED ASSETS			
Tangible assets	12	6,149	4,633
Investments	13	52,414	53,197
		<u>58,563</u>	<u>57,830</u>
CURRENT ASSETS			
Stocks	14	20,513	20,329
Debtors	15	63,516	48,590
Cash at bank and in hand		5,805	2,401
		<u>89,834</u>	<u>71,320</u>
CREDITORS: amounts falling due within one year	16	60,563	32,279
NET CURRENT ASSETS		<u>29,271</u>	<u>39,041</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>87,834</u>	<u>96,871</u>
CREDITORS: amounts falling due after more than one year	16	-	28,383
PROVISIONS FOR LIABILITIES AND CHARGES	17	(262)	375
		<u>(262)</u>	<u>28,758</u>
TOTAL ASSETS LESS LIABILITIES		<u>88,096</u>	<u>68,113</u>
CAPITAL AND RESERVES			
Called up share capital	18	200	200
Capital contributions	19	45,449	45,449
Profit and loss account		42,447	22,464
		<u>88,096</u>	<u>68,113</u>

A TAYLOR

) 
) Director

S LEWART

Date:

28 June 1995

Coca-Cola Holdings (United Kingdom) Limited

GROUP STATEMENT OF CASH FLOWS for the year ended 31 December 1994

	<i>Notes</i>	<i>1994 £000</i>	<i>1993 £000</i>
NET CASH INFLOW FROM OPERATING ACTIVITIES	25	10,043	18,802
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE			
Dividends received		58,800	-
Dividends paid		(56,900)	-
Interest received		1,499	968
Interest paid		(2,478)	(4,246)
NET CASH INFLOW/(OUTFLOW) FROM RETURNS ON INVESTMENTS AND SERVICING OF FINANCE		921	(3,278)
TAXATION			
Corporation tax recovered/(paid) (including advance corporation tax)		5,435	(131)
TAX PAID		5,435	(131)
INVESTING ACTIVITIES			
Payments to acquire marketable securities		(20)	-
Payments to acquire tangible fixed assets		(4,140)	(2,469)
Receipts from sales of fixed assets		411	430
NET CASH OUTFLOW FROM INVESTING ACTIVITIES		(3,749)	(2,039)
NET CASH INFLOW BEFORE FINANCING		12,650	13,354
INCREASE IN CASH AND CASH EQUIVALENTS	27	12,650	13,354

Coca-Cola Holdings (United Kingdom) Limited

NOTES TO THE ACCOUNTS

at 31 December 1994

1. ACCOUNTING POLICIES

Accounting convention

The accounts are prepared under the historical cost convention, modified by the revaluation of freehold land and buildings, and in accordance with applicable accounting standards.

Basis of consolidation

The group accounts incorporate the accounts of the company and each of its subsidiary undertakings for the year ended 31 December 1994. The operating results of Coca-Cola Capital Limited have been reported as a discontinued operation (see note 24).

Depreciation

No depreciation is provided on freehold land. Depreciation on other tangible fixed assets acquired prior to 1 April 1985 is provided using the double declining balance method over their estimated useful lives. Assets acquired on or after 1 April 1985 have been depreciated using the straight-line method. Estimated useful lives of assets by category are as follows:

Buildings	-	20-50 years
Leasehold improvements	-	40 years
Machinery and equipment	-	3-15 years
Fixtures and fittings	-	10 years
Motor vehicles	-	3-5 years

Assets held under lease or hire purchase contracts

Where plant, equipment or vehicles are leased or owned under a hire purchase agreement, the asset is treated in the accounts as being acquired at the beginning of the period of the lease or the hire purchase agreement and is depreciated on the normal company basis over its estimated life. Future instalments under such agreements are included with creditors. Rentals paid under operating leases are charged to income on a straight line basis over the term of the lease.

Stocks

Stocks held for ultimate realisation are valued consistently at the lower of cost and estimated net realisable value; cost includes appropriate production overhead expenses. All other stocks are valued at the lower of cost and estimated net realisable value.

Deferred taxation

Provision is made for deferred taxation using the liability method on all timing differences if there is reasonable evidence, having taken account of the available losses carried forward, that such deferred taxation will be payable in the foreseeable future.

Foreign currencies

Assets, liabilities, revenues and costs denominated in foreign currencies are recorded at the rates of exchange ruling at the dates of the transactions.

The assets and liabilities of investments in overseas divisions, subsidiary undertakings and related foreign currency borrowing are translated at the year end rates of exchange and the revenue and costs at average rates of exchange. The resulting exchange differences are dealt with in retained profits to the extent that exchange gains or losses arising on the borrowing can be offset against the exchange differences arising on the investment. Any excess exchange loss or gain on the borrowing is taken to the profit and loss account.

Where specific hedging agreements have been entered into, the covered assets and liabilities are translated at the rates in the hedging agreements.

Coca-Cola Holdings (United Kingdom) Limited

NOTES TO THE ACCOUNTS

at 31 December 1994

1. ACCOUNTING POLICIES (continued)

Foreign currencies (continued)

All other monetary assets and liabilities are translated at the year-end rates of exchange. All exchange differences thus arising are reported as part of the results for the year.

Non-monetary items are translated at the year-end rate and exchange differences arising are dealt with as a movement on reserves.

Goodwill arising on consolidation

Goodwill arising on consolidation, representing the excess of the purchase consideration for subsidiary companies over the fair value ascribed to their net tangible assets at the dates of acquisition, is written off evenly over its expected useful economic life of twenty years.

Research and development expenditure

Research and development expenditure is written off in the year in which it is incurred.

Pension costs

Contributions to the group pension scheme are charged to the profit and loss account so as to spread the cost of pensions over employees' working lives with the company. The regular cost is attributed to individual years using the projected unit credit method. Variations in pension cost, which are identified as a result of actuarial valuations, are amortised over the average expected remaining working lives of employees in proportion to their expected payroll costs. Differences between amounts funded and the amounts charged to the profit and loss account are treated as either provisions or prepayments in the balance sheet.

2. TURNOVER

Turnover comprises the invoice of goods and services supplied by the group exclusive of VAT and intra-group transactions.

3. ANALYSIS OF TURNOVER AND PROFITS BETWEEN ACTIVITIES AND MARKET

The amount of group turnover and the extent of the profit on ordinary activities before taxation attributable to each of the major classes of activity of the group are as follows:

	<i>Turnover</i>		<i>Profit on ordinary activities before taxation</i>	
	<i>1994</i>	<i>1993</i>	<i>1994</i>	<i>1993</i>
	<i>£000</i>	<i>£000</i>	<i>£000</i>	<i>£000</i>
Services	21,744	23,525	2,763	1,715
Beverages	83,492	71,289	65,706	52,329
	<u>105,236</u>	<u>94,814</u>	<u>68,469</u>	<u>54,044</u>

Coca-Cola Holdings (United Kingdom) Limited

NOTES TO THE ACCOUNTS

at 31 December 1994

3. ANALYSIS OF TURNOVER AND PROFITS BETWEEN ACTIVITIES AND MARKET (continued)

	1994	Turnover 1993
	£000	£000
United Kingdom	31,205	29,233
Other European countries	44,744	46,899
Eastern Bloc and Scandinavia	18,305	10,053
Africa	6,314	5,292
North America	312	-
Latin America	1,689	1,854
Far East	2,667	1,483
	<u>105,236</u>	<u>94,814</u>

4. GROUP OPERATING PROFIT

Group operating profit is stated after charging:

	1994 £000	1993 £000
Amortisation of goodwill	36	35
Depreciation of owned tangible fixed assets	1,533	1,856
Depreciation of assets held under finance leases and hire purchase contracts	175	148
Payments under operating leases - Plant, equipment and vehicles	496	482
- Property	3,363	3,291
Auditors' remuneration - Audit services	78	90
- Non audit services	145	182
	<u>6,825</u>	<u>6,083</u>

5. EXCEPTIONAL ITEMS

	1994 £000	1993 £000
Net loss on disposal of land and buildings	-	1,374
Net loss on disposal of plant and equipment	476	610
Write-down of plant and equipment	679	-
	<u>1,155</u>	<u>1,984</u>

The taxation effect of the above exceptional item is nil.

6. INTEREST RECEIVABLE AND SIMILAR INCOME

	1994 £000	1993 £000
Gain on exchange	635	-
Interest receivable - third parties	1,411	899
Other	86	120
	<u>2,132</u>	<u>1,019</u>

Coca-Cola Holdings (United Kingdom) Limited

NOTES TO THE ACCOUNTS

at 31 December 1994

7. DIRECTORS' REMUNERATION

The majority of directors who are engaged in the company's business are employed by a subsidiary undertaking. The emoluments of directors who are also directors of the subsidiary undertaking are included in the accounts of the subsidiary undertaking in which they are paid. The remaining directors' emoluments are detailed as follows:

	<i>1994</i>	<i>1993</i>
	<i>£</i>	<i>£</i>
Remuneration, including pension contributions	<u>94,679</u>	<u>89,063</u>

The emoluments, excluding pension contributions, of the chairman and the highest paid director are detailed as follows:

	<i>1994</i>	<i>1993</i>
	<i>£</i>	<i>£</i>
Chairman	-	-
Highest paid director	<u>84,961</u>	<u>79,932</u>

The emoluments (excluding pension contributions) of the directors fell within the following ranges:

	<i>1994</i>	<i>1993</i>
	<i>No.</i>	<i>No.</i>
£nil - £5,000	7	6
£75,001 - £80,000	-	1
£80,001 - £85,000	1	-

8. STAFF COSTS

	<i>1994</i>	<i>1993</i>
	<i>£000</i>	<i>£000</i>
Salaries and wages	9,673	9,850
Social security costs	657	719
Other pension costs	645	479
	<u>10,975</u>	<u>11,048</u>

The average number of persons employed by the group during the year, including directors, was as follows:

	<i>1994</i>	<i>1993</i>
	<i>No.</i>	<i>No.</i>
Production	92	100
Distribution, sales and marketing	2	2
Administration	181	212
	<u>275</u>	<u>314</u>

Coca-Cola Holdings (United Kingdom) Limited

NOTES TO THE ACCOUNTS

at 31 December 1994

9. INTEREST PAYABLE AND SIMILAR CHARGES

	1994 £	1993 £
Payable within five years:		
Bank loans and overdrafts	541	2,285
Loans from fellow group undertakings	1,937	1,950
Royalties payable to parent undertaking	274	280
Other royalties	7	34
Other	188	588
Loss on exchange	1,092	-
	<u>4,039</u>	<u>5,137</u>

10. TAX ON PROFIT ON ORDINARY ACTIVITIES

The tax charge based on the profit for the year comprises:

	1994 £000	1993 £000
UK corporation tax		
Current at 33% (1993 - 33%)	2,469	(561)
Deferred	(729)	294
	<u>1,740</u>	<u>(267)</u>
Adjustments relating to prior years	(1,797)	(644)
	<u>(57)</u>	<u>(911)</u>
Associated undertakings	21,178	17,212
Discontinued operations	62	45
	<u>21,183</u>	<u>16,346</u>

11. INTANGIBLE FIXED ASSETS

	£000
Goodwill arising on consolidation	
Cost:	
At 1 January 1994	<u>714</u>
Amortisation:	
At 1 January 1994	342
Charge for the year	<u>36</u>
	<u>378</u>
At 31 December 1994	<u>336</u>
Net book value at 31 December 1994	<u>336</u>
Net book value at 31 December 1993	<u>372</u>

Coca-Cola Holdings (United Kingdom) Limited

NOTES TO THE ACCOUNTS

at 31 December 1994

12. TANGIBLE FIXED ASSETS

Group

	<i>Land and buildings £000</i>	<i>Plant, equipment and vehicles £000</i>	<i>Total £000</i>
Cost or valuation:			
At 1 January 1994	6,945	16,847	23,792
Additions	1,742	2,591	4,333
Disposals	-	(2,272)	(2,272)
Write-down	-	(1,736)	(1,736)
Transfers	9	(104)	(95)
At 31 December 1994	8,696	15,326	24,022
Depreciation:			
At 1 January 1994	1,191	6,961	8,152
Charge for year	208	1,500	1,708
Disposals	-	(1,176)	(1,176)
Write-down	-	(1,056)	(1,056)
Transfers	9	(9)	-
At 31 December 1994	1,408	6,220	7,628
Net book value at 31 December 1994	7,288	9,106	16,394
Net book value at 31 December 1993	5,754	9,886	15,640

The cost or valuation of land and buildings includes property revalued in 1980 at £755,000. The potential tax liability on capital gains, if these properties had been sold at 31 December 1994 at their net book value and the proceeds of sale had not been reinvested in similar assets, would not have been greater than £700,000 (1993 - £700,000).

Plant and equipment costing £1,650,200 (1993 - £1,391,069) with accumulated depreciation of £775,930 (1993 - £600,813) is leased by the group under finance leases.

Coca-Cola Holdings (United Kingdom) Limited

NOTES TO THE ACCOUNTS

at 31 December 1994

Company

	<i>Land and buildings £000</i>	<i>Plant and machinery £000</i>	<i>Total £000</i>
Cost or valuation:			
At 1 January 1994	4,294	1,744	6,038
Additions	1,740	40	1,780
At 31 December 1994	6,034	1,784	7,818
Depreciation:			
At 1 January 1994	476	929	1,405
Charge for year	152	112	264
At 31 December 1994	628	1,041	1,669
Net book value at 31 December 1994	5,406	743	6,149
Net book value at 31 December 1993	3,818	815	4,633

Coca-Cola Holdings (United Kingdom) Limited

NOTES TO THE ACCOUNTS

at 31 December 1994

13. FIXED ASSET INVESTMENTS

Company

	<i>Total</i> <i>£000</i>	<i>Subsidiary</i> <i>undertakings</i> <i>£000</i>	<i>Associated</i> <i>undertakings</i> <i>£000</i>
At 1 January 1994	53,197	15,360	37,837
Write down of investment	(783)	(783)	-
Disposals	-	-	-
At 31 December 1994	<u>52,414</u>	<u>14,577</u>	<u>37,837</u>

Group

	<i>Total</i> <i>£000</i>	<i>Associated</i> <i>undertakings</i> <i>£000</i>	<i>Marketable</i> <i>securities</i> <i>£000</i>
At 1 January 1994	107,870	107,780	90
Additions	20	-	20
Share of profits for the year	42,434	42,434	-
Dividend receivable	(66,933)	(66,933)	-
Amortisation	(70)	-	(70)
At 31 December 1994	<u>83,321</u>	<u>83,281</u>	<u>40</u>

(i) The principal subsidiary undertakings at 31 December 1994 were:

<i>Name of Company</i>	<i>Activity</i>
Coca-Cola International Sales Limited (formerly Coca-Cola Great Britain Limited)	Manufacture and sale of canned beverages.
Refreshment Spectrum Limited	Promotion and sale of beverages.
Beverage Services Limited	Provision of marketing, promotion and technical services for the development of soft drinks in the British and various European markets.
Coca-Cola Capital Limited	Factoring of debts and payables. (See note 24) (Now liquidated)

All of the above companies are wholly owned subsidiary undertakings of Coca-Cola Holdings (United Kingdom) Limited and are incorporated in Great Britain.

(ii) The associated undertaking is Amalgamated Beverages Great Britain Limited which is engaged in the manufacture and distribution of soft drinks and in which the group has a holding of 49% in its ordinary share capital.

Coca-Cola Holdings (United Kingdom) Limited

NOTES TO THE ACCOUNTS

at 31 December 1994

14. STOCKS

	<i>Group</i>		<i>Company</i>	
	<i>1994</i>	<i>1993</i>	<i>1994</i>	<i>1993</i>
	<i>£000</i>	<i>£000</i>	<i>£000</i>	<i>£000</i>
Finished products	2,160	2,453	237	250
Ingredients	21,137	20,775	20,266	20,065
Packaging materials	772	701	10	14
Consumables	273	125	-	-
	<u>24,342</u>	<u>24,054</u>	<u>20,513</u>	<u>20,329</u>

£1,626,000 of stocks are held on consignment at independent toll canners.

15. DEBTORS

	<i>Group</i>		<i>Company</i>	
	<i>1994</i>	<i>1993</i>	<i>1994</i>	<i>1993</i>
	<i>£000</i>	<i>£000</i>	<i>£000</i>	<i>£000</i>
Due within one year:				
Trade debtors	6,606	7,434	-	97
Due from subsidiary undertakings	-	-	4,500	4,501
Due from fellow subsidiary undertakings	17,149	18,172	795	350
Dividend receivable from associated undertaking	42,434	34,300	42,434	34,300
Dividends receivable from subsidiary undertakings	-	-	9,000	-
Prepayments and accrued income	6,106	6,643	1,070	856
Tax recoverable	5,528	3,999	5,528	8,267
Other debtors	3,478	2,109	189	219
	<u>81,301</u>	<u>72,657</u>	<u>63,516</u>	<u>48,590</u>

16. CREDITORS:

amounts falling due within one year

	<i>Group</i>		<i>Company</i>	
	<i>1994</i>	<i>1993</i>	<i>1994</i>	<i>1993</i>
	<i>£000</i>	<i>£000</i>	<i>£000</i>	<i>£000</i>
Bank overdraft	14,279	18,569	13,475	16,198
Trade creditors	2,782	2,727	201	93
Other creditors including taxation and social security	26,099	19,934	3,145	7,452
Due to subsidiary undertakings	-	-	13,191	8,480
Due to fellow subsidiary undertakings	38,463	8,206	30,551	56
	<u>81,623</u>	<u>49,436</u>	<u>60,563</u>	<u>32,279</u>

amounts falling due after more than one year

Due to fellow subsidiary undertakings	-	28,383	-	28,383
	<u>-</u>	<u>28,383</u>	<u>-</u>	<u>28,383</u>

Coca-Cola Holdings (United Kingdom) Limited

NOTES TO THE ACCOUNTS

at 31 December 1994

Amounts due to fellow subsidiary undertakings include promissory notes, wholly repayable within five years as follows:

Principal £000	Maturity date
21,450	17 October 1995
6,350	16 May 1995
1,489	31 January 1995
<u>29,289</u>	

Interest is payable quarterly at a rate per annum equal to the London Interbank Offered Rate for three month maturities.

17. PROVISIONS FOR LIABILITIES AND CHARGES

	<i>Group</i> £000	<i>Company</i> £000
Deferred taxation		
Calculated at the effective tax rate of 33% (1993 - 33%)		
At 1 January 1994	1,854	375
Charge for the year	(729)	(637)
At 31 December 1994	<u>1,125</u>	<u>(262)</u>

The major components of the provision for deferred taxation and the amounts not provided are as follows:

	<i>1994</i> £000	<i>Provided</i> <i>1993</i> £000	<i>1994</i> £000	<i>Not provided</i> <i>1993</i> £000
<i>Group</i>				
Short-term timing differences	(908)	(218)	-	-
Accelerated capital allowances	2,033	2,072	-	-
	<u>1,125</u>	<u>1,854</u>	<u>-</u>	<u>-</u>

Coca-Cola Holdings (United Kingdom) Limited

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17. PROVISIONS FOR LIABILITIES AND CHARGES (continued)

Company

	<i>1994</i>	<i>Provided</i>		<i>Not provided</i>
	<i>1994</i>	<i>1993</i>	<i>1994</i>	<i>1993</i>
	<i>£000</i>	<i>£000</i>	<i>£000</i>	<i>£000</i>
Short-term timing differences	(908)	(271)	-	-
Accelerated capital allowances	646	646	-	-
	<u>(262)</u>	<u>375</u>	<u>-</u>	<u>-</u>

18. SHARE CAPITAL

	<i>1994</i>	<i>1993</i>
	<i>£000</i>	<i>£000</i>
Authorised, allotted, called up and fully paid: 200,000 ordinary shares of £1 each	200	200

19. CAPITAL CONTRIBUTIONS

	<i>£000</i>
At 1 January 1994	45,449
Additional paid-in capital	-
	<u>45,449</u>
At 31 December 1994	<u>45,449</u>

20. PROFIT AND LOSS ACCOUNT

In accordance with the exemption allowed by the Companies Act 1985, the company has not presented its own profit and loss account. Of the group's profit for the financial year, a profit of £76,883,000 (1993 - £34,857,000) has been dealt with in the accounts of the company.

21. FINANCIAL COMMITMENTS

At 31 December 1994 the group had annual commitments under non-cancellable operating leases as set out below:

	<i>Land and buildings</i>		<i>Other</i>
	<i>1994</i>	<i>1993</i>	<i>1994</i>
	<i>£000</i>	<i>£000</i>	<i>£000</i>
Leases expiring:			
Within one year	-	-	147
Within two to five years	-	-	248
Thereafter	2,400	2,400	-
	<u>2,400</u>	<u>2,400</u>	<u>395</u>
			<u>495</u>

Coca-Cola Holdings (United Kingdom) Limited

NOTES TO THE ACCOUNTS

at 31 December 1994

22. PENSION COSTS

The company and its principal subsidiary undertakings operate within a funded Group Pension Scheme which is a defined benefit scheme providing benefits based on final pensionable pay for the majority of employees. The assets of the scheme are held separately from those of the company, being invested with a pension fund management company. Contributions to the scheme are charged to the group profit and loss account so as to spread the cost of pensions over employees' working lives with the company. The contributions are determined by a qualified actuary on the basis of triennial valuation using the projected unit method.

The most recent valuation was at 1 January 1994, and at that date the scheme had assets with a market value of £11,228,000 and the level of funding on an actuarial basis was 100%. The assumptions which have the most significant effect on the results of the valuation are those relating to the rates of return on investments and the rates of increase in salaries and pensions. It was assumed that the investment returns would be 9.0% per annum and that salary increases would average 7.0% per annum.

The pension charge for the year was £645,000 (1993 - £457,000).

23. ULTIMATE PARENT UNDERTAKING

The parent undertaking of the largest group of undertakings for which group accounts are drawn up and of which the company is a member is The Coca-Cola Company, incorporated in Delaware, USA and the parent undertaking of the smallest such group is Refreshment Product Services Inc., a company incorporated in the USA. Copies of The Coca-Cola Company's accounts can be obtained from this company's registered office.

24. COCA-COLA CAPITAL LIMITED

Coca-Cola Capital Limited is a wholly-owned subsidiary undertaking and its principal activities were the factoring of debts and payables with other Coca-Cola undertakings in Europe and hedging those debts and payables in order to minimise potential exchange rate risks.

Coca-Cola Capital ceased trading during 1992 and was subsequently liquidated in 1994, thus the results from this operation have been disclosed separately as a discontinued operation in order that the results of the group are presented in the most meaningful manner.

The results reported by the subsidiary are summarised below:

	1994 £000	1993 £000
Administration expenses	-	(3)
Interest receivable	113	148
Interest payable and similar charges	(1)	(4)
	<u>112</u>	<u>141</u>

Coca-Cola Holdings (United Kingdom) Limited

NOTES TO THE ACCOUNTS

at 31 December 1994

25. RECONCILIATION OF GROUP OPERATING PROFIT PER PROFIT AND LOSS ACCOUNT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	1994 £000	1993 £000
Group operating profit	7,807	7,521
Loss on disposal of fixed assets	(1,354)	(22)
Depreciation	1,708	2,004
Royalties	(281)	(314)
Loss on exchange	(457)	(494)
Amortisation of investment	70	34
Goodwill written off	36	35
(Increase) in stock	(288)	(1,233)
Increase/(Decrease) in creditors	9,542	(7,087)
(Increase)/Decrease in debtors	(6,740)	18,358
NET CASH INFLOW FROM OPERATING ACTIVITIES	10,043	18,802

26. ANALYSIS OF CASH AND CASH EQUIVALENTS

	1994 £000	1993 £000	Change in year £000
Cash at bank and in hand	16,698	8,338	8,360
Bank overdraft	(14,279)	(18,569)	4,290
	2,419	(10,231)	12,650

27. ANALYSIS OF CHANGES IN CASH AND CASH EQUIVALENTS DURING THE YEAR

	1994 £000	1993 £000
Balance at 1 January 1994	(10,231)	(23,585)
Net cash inflow	12,650	13,354
Balance at 31 December 1994	2,419	(10,231)

28. ANALYSIS OF CHANGES IN FINANCING DURING THE YEAR

	Share capital £000
Financing at 1 January 1994	200
Cash outflow from financing	-
Financing at 31 December 1994	200