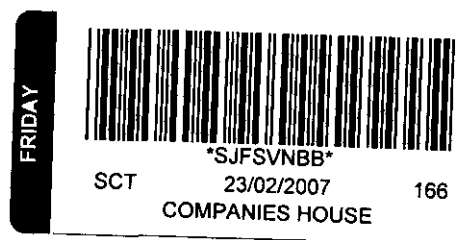


J B FOODS (SCOTLAND) LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED
31ST MAY 2006



THE A9 PARTNERSHIP LIMITED
Chartered Accountants & Registered Auditors
Abercorn School
Newton
West Lothian
EH52 6PZ

J B FOODS (SCOTLAND) LIMITED

ABBREVIATED ACCOUNTS

YEAR ENDED 31ST MAY 2006

CONTENTS	PAGES
Officers and professional advisers	1
The directors' report	2 to 3
Independent auditor's report to the company	4
Abbreviated profit and loss account	5
Statement of total recognised gains and losses	6
Abbreviated balance sheet	7
Cash flow statement	8 to 9
Notes to the abbreviated accounts	10 to 17

J B FOODS (SCOTLAND) LIMITED

OFFICERS AND PROFESSIONAL ADVISERS

The board of directors

T J Brown
C N Brown
L C Brown
G Black

Company secretary

Marshall Douglas

Registered office

Edgefield Industrial Estate
Loanhead
Midlothian
EH20 9TB

Auditor

The A9 Partnership Limited
Chartered Accountants
& Registered Auditors
Abercorn School
Newton
West Lothian
EH52 6PZ

Bankers

The Royal Bank of Scotland
36 St Andrew Square
Edinburgh
EH2 2YB

J B FOODS (SCOTLAND) LIMITED

THE DIRECTORS' REPORT

YEAR ENDED 31ST MAY 2006

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 31st May 2006

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The principal activity of the company during the year was that of wholesale distribution of food

The directors are satisfied with the results for the year and expect growth to continue in the current year

RESULTS AND DIVIDENDS

The loss for the year, after taxation, amounted to £12,949 Particulars of dividends paid are detailed in note 7 to the financial statements

FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

THE DIRECTORS AND THEIR INTERESTS IN THE SHARES OF THE COMPANY

The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows

	Ordinary Shares of £1 each	
	At 31 May 2006	At 1 June 2005
T J Brown	14,580	14,580
C N Brown	4,220	4,220
L C Brown	1,200	1,200
G Black		

DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice

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 year In preparing those financial statements, the directors are required to

select suitable accounting policies, as described on pages 10 to 11, and then apply them consistently,

make judgements and estimates that are reasonable and prudent, and

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 that 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 The directors 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

In so far as the directors are aware

there is no relevant audit information of which the company's auditors are unaware, and

the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information

J B FOODS (SCOTLAND) LIMITED

THE DIRECTORS' REPORT *(continued)*

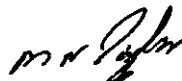
YEAR ENDED 31ST MAY 2006

AUDITOR

A resolution to re appoint The A9 Partnership Limited as auditor for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985

Registered office
Edgefield Industrial Estate
Loanhead
Midlothian
EH20 9TB

Signed by order of the directors



MARSHALL DOUGLAS
Company Secretary

Approved by the directors on

23/2/07

J B FOODS (SCOTLAND) LIMITED

INDEPENDENT AUDITOR'S REPORT TO J B FOODS (SCOTLAND) LIMITED

UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 5 to 17, together with the financial statements of J B Foods (Scotland) Limited for the year ended 31st May 2006 prepared under Section 226 of the Companies Act 1985

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. 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 auditor's 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 audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITOR

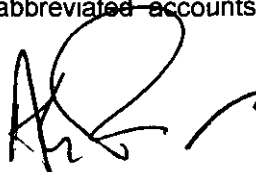
The directors are responsible for preparing the abbreviated accounts in accordance with Section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of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

BASIS OF OPINION

We conducted our work in accordance with Bulletin 2006/3 "The special auditor's report on abbreviated accounts in the United Kingdom" 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 246A(3) of the Companies Act 1985, and the abbreviated accounts have been properly prepared in accordance with that provision.



THE A9 PARTNERSHIP LIMITED
Chartered Accountants
& Registered Auditors

Abercorn School
Newton
West Lothian
EH52 6PZ

23/02/07

J B FOODS (SCOTLAND) LIMITED**ABBREVIATED PROFIT AND LOSS ACCOUNT****YEAR ENDED 31ST MAY 2006**

	Note	2006 £	2005 £
GROSS PROFIT		2,243,048	1,993,412
Administrative expenses		2,238,826	1,859,538
OPERATING PROFIT	2	4,222	133,874
Interest payable and similar charges	5	11,095	6,347
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(6,873)	127,527
Tax on (loss)/profit on ordinary activities	6	6,076	23,553
(LOSS)/PROFIT FOR THE FINANCIAL YEAR		<u>(12,949)</u>	<u>103,974</u>

All of the activities of the company are classed as continuing

J B FOODS (SCOTLAND) LIMITED**STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES****YEAR ENDED 31ST MAY 2006**

	2006	2005
	£	£
(Loss)/Profit for the financial year attributable to the shareholders	(12,949)	103,974
Unrealised profit on revaluation of certain fixed assets	<u>14,750</u>	<u>—</u>
Total gains and losses recognised since the last annual report	<u>1,801</u>	<u>103,974</u>

The notes on pages 10 to 17 form part of these abbreviated accounts.

J B FOODS (SCOTLAND) LIMITED**ABBREVIATED BALANCE SHEET****31ST MAY 2006**

	Note	2006 £	£	2005 £	£
FIXED ASSETS					
Tangible assets	8		1,335,949		1,156,841
CURRENT ASSETS					
Stocks	9	443,108		408,769	
Debtors	10	653,759		646,706	
Cash at bank and in hand		270		525	
		1,097,137		1,056,000	
CREDITORS Amounts falling due within one year	11	1,147,002		949,472	
NET CURRENT (LIABILITIES)/ASSETS			(49,865)		106,528
TOTAL ASSETS LESS CURRENT LIABILITIES			1,286,084		1,263,369
CREDITORS Amounts falling due after more than one year	12		166,916		68,403
			1,119,168		1,194,966
PROVISIONS FOR LIABILITIES					
Deferred taxation	15		20,414		10,513
			1,098,754		1,184,453
CAPITAL AND RESERVES					
Called up equity share capital	18		20,000		20,000
Revaluation reserve	19		79,852		132,602
Profit and loss account	20		998,902		1,031,851
SHAREHOLDERS' FUNDS	21		1,098,754		1,184,453

These abbreviated financial statements have been prepared in accordance with the special provisions for medium sized companies under Part VII of the Companies Act 1985

These abbreviated accounts were approved by the directors on the 23.02.07 and are signed on their behalf by


L C BROWN

J B FOODS (SCOTLAND) LIMITED**CASH FLOW STATEMENT****YEAR ENDED 31ST MAY 2006**

	2006		2005
	£	£	£
NET CASH INFLOW FROM OPERATING ACTIVITIES		249,315	32,915
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE			
Interest element of hire purchase	(11,095)		(6,347)
NET CASH OUTFLOW FROM RETURNS ON INVESTMENTS AND SERVICING OF FINANCE		(11,095)	(6,347)
TAXATION		(28,981)	(25,001)
CAPITAL EXPENDITURE			
Payments to acquire tangible fixed assets	(475,178)		(224,942)
Receipts from sale of fixed assets	207,211		12,500
Release from revaluation reserve	(67,500)		—
NET CASH OUTFLOW FROM CAPITAL EXPENDITURE		(335,467)	(212,442)
EQUITY DIVIDENDS PAID		(20,000)	(20,001)
CASH OUTFLOW BEFORE FINANCING		(146,228)	(230,876)
FINANCING			
Capital element of hire purchase	122,608		22,680
NET CASH INFLOW FROM FINANCING		122,608	22,680
DECREASE IN CASH		(23,620)	(208,196)

RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	2006	2005
	£	£
Operating profit	4,222	133,874
Depreciation	168,996	122,734
Profit on disposal of fixed assets	(65,387)	(4,289)
Increase in stocks	(34,339)	(52,726)
Increase in debtors	(4,415)	(58,818)
Increase/(decrease) in creditors	180,238	(107,860)
Net cash inflow from operating activities	<u>249,315</u>	<u>32,915</u>

The notes on pages 10 to 17 form part of these abbreviated accounts

J B FOODS (SCOTLAND) LIMITED**CASH FLOW STATEMENT (continued)****YEAR ENDED 31ST MAY 2006****RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET DEBT**

	2006		2005	
	£	£	£	£
Decrease in cash in the period	(23,620)		(208,196)	
Cash outflow in respect of hire purchase	<u>(122,608)</u>		<u>(22,680)</u>	
		(146,228)		(230,876)
Change in net debt		(146,228)		(230,876)
Net debt at 1 June 2005		<u>(563,725)</u>		<u>(332,849)</u>
Net debt at 31 May 2006		<u>(709,953)</u>		<u>(563,725)</u>

ANALYSIS OF CHANGES IN NET DEBT

	At 1 Jun 2005	Cash flows	At 31 May 2006
	£	£	£
Net cash			
Cash in hand and at bank	525	(255)	270
Overdrafts	<u>(445,736)</u>	<u>(23,365)</u>	<u>(469,101)</u>
	<u>(445,211)</u>	<u>(23,620)</u>	<u>(468,831)</u>
Debt			
Hire purchase agreements	<u>(118,514)</u>	<u>(122,608)</u>	<u>(241,122)</u>
Net debt	<u>(563,725)</u>	<u>(146,228)</u>	<u>(709,953)</u>

The notes on pages 10 to 17 form part of these abbreviated accounts.

J B FOODS (SCOTLAND) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31ST MAY 2006

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain fixed assets

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax

Fixed assets

All fixed assets are initially recorded at cost

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows

Freehold Property	2% on cost
Plant & Machinery	15% reducing balance
Fixtures & Fittings	15% reducing balance
Motor Vehicles	25% reducing balance

An amount equal to the excess of the annual depreciation charge on revalued assets over the notional historical cost depreciation charge on those assets is transferred annually from the revaluation reserve to the profit and loss reserve

Investment properties

Investment properties are shown at their open market value. The surplus or deficit arising from the annual revaluation is transferred to the investment revaluation reserve unless a deficit, or its reversal, on an individual investment property is expected to be permanent, in which case it is recognised in the profit and loss account for the year

This is in accordance with SSAP 19 which, unlike Schedule 4 to the Companies Act 1985, does not require depreciation of investment properties. Investment properties are held for their investment potential and not for use by the company and so their current value is of prime importance. The departure from the provisions of the Act is required in order to give a true and fair view

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease

J B FOODS (SCOTLAND) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31ST MAY 2006

1. ACCOUNTING POLICIES *(continued)*

Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax.

Deferred tax is measured on a discounted/an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

2 OPERATING PROFIT

Operating profit is stated after charging/(crediting)

	2006 £	2005 £
Depreciation of owned fixed assets	75,534	79,167
Depreciation of assets held under hire purchase agreements	93,462	43,567
Profit on disposal of fixed assets	(65,387)	(4,289)
Auditor's remuneration as auditor	11,000	10,000
Operating lease costs		
Other	<u>30,317</u>	<u>18,518</u>

3. PARTICULARS OF EMPLOYEES

The average number of staff employed by the company during the financial year amounted to

	2006 No	2005 No
Number of production staff	<u>68</u>	<u>62</u>

The aggregate payroll costs of the above were

	2006 £	2005 £
Wages and salaries	1,246,182	1,052,944
Social security costs	139,432	104,794
Other pension costs	16,021	19,691
	<u>1,401,635</u>	<u>1,177,429</u>

J B FOODS (SCOTLAND) LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS****YEAR ENDED 31ST MAY 2006****4 DIRECTORS' EMOLUMENTS**

The directors' aggregate emoluments in respect of qualifying services were

	2006	2005
	£	£
Aggregate emoluments	170,273	226,405
Value of company pension contributions to money purchase schemes	5,970	7,995
	<u>176,243</u>	<u>234,400</u>

The number of directors who accrued benefits under company pension schemes was as follows

	2006	2005
	No	No
Money purchase schemes	<u>1</u>	<u>1</u>

5. INTEREST PAYABLE AND SIMILAR CHARGES

	2006	2005
	£	£
Finance charges	<u>11,095</u>	<u>6,347</u>

6. TAXATION ON ORDINARY ACTIVITIES**(a) Analysis of charge in the year**

	2006	2005
	£	£
Current tax		
In respect of the year		
UK Corporation tax based on the results for the year at 19% (2005 19%)	(2,638)	23,025
Over/under provision in prior year	(1,187)	
Total current tax	<u>(3,825)</u>	<u>23,025</u>
Deferred tax		
Origination and reversal of timing differences	9,901	528
Tax on (loss)/profit on ordinary activities	<u>6,076</u>	<u>23,553</u>

J B FOODS (SCOTLAND) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31ST MAY 2006

6 TAXATION ON ORDINARY ACTIVITIES *(continued)*

(b) Factors affecting current tax charge

The tax assessed on the (loss)/profit on ordinary activities for the year is lower than the standard rate of corporation tax in the UK of 19% (2005 19%)

	2006 £	2005 £
(Loss)/profit on ordinary activities before taxation	(6,873)	127,527
Profit/(loss) on ordinary activities multiplied by standard rate of corporation tax in the UK of 19% (2005 19%)	(1,406)	24,230
Expenses not deductible for tax purposes	3,661	772
Capital allowances for period in excess of depreciation	(7,413)	(1,977)
Additional gain on asset disposals	1,333	
Total current tax (note 6(a))	(3,825)	23,025

7. DIVIDENDS

Dividends on equity shares

	2006 £	2005 £
Paid		
Equity dividends on ordinary shares	20,000	20,001

8 TANGIBLE FIXED ASSETS

	Land and Buildings £	Plant and Equipment £	Fixtures and Fittings £	Motor Vehicles £	Total £
COST OR VALUATION					
At 1 June 2005	778,746	489,655	93,992	821,844	2,184,237
Additions	107,249	83,577	—	284,352	475,178
Disposals	(74,750)	—	—	(370,875)	(445,625)
Revaluation	14,750	—	—	—	14,750
At 31 May 2006	825,995	573,232	93,992	735,321	2,228,540
DEPRECIATION					
At 1 June 2005	31,627	385,683	69,315	540,771	1,027,396
Charge for the year	12,575	28,132	3,701	124,588	168,996
On disposals	—	—	—	(303,801)	(303,801)
At 31 May 2006	44,202	413,815	73,016	361,558	892,591
NET BOOK VALUE					
At 31 May 2006	781,793	159,417	20,976	373,763	1,335,949
At 31 May 2005	747,119	103,972	24,677	281,073	1,156,841

J B FOODS (SCOTLAND) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31ST MAY 2006

The directors value the properties at 44 46 Montrose Terrace, Edinburgh at £90,000(cost £7,750), these properties have been treated as investment properties in the financial statements. The valuation is based on estimated market value.

Hire purchase agreements

Included within the net book value of £1,335,949 is £291,309 (2005 £130,702) relating to assets held under hire purchase agreements. The depreciation charged to the abbreviated accounts in the year in respect of such assets amounted to £93,462 (2005 £43,567).

Capital commitments

	2006 £	2005 £
Contracted but not provided for in the financial statements	932,000	—

9. STOCKS

	2006 £	2005 £
Goods for resale	443,108	408,769

10. DEBTORS

	2006 £	2005 £
Trade debtors	614,444	597,259
Corporation tax repayable	2,638	—
Other debtors	36,677	44,227
Directors current accounts	—	5,220
	653,759	646,706

11. CREDITORS Amounts falling due within one year

	2006 £	2005 £
Bank loans and overdrafts	469,101	445,736
Trade creditors	311,883	216,583
Other creditors including taxation and social security	—	—
Corporation tax	—	30,168
PAYE and social security	71,058	31,506
Hire purchase agreements	74,206	50,111
Other creditors	209,429	175,368
Directors current accounts	11,325	—
	366,018	287,153
	1,147,002	949,472

J B FOODS (SCOTLAND) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31ST MAY 2006

11. CREDITORS. Amounts falling due within one year *(continued)*

The following liabilities disclosed under creditors falling due within one year are secured by the company

	2006 £	2005 £
Bank loans and overdrafts	<u>469,102</u>	<u>445,736</u>

The bank overdraft is secured by a bond and floating charge over the whole of the company's monies, along with a standard security over company property in favour of the Royal Bank of Scotland

12. CREDITORS. Amounts falling due after more than one year

	2006 £	2005 £
Other creditors		
Hire purchase agreements	<u>166,916</u>	<u>68,403</u>

13. COMMITMENTS UNDER HIRE PURCHASE AGREEMENTS

Future commitments under hire purchase agreements are as follows

	2006 £	2005 £
Amounts payable within 1 year	84,816	56,014
Amounts payable between 2 to 5 years	<u>193,158</u>	<u>77,461</u>
	277,974	133,475
Less interest and finance charges relating to future periods	<u>(36,852)</u>	<u>(14,961)</u>
	<u>241,122</u>	<u>118,514</u>
Hire purchase agreements are analysed as follows		
Current obligations	74,206	50,111
Non current obligations	<u>166,916</u>	<u>68,403</u>
	<u>241,122</u>	<u>118,514</u>

14. PENSIONS

The company operates a defined contributions pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year. The amount of contributions paid under the scheme are £16,021 (2005 £19,691)

15. DEFERRED TAXATION

The movement in the deferred taxation provision during the year was

	2006 £	2005 £
Provision brought forward	10,513	9,985
Profit and loss account movement arising during the year	<u>9,901</u>	<u>528</u>
Provision carried forward	<u>20,414</u>	<u>10,513</u>

J B FOODS (SCOTLAND) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31ST MAY 2006

15. DEFERRED TAXATION *(continued)*

The provision for deferred taxation consists of the tax effect of timing differences in respect of

	2006 £	2005 £
Other timing differences	20,414	10,513
	<u>20,414</u>	<u>10,513</u>

16. COMMITMENTS UNDER OPERATING LEASES

At 31st May 2006 the company had annual commitments under non cancellable operating leases as set out below

	2006		2005	
	Land & Buildings £	Other Items £	Land & Buildings £	Other Items £
Operating leases which expire				
Within 1 year	3,461			
Within 2 to 5 years		28,037		14,377
	<u>3,461</u>	<u>28,037</u>		<u>14,377</u>

17 RELATED PARTY TRANSACTIONS

The company was under the control of Mr J Brown, a director and members of his close family throughout the current and previous year. Mr J Brown is personally interested in 72.9% (2004 72.9%) of the company's share capital. In addition, his adult children control in aggregate a further 6% (2004 6%) of the company's issued share capital.

No transactions with related parties were undertaken such as are required to be disclosed under Financial Reporting Standard 8.

18 SHARE CAPITAL

Authorised share capital:

	2006 £	2005 £
30,000 Ordinary shares of £1 each	<u>30,000</u>	<u>30,000</u>

Allotted, called up and fully paid:

	2006		2005	
	No	£	No	£
Ordinary shares of £1 each	<u>20,000</u>	<u>20,000</u>	<u>20,000</u>	<u>20,000</u>

J B FOODS (SCOTLAND) LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS****YEAR ENDED 31ST MAY 2006****19 REVALUATION RESERVE**

	2006	2005
	£	£
Balance brought forward	132,602	132,602
Revaluation of fixed assets	14,750	—
Transfer to the Profit and Loss Account on realisation	(67,500)	—
Balance carried forward	<u>79,852</u>	<u>132,602</u>

20 PROFIT AND LOSS ACCOUNT

	2006	2005
	£	£
Balance brought forward	1,031,851	947,878
(Loss)/profit for the financial year	(12,949)	103,974
Equity dividends paid	(20,000)	(20,001)
Balance carried forward	<u>998,902</u>	<u>1,031,851</u>

21. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2006	2005
	£	£
(Loss)/Profit for the financial year	(12,949)	103,974
Other net recognised gains and losses	14,750	—
Equity dividends paid	(20,000)	(20,001)
Transfer to profit and loss account	(67,500)	—
Net (reduction)/addition to shareholders' funds	(85,699)	83,973
Opening shareholders' funds	1,184,453	1,100,480
Closing shareholders' funds	<u>1,098,754</u>	<u>1,184,453</u>