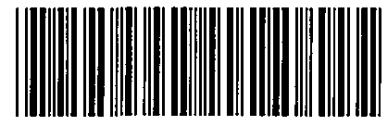


**J B FOODS (SCOTLAND) LIMITED**  
**ABBREVIATED ACCOUNTS**  
**FOR THE YEAR ENDED**  
**31st MAY 2013**



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18/02/2014

#450

COMPANIES HOUSE

**THE A9 PARTNERSHIP LIMITED**  
Chartered Accountants & Statutory Auditor  
Abercorn School  
Newton  
West Lothian  
EH52 6PZ

# **J B FOODS (SCOTLAND) LIMITED**

## **ABBREVIATED ACCOUNTS**

**YEAR ENDED 31st MAY 2013**

<b>CONTENTS</b>	<b>PAGES</b>
Officers and professional advisers	<b>1</b>
The directors' report	<b>2 to 4</b>
Independent auditor's report to the company	<b>5</b>
Abbreviated profit and loss account	<b>6</b>
Statement of total recognised gains and losses	<b>7</b>
Reconciliation of movements in shareholders' funds	<b>7</b>
Abbreviated balance sheet	<b>8</b>
Cash flow statement	<b>9 to 10</b>
Notes to the abbreviated accounts	<b>11 to 21</b>

# **J B FOODS (SCOTLAND) LIMITED**

## **OFFICERS AND PROFESSIONAL ADVISERS**

**The board of directors**

T J Brown  
C N Brown  
L C Brown  
G Black  
A J Boyle  
M Douglas

**Company secretary**

M Douglas

**Registered office**

Edgefield Industrial Estate  
Loanhead  
Midlothian  
EH20 9TB

**Auditor**

The A9 Partnership Limited  
Chartered Accountants  
& Statutory Auditor  
Abercorn School  
Newton  
West Lothian  
EH52 6PZ

**Bankers**

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

**Solicitors**

Balfour + Manson LLP  
54-66 Frederick Street  
Edinburgh  
EH2 1LS

# **J B FOODS (SCOTLAND) LIMITED**

## **DIRECTORS' REPORT *(continued)***

### **YEAR ENDED 31st MAY 2013**

The directors present their report and the financial statements of the company for the year ended 31st May 2013.

### **PRINCIPAL ACTIVITIES AND BUSINESS REVIEW**

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

### **BUSINESS REVIEW**

We aim to present a balanced and comprehensive review of the development and performance of our business during the year and its position at the year end. Our review is consistent with the size and nature of our business and is written in the context of the risks and uncertainties we face.

### **Development and performance of the company**

Considering the general economic climate the Directors are satisfied with the net trading results for the year, and with the retention and development of trade.

### **Key performance indicators**

The company continues to analyse its development and performance by use of financial KPIs including gross profit margin, stock ratios and turnover; which benchmark the business against similar businesses. In addition the Directors review on a weekly basis the number of sales credit notes issued as a result of errors in the sales, stock picking and delivery processes.

### **Principal risks and uncertainties**

As for many businesses of our size, the business environment in which we operate continues to be challenging. The Food Wholesale market in the UK is highly competitive and margins continue to be tight. The Directors consider however that there are no direct risks or uncertainties concerning the business other than the general economic climate, which the directors believe the company is well placed to deal with.

With these risks and uncertainties in mind, we are aware that any plans for the future development of the business may be subject to unforeseen future events outside of our control.

### **FUTURE DEVELOPMENTS**

In the forthcoming year, the directors would be happy to maintain a similar trading pattern, retaining current business and continuing to develop further opportunities.

### **RESULTS AND DIVIDENDS**

The profit for the year, after taxation, amounted to £11,941. Particulars of dividends paid are detailed in note 7 to the financial statements.

### **FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES**

The company holds or issues financial instruments in order to achieve three main objectives, being:

- (a) to finance its operations;
- (b) to manage its exposure to risks arising from its operations and from its sources of finance; and
- (c) for trading purposes

In addition, various financial instruments (e.g. trade debtors, trade creditors, accruals and prepayments) arise directly from the company's operations.

The company monitors credit risk closely and considers that its current policies of credit checks meets its objectives of managing exposure to this risk.

## **J B FOODS (SCOTLAND) LIMITED**

### **DIRECTORS' REPORT *(continued)***

**YEAR ENDED 31st MAY 2013**

#### **DIRECTORS**

The directors who served the company during the year were as follows:

T J Brown  
C N Brown  
L C Brown  
G Black  
A J Boyle  
M Douglas

#### **DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they 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 these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting 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 adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

#### **AUDITOR**

The A9 Partnership Limited are deemed to be re-appointed under section 487(2) of the Companies Act 2006.

Each of the persons who is a director at the date of approval of this report confirm that:

- so far as each director is aware, there is no relevant audit information of which the company's auditor is unaware; and
- each director has taken all steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information.

# J B FOODS (SCOTLAND) LIMITED

## DIRECTORS' REPORT *(continued)*

YEAR ENDED 31st MAY 2013

Registered office:  
Edgefield Industrial Estate  
Loanhead  
Midlothian  
EH20 9TB

Signed by order of the directors

A handwritten signature in black ink, appearing to read 'M. Douglas', written over a horizontal line.

MARSHALL DOUGLAS  
Company Secretary

Approved by the directors on 14th February 2014

## **J B FOODS (SCOTLAND) LIMITED**

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

#### **UNDER SECTION 449 OF THE COMPANIES ACT 2006**

We have examined the abbreviated accounts which comprise the Profit and Loss Account, Statement of Total Recognised Gains and Losses, Reconciliation of Shareholders' Funds, Balance Sheet, Cash Flow Statement and the related notes, together with the financial statements of J B Foods (Scotland) Limited for the year ended 31st May 2013 prepared under Section 396 of the Companies Act 2006.

This report is made solely to the company, in accordance with Section 449 of the Companies Act 2006. 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 work, for this report, or for the opinions we have formed.

#### **RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITOR**

The directors are responsible for preparing the abbreviated accounts in accordance with Section 445 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the regulations made under that section and to report our opinion to you.

We conducted our work in accordance with Bulletin 2008/4 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 are properly prepared.

#### **OPINION**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 445(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the regulations made under that section.



RICHARD BAIRD CA, ATII (Senior  
Statutory Auditor)  
For and on behalf of  
THE A9 PARTNERSHIP LIMITED  
Chartered Accountants  
& Statutory Auditor

Abercorn School  
Newton  
West Lothian  
EH52 6PZ

14th February 2014

**J B FOODS (SCOTLAND) LIMITED****ABBREVIATED PROFIT AND LOSS ACCOUNT****YEAR ENDED 31st MAY 2013**

	Note	2013 £	2012 £
<b>TURNOVER</b>		15,152,956	14,547,714
Cost of Sales and Other operating income		11,513,563	10,892,230
Administrative expenses		<u>3,534,287</u>	<u>3,449,445</u>
<b>OPERATING PROFIT</b>	<b>2</b>	105,106	206,039
(Profit)/loss on participating interests		<u>-</u>	<u>425</u>
		105,106	206,464
Interest receivable and similar income		<u>-</u>	<u>200</u>
Interest payable and similar charges	<b>5</b>	(86,825)	(116,340)
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		18,281	90,324
Tax on profit on ordinary activities	<b>6</b>	6,340	19,925
<b>PROFIT FOR THE FINANCIAL YEAR</b>		<u>11,941</u>	<u>70,399</u>

All of the activities of the company are classed as continuing.

The notes on pages 11 to 21 form part of these abbreviated accounts.



**J B FOODS (SCOTLAND) LIMITED****STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES****YEAR ENDED 31st MAY 2013**

	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
Profit for the financial year attributable to the shareholders	11,941	70,399
Unrealised profit on revaluation of certain fixed assets	—	236,785
Unrealised loss on revaluation of tangible fixed assets:		
Investment property	(83,684)	—
Total gains and losses recognised since the last annual report	<u>(71,743)</u>	<u>307,184</u>

**RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
Profit for the financial year	11,941	70,399
Other net recognised gains and losses	(83,684)	236,785
Equity dividends	(45,000)	(20,000)
Net (reduction)/addition to shareholders' funds	<u>(116,743)</u>	<u>287,184</u>
Opening shareholders' funds	1,884,929	1,597,745
Closing shareholders' funds	<u>1,768,186</u>	<u>1,884,929</u>

The notes on pages 11 to 21 form part of these abbreviated accounts.

**J B FOODS (SCOTLAND) LIMITED****ABBREVIATED BALANCE SHEET****31st MAY 2013**

	Note	2013 £	£	2012 £	£
<b>FIXED ASSETS</b>					
Intangible assets	8		12,000		80,500
Tangible assets	9		3,330,268		3,463,296
Investments	10		13,400		13,400
			<u>3,355,668</u>		<u>3,557,196</u>
<b>CURRENT ASSETS</b>					
Stocks	11	1,159,291		1,118,820	
Debtors	12	1,461,788		1,412,566	
Cash at bank and in hand		496		5,575	
		<u>2,621,575</u>		<u>2,536,961</u>	
<b>CREDITORS: Amounts falling due within one year</b>	13	<u>3,611,458</u>		<u>2,945,074</u>	
<b>NET CURRENT LIABILITIES</b>			<u>(989,883)</u>		<u>(408,113)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>2,365,785</u>		<u>3,149,083</u>
<b>CREDITORS: Amounts falling due after more than one year</b>	14		499,084		1,160,925
<b>PROVISIONS FOR LIABILITIES</b>					
Deferred taxation	17		98,515		103,229
			<u>1,768,186</u>		<u>1,884,929</u>
<b>CAPITAL AND RESERVES</b>					
Called-up equity share capital	21		20,000		20,000
Revaluation reserve	22		266,536		350,220
Profit and loss account	23		1,481,650		1,514,709
<b>SHAREHOLDERS' FUNDS</b>			<u>1,768,186</u>		<u>1,884,929</u>

These abbreviated accounts have been prepared in accordance with the special provisions of section 445(3) Companies Act 2006 in regard to medium-sized companies.

These abbreviated accounts were approved by the members and authorised for issue on 14th February 2014, and are signed on their behalf by:



L C BROWN

Company Registration Number: SC059981

The notes on pages 11 to 21 form part of these abbreviated accounts.

**J B FOODS (SCOTLAND) LIMITED****CASH FLOW STATEMENT****YEAR ENDED 31st MAY 2013**

	Note	2013 £	2012 £
<b>NET CASH INFLOW FROM OPERATING ACTIVITIES</b>		551,963	332,734
<b>RETURNS ON INVESTMENTS AND SERVICING OF FINANCE</b>			
Interest received		—	200
Interest paid		(72,691)	(100,931)
Interest element of hire purchase		(14,134)	(15,409)
<b>NET CASH OUTFLOW FROM RETURNS ON INVESTMENTS AND SERVICING OF FINANCE</b>		(86,825)	(116,140)
<b>TAXATION</b>		(18,104)	—
<b>CAPITAL EXPENDITURE AND FINANCIAL INVESTMENT</b>			
Payments to acquire intangible fixed assets		—	(20,000)
Payments to acquire tangible fixed assets		(147,806)	(127,740)
Receipts from sale of fixed assets		50,008	40,351
Acquisition of investments		—	(7,500)
Disposal of investments		—	4,175
<b>NET CASH OUTFLOW FOR CAPITAL EXPENDITURE AND FINANCIAL INVESTMENT</b>		(97,798)	(110,714)
<b>EQUITY DIVIDENDS PAID</b>		(45,000)	(20,000)
<b>CASH INFLOW BEFORE FINANCING</b>		304,236	85,880
<b>FINANCING</b>			
Repayment of bank loans		(152,733)	(154,883)
Net (outflow)/inflow from other short-term creditors		(73,403)	69,772
Capital element of hire purchase		(8,079)	(42,869)
<b>NET CASH OUTFLOW FROM FINANCING</b>		(234,215)	(127,980)
<b>INCREASE/(DECREASE) IN CASH</b>		<u>70,021</u>	<u>(42,100)</u>

The notes on pages 11 to 21 form part of these abbreviated accounts.

**J B FOODS (SCOTLAND) LIMITED****CASH FLOW STATEMENT****YEAR ENDED 31st MAY 2013****RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES**

	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
Operating profit	105,106	206,039
Amortisation	68,500	90,000
Depreciation	120,435	132,432
Loss on disposal of fixed assets	26,707	1,454
(Increase)/decrease in stocks	(40,471)	168,479
Increase in debtors	(49,222)	(130,937)
Increase/(decrease) in creditors	320,908	(134,733)
Net cash inflow from operating activities	<u>551,963</u>	<u>332,734</u>

**RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET DEBT**

	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
Increase/(decrease) in cash in the period	70,021	(42,100)
Net cash outflow from bank loans	152,733	154,883
Net outflow from/(inflow) from other short-term creditors	73,403	(69,772)
Cash outflow in respect of hire purchase	<u>8,079</u>	<u>42,869</u>
	304,236	85,880
Change in net debt	304,236	85,880
Net debt at 1 June 2012	(2,520,456)	(2,606,336)
Net debt at 31 May 2013	<u>(2,216,220)</u>	<u>(2,520,456)</u>

**ANALYSIS OF CHANGES IN NET DEBT**

	<b>At 1 Jun 2012 £</b>	<b>Cash flows £</b>	<b>At 31 May 2013 £</b>
Net cash:			
Cash in hand and at bank	5,575	(5,079)	496
Overdrafts	(1,057,715)	75,100	(982,615)
	<u>(1,052,140)</u>	<u>70,021</u>	<u>(982,119)</u>
Debt:			
Debt due within 1 year	(238,916)	(447,139)	(686,055)
Debt due after 1 year	(1,109,299)	673,275	(436,024)
Hire purchase agreements	(120,101)	8,079	(112,022)
	<u>(1,468,316)</u>	<u>234,215</u>	<u>(1,234,101)</u>
Net debt	<u>(2,520,456)</u>	<u>304,236</u>	<u>(2,216,220)</u>

The notes on pages 11 to 21 form part of these abbreviated accounts.

**J B FOODS (SCOTLAND) LIMITED**

## NOTES TO THE ABBREVIATED ACCOUNTS

**YEAR ENDED 31st MAY 2013**

## 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, subject to the departures referred to below.

### Basis of consolidation

The company has taken advantage of the provisions of section 405(2) of the Companies Act 2006 not to prepare consolidated accounts. The subsidiary undertaking has been omitted on the grounds of not being material for the purposes of giving a true and fair view. As a result the financial statements only refer to the parent undertaking.

## Turnover

Turnover represents the value, net of value added tax and discounts, of goods provided to customers. Turnover is recognised in the accounts upon delivery of the goods to the customers.

## Goodwill

Positive purchased goodwill arising on acquisitions is capitalised, classified as an asset on the Balance Sheet and amortised over its estimated useful life up to a maximum of 20 years. This length of time is presumed to be the maximum useful life of purchased goodwill because it is difficult to make projections beyond this period. Goodwill is reviewed for impairment at the end of the first full financial year following each acquisition and subsequently as and when necessary if circumstances emerge that indicate that the carrying value may not be recoverable.

## Amortisation

Amortisation 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:

Goodwill - 5 years straight line

## 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:

Plant & Machinery	- 15% reducing balance
Fixtures & Fittings	- 15% reducing balance
Motor Vehicles	- 25% straight line

No depreciation has been charged on freehold properties, contrary to Financial Reporting Standard 15 "Tangible Fixed Assets". The directors consider that this departure from United Kingdom Generally Accepted Accounting Practice is necessary to give a true and fair view, as they consider that the residual value of freehold property is at least equal to its net book value and any depreciation would therefore be immaterial. In addition, the company has a policy and practice of regular maintenance and repairs (charges for which are recognised in the profit and loss account) such that the property is kept to its previously assessed standard of performance.

**J B FOODS (SCOTLAND) LIMITED****NOTES TO THE ABBREVIATED ACCOUNTS****YEAR ENDED 31st MAY 2013****1. ACCOUNTING POLICIES** *(continued)***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 1 of The Large and Medium-sized Companies and Groups (Accounts and Reports) Regulations 2008, 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 Regulations 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.

**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 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.

**Foreign currencies**

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

# J B FOODS (SCOTLAND) LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31st MAY 2013

### 1. ACCOUNTING POLICIES *(continued)*

#### Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

### 2. OPERATING PROFIT

Operating profit is stated after charging:

	2013	2012
	£	£
Amortisation of intangible assets	68,500	90,000
Depreciation of owned fixed assets	84,990	97,034
Depreciation of assets held under hire purchase agreements	35,445	35,398
Loss on disposal of fixed assets	26,707	1,454
Auditor's remuneration		
- as auditor	11,680	11,000
- for other services	—	450
Operating lease costs:		
- Other	237,452	176,450

### 3. PARTICULARS OF EMPLOYEES

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

	2013	2012
	No	No
Number of distribution staff	47	42
Number of administrative staff	32	30
Number of management staff	8	9
	87	81

The aggregate payroll costs of the above were:

	2013	2012
	£	£
Wages and salaries	1,759,599	1,758,466
Social security costs	171,380	177,884
Other pension costs	10,267	19,029
	1,941,246	1,955,379

**J B FOODS (SCOTLAND) LIMITED****NOTES TO THE ABBREVIATED ACCOUNTS****YEAR ENDED 31st MAY 2013****4. DIRECTORS' REMUNERATION**

The directors' aggregate remuneration in respect of qualifying services were:

	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
Aggregate remuneration	346,037	360,644
Value of company pension contributions to money purchase schemes	5,255	13,355
	<u>351,292</u>	<u>373,999</u>

**Remuneration of highest paid director:**

	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
Total remuneration (excluding pension contributions)	141,492	160,942
Value of company pension contributions to money purchase schemes	1,200	9,300
	<u>142,692</u>	<u>170,242</u>

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

	<b>2013</b>	<b>2012</b>
	<b>No</b>	<b>No</b>
Money purchase schemes	<u>4</u>	<u>4</u>

**5. INTEREST PAYABLE AND SIMILAR CHARGES**

	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
Interest payable on bank borrowing	21,800	22,872
Finance charges	14,134	15,409
Other similar charges payable	50,891	78,059
	<u>86,825</u>	<u>116,340</u>



**J B FOODS (SCOTLAND) LIMITED****NOTES TO THE ABBREVIATED ACCOUNTS****YEAR ENDED 31st MAY 2013****6. TAXATION ON ORDINARY ACTIVITIES****(a) Analysis of charge in the year**

	<b>2013</b> <b>£</b>	<b>2012</b> <b>£</b>
Current tax:		
In respect of the year:		
UK Corporation tax based on the results for the year at 20% (2012 - 20%)	10,891	17,941
Over/under provision in prior year	163	-
Total current tax	<u>11,054</u>	<u>17,941</u>
Deferred tax:		
Origination and reversal of timing differences	(4,714)	1,984
Tax on profit on ordinary activities	<u>6,340</u>	<u>19,925</u>

**(b) Factors affecting current tax charge**

The tax assessed on the profit on ordinary activities for the year is lower than the standard rate of corporation tax in the UK of 20% (2012 - 20%).

	<b>2013</b> <b>£</b>	<b>2012</b> <b>£</b>
Profit on ordinary activities before taxation	<u>18,281</u>	<u>90,324</u>
Profit on ordinary activities by rate of tax	3,656	18,065
Expenses not deductible for tax purposes	2,685	1,860
Capital allowances for period in excess of depreciation	4,550	(1,960)
Utilisation of tax losses	-	(24)
Adjustments to tax charge in respect of previous periods	163	-
Total current tax (note 6(a))	<u>11,054</u>	<u>17,941</u>

**7. DIVIDENDS****Equity dividends**

	<b>2013</b> <b>£</b>	<b>2012</b> <b>£</b>
Paid		
Equity dividends on ordinary shares	<u>45,000</u>	<u>20,000</u>

**J B FOODS (SCOTLAND) LIMITED****NOTES TO THE ABBREVIATED ACCOUNTS****YEAR ENDED 31st MAY 2013****8. INTANGIBLE FIXED ASSETS**

	<b>Goodwill £</b>
<b>COST</b>	
At 1st June 2012 and 31st May 2013	450,000
<b>AMORTISATION</b>	
At 1st June 2012	369,500
Charge for the year	68,500
<b>At 31st May 2013</b>	<u>438,000</u>
<b>NET BOOK VALUE</b>	
At 31st May 2013	12,000
At 31st May 2012	<u>80,500</u>

Intangible fixed assets represent purchased goodwill on acquired businesses.

**9. TANGIBLE FIXED ASSETS**

	<b>Freehold Property £</b>	<b>Plant &amp; Machinery £</b>	<b>Fixtures &amp; Fittings £</b>	<b>Motor Vehicles £</b>	<b>Investment property £</b>	<b>Total £</b>
<b>COST OR VALUATION</b>						
At 1 Jun 2012	2,000,000	1,260,577	122,025	554,725	863,684	4,801,011
Additions	–	54,158	–	93,648	–	147,806
Disposals	–	(18,926)	–	(139,890)	–	(158,816)
<b>At 31 May 2013</b>	<u>2,000,000</u>	<u>1,295,809</u>	<u>122,025</u>	<u>508,483</u>	<u>863,684</u>	<u>4,790,001</u>
<b>DEPRECIATION</b>						
At 1 Jun 2012	–	856,053	96,616	385,046	–	1,337,715
Charge for the year	–	67,051	3,812	49,572	–	120,435
On disposals	–	(7,250)	–	(74,851)	–	(82,101)
Revaluation adjustment	–	–	–	–	83,684	83,684
<b>At 31 May 2013</b>	<u>–</u>	<u>915,854</u>	<u>100,428</u>	<u>359,767</u>	<u>83,684</u>	<u>1,459,733</u>
<b>NET BOOK VALUE</b>						
<b>At 31 May 2013</b>	<u>2,000,000</u>	<u>379,955</u>	<u>21,597</u>	<u>148,716</u>	<u>780,000</u>	<u>3,330,268</u>
At 31 May 2012	<u>2,000,000</u>	<u>404,524</u>	<u>25,409</u>	<u>169,679</u>	<u>863,684</u>	<u>3,463,296</u>

The company's premises at Loanhead were valued at £2,000,000 (cost £1,678,369) by DM Hall LLP Chartered Surveyors on 26th July 2013 on an open market basis.

The investment property also in Loanhead was valued at £780,000 (cost 863,684) by DM Hall LLP Chartered Surveyors on 26th July 2013 on an open market basis. The loss on revaluation was transferred from the revaluation reserve.

**J B FOODS (SCOTLAND) LIMITED****NOTES TO THE ABBREVIATED ACCOUNTS****YEAR ENDED 31st MAY 2013****9. TANGIBLE FIXED ASSETS** *(continued)***Hire purchase agreements**

Included within the net book value of £3,330,268 is £295,690 (2012 - £284,188) 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 £35,445 (2012 - £35,398).

**10. INVESTMENTS**

	Subsidiary undertaking £	Other investments £	Total £
<b>COST</b>			
At 1st June 2012 and 31st May 2013	<u>900</u>	<u>12,500</u>	<u>13,400</u>
<b>NET BOOK VALUE</b>			
At 31st May 2013 and 31st May 2012	<u>900</u>	<u>12,500</u>	<u>13,400</u>

The company owns 900 ordinary £1 shares in Double 'A' Ices Limited, which represents 100% of the issued share capital. The company is dormant and is registered in England and Wales. The year-end of Double 'A' Ices Limited is not co-terminus with that of JB Foods (Scotland) Limited. The directors are of the view that as the subsidiary is non-trading and its investment value immaterial, therefore they have not changed the year end. The latest accounting period filed at Companies House was the year ended 29th February 2013.

The aggregate capital and reserves of Double 'A' Ices Limited at 31st May 2013 was £900 (2012 - £900). As the company has not traded there has not been any profit or loss in the current or previous year.

At 28th February 2008, the company acquired 5,000 ordinary shares of £1 each representing 5.26% of the issued share capital of Ice Cream World Limited at that time, a company registered in England & Wales (number 03697222). The company has not acquired or disposed of any shares since this date and it currently owns 5.26% (2012 - 5.26%) of the issued share capital of Ice Cream World Limited.

At 20th December 2011, the company acquired 50 ordinary shares of £1 each representing 0.42% of the issued share capital of Today's Wholesale Services Limited, a company registered in England and Wales (number 07727182) for a total consideration of £7,500. This represents a premium of £149 per share.

**11. STOCKS**

	2013 £	2012 £
Goods for resale	<u>1,159,291</u>	<u>1,118,820</u>

**J B FOODS (SCOTLAND) LIMITED****NOTES TO THE ABBREVIATED ACCOUNTS****YEAR ENDED 31st MAY 2013****12. DEBTORS**

	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
Trade debtors	1,319,420	1,285,503
Amounts owed by undertakings in which the company has a participating interest	19,084	15,850
Other debtors	83,081	50,082
Directors current accounts - Mr L Brown	18,774	40,487
Prepayments and accrued income	21,429	20,644
	<u>1,461,788</u>	<u>1,412,566</u>

**13. CREDITORS: Amounts falling due within one year**

	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
Bank loans and overdrafts	1,653,979	1,208,537
Trade creditors	1,776,760	1,451,030
Other creditors including taxation and social security:		
Corporation tax	10,891	17,941
PAYE and social security	60,280	64,046
VAT	13,595	28,151
Hire purchase agreements	48,962	68,475
Other creditors and accruals	14,691	88,094
Directors current accounts - Mr & Mrs TJ Brown	32,300	18,800
	<u>180,719</u>	<u>285,507</u>
	<u>3,611,458</u>	<u>2,945,074</u>

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

	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
Bank loans and overdrafts	<u>1,653,979</u>	<u>1,208,537</u>

The bank loans and overdraft are secured by a bond and floating charge, and fixed charge over the whole of the company's current and future assets, along with a standard security over the company's property and investment property in favour of the Royal Bank of Scotland.

**J B FOODS (SCOTLAND) LIMITED****NOTES TO THE ABBREVIATED ACCOUNTS****YEAR ENDED 31st MAY 2013****14. CREDITORS: Amounts falling due after more than one year**

	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
Bank loans and overdrafts	436,024	1,109,299
Other creditors:		
Hire purchase agreements	63,060	51,626
	<u>499,084</u>	<u>1,160,925</u>

The company has two loan agreements which are due for repayment by instalments after five years: - The first is a fixed term business loan which is being repaid over a fifteen year period by fixed monthly instalments. In respect of this loan, the company has entered into an interest rate swap, under the terms of which the rate has been limited to a maximum of 6.5% for a period of five years; and - The second is a LIBOR linked loan with a term of fifteen years, being repaid by monthly instalments. In respect of this loan, the company has entered into an interest rate swap, under the terms of which the rate has been limited to a maximum of 4.67% for a period of five years. Post year end all of the bank loans were refinanced with HSBC.

The following liabilities disclosed under creditors falling due after more than one year are secured by the company:

	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
Bank loans and overdrafts	<u>436,024</u>	<u>1,109,299</u>

The bank loans and overdraft are secured by a bond and floating charge, and fixed charge over the whole of the company's current and future assets, along with a standard security over the company's property and investment property in favour of the Royal Bank of Scotland.

The following aggregate liabilities disclosed under creditors falling due after more than one year are due for repayment after more than five years from the balance sheet date:

	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
Bank loans and overdrafts	<u>60,424</u>	<u>515,299</u>

**15. COMMITMENTS UNDER HIRE PURCHASE AGREEMENTS**

Future commitments under hire purchase agreements are as follows:

	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
Amounts payable within 1 year	57,242	85,205
Amounts payable between 2 to 5 years	67,646	55,082
	<u>124,888</u>	<u>140,287</u>
Less interest and finance charges relating to future periods	(12,866)	(20,186)
	<u>112,022</u>	<u>120,101</u>
Hire purchase agreements are analysed as follows:		
Current obligations	48,962	68,475
Non-current obligations	63,060	51,626
	<u>112,022</u>	<u>120,101</u>

**J B FOODS (SCOTLAND) LIMITED****NOTES TO THE ABBREVIATED ACCOUNTS****YEAR ENDED 31st MAY 2013****16. PENSIONS**

The company operates a defined contribution pension scheme for employees and directors. During the year the company made payments of £10,267 (2012: £19,029) into the scheme. There were no outstanding or prepaid contributions at the balance sheet date.

**17. DEFERRED TAXATION**

The movement in the deferred taxation provision during the year was:

	2013 £	2012 £
Provision brought forward	103,229	101,245
Profit and loss account movement arising during the year	(4,714)	1,984
Provision carried forward	<u>98,515</u>	<u>103,229</u>

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

	2013 £	2012 £
Accelerated capital allowances	98,515	103,229
	<u>98,515</u>	<u>103,229</u>

No provision has been made for deferred tax on gains recognised on revaluing property to its market value. Such tax would become payable only if the property were sold without it being possible to claim rollover relief. The total amount unprovided is £53,307. At present, it is not envisaged that any tax will become payable in the foreseeable future.

**18. COMMITMENTS UNDER OPERATING LEASES**

At 31st May 2013 the company had annual commitments under non-cancellable operating leases as set out below.

	Assets other than Land and buildings 2013 £	2012 £
Operating leases which expire:		
Within 1 year	83,504	6,386
Within 2 to 5 years	151,050	162,408
	<u>234,554</u>	<u>168,794</u>

**19. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES**

At 1st June 2012, the company was due £40,487 from Mr Lee Brown, via his current account. During the year the company made advances of £12,037 to Mr Lee Brown and he made repayments of £33,749. No interest was charged and there are no fixed repayment terms. As a result of these transactions, at 31st May 2013 Mr Lee Brown owed the company £18,774.

**J B FOODS (SCOTLAND) LIMITED****NOTES TO THE ABBREVIATED ACCOUNTS****YEAR ENDED 31st MAY 2013****20. 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 directly owns 72.9% (2012 - 72.9%) of the company's share capital, with his wife, Mrs C Brown owning 21.1% (2012 - 21.1%) of the company's share capital and his adult son Mr Lee Brown owning the remaining 6% (2012 - 6%) of the company's issued share capital.

The company is due £900 (2012 - £900) to its non-trading 100% owned subsidiary, Double 'A' Ices Limited.

During the year the company paid dividends to the directors of £45,000 (2012 - £20,000). The directors who received the dividends were Mr J Brown, Mrs C Brown and Mr L Brown in accordance with their shareholdings.

During the year the company sold goods to Newton Bay Fish Company Limited, a company in which Mr J Brown and Mr L Brown are directors, amounting to £7,024 (2012 - £66,809). The balance outstanding at the year end due from Newton Bay Fish Company Limited was £48,687 (2012 - £46,247). All transactions were conducted on normal commercial terms and at arms length.

**21. SHARE CAPITAL**

Allotted, called up and fully paid:

	<b>2013</b>		<b>2012</b>	
	<b>No</b>	<b>£</b>	<b>No</b>	<b>£</b>
Ordinary shares of £1 each	<u>20,000</u>	<u>20,000</u>	<u>20,000</u>	<u>20,000</u>

**22. REVALUATION RESERVE**

	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
Balance brought forward	350,220	113,435
Revaluation of fixed assets	(83,684)	236,785
Balance carried forward	<u>266,536</u>	<u>350,220</u>

**23. PROFIT AND LOSS ACCOUNT**

	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
Balance brought forward	1,514,709	1,464,310
Profit for the financial year	11,941	70,399
Equity dividends	(45,000)	(20,000)
Balance carried forward	<u>1,481,650</u>	<u>1,514,709</u>