

Abbreviated Accounts For The Year Ended 31 December 2005

for

Speyside Distillers Company Limited

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**Speyside Distillers Company Limited**

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**For The Year Ended 31 December 2005**

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**Speyside Distillers Company Limited**

**Company Information**  
**For The Year Ended 31 December 2005**

**DIRECTORS**

R Andersen  
G R Taylor  
Sir J Aykroyd  
S F Hendry

**SECRETARY**

Sir J Aykroyd

**REGISTERED OFFICE**

Duchess Road  
Rutherglen  
GLASGOW  
G73 1AU

**REGISTERED NUMBER**

199495 (Scotland)

**AUDITORS:**

ROBB FERGUSON  
Chartered Accountants  
Registered Auditors  
5 Oswald Street  
Glasgow  
G1 4QR

**Speyside Distillers Company Limited**

**Report of the Directors**  
**For The Year Ended 31 December 2005**

The directors present their report with the accounts of the company for the year ended 31 December 2005

**PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was that of distillers and purveyors of whisky, bonded warehouse keepers and bottlers and blenders of spirits. The principal activities of the company's trading subsidiaries are as shown in the notes to the financial statements.

**REVIEW OF BUSINESS**

The results for the year and financial position of the company are as shown in the annexed accounts.

The results for the year and financial position of the company's subsidiaries are shown in the notes to the financial statements.

**DIVIDENDS**

No dividends will be distributed for the year ended 31 December 2005.

**FIXED ASSETS**

Movements in fixed assets are set out in the notes to the financial statements.

**DIRECTORS**

The directors shown below have held office during the whole of the period from 1 January 2005 to the date of this report.

R Andersen  
G R Taylor  
Sir J Aykroyd  
S F Hendry

Other changes in directors holding office are as follows:

I Jerman deceased 30 May 2005

**SUBSIDIARY UNDERTAKINGS**

The company is exempt from preparing group accounts. This is due to the fact that it is a medium group as defined by section 248 of the 1985 Companies Act.

The financial statements present information about Speyside Distillers Company Limited as an individual company and not as a group.

**STATEMENT OF 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 period. In preparing those financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**Speyside Distillers Company Limited**

**Report of the Directors**  
**For The Year Ended 31 December 2005**

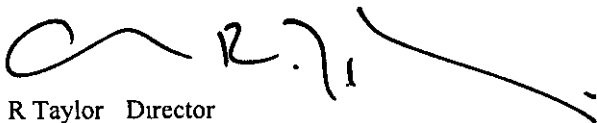
**STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**

So far as the directors are aware, there is no relevant audit information (as defined by Section 234ZA of the Companies Act 1985) of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information

**AUDITORS**

The auditors, ROBB FERGUSON, will be proposed for re appointment in accordance with Section 385 of the Companies Act 1985

**ON BEHALF OF THE BOARD:**



G R Taylor Director

Date 8 August 2007

**Report of the Independent Auditors to**  
**Speyside Distillers Company Limited**  
**Under Section 247B of the Companies Act 1985**

We have examined the abbreviated accounts set out on pages five to twenty one, together with the financial statements of Speyside Distillers Company Limited for the year ended 31 December 2005 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 auditors' 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 auditors**

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

**Other information**

On 15 August 2007 we reported, as auditors to the shareholders of the company on the financial statements for the year ended 31 December 2005 prepared under Section 226 of the Companies Act 1985, and our report included the following extract:

**"Going concern"**

In forming our opinion, we have considered the adequacy of the disclosures made in Note 1 of the financial statements re the company's accounting policy on basis of preparing the financial statements. In view of the significance of this matter we consider that it should be brought to your attention but our opinion is not qualified in this respect."

*Robb Ferguson*

ROBB FERGUSON  
Chartered Accountants  
Registered Auditors  
5 Oswald Street  
Glasgow  
G1 4QR

Date 15 August 2007

**Speyside Distillers Company Limited**

**Abbreviated Profit and Loss Account**  
**For The Year Ended 31 December 2005**

		2005	2004
	Notes	£	as restated £
<b>GROSS PROFIT</b>		<b>1,124,469</b>	923,541
Administrative expenses		<u>1,063,720</u>	<u>1,028,472</u>
<b>OPERATING PROFIT/(LOSS)</b>	3	<b>60,749</b>	(104,931)
Interest payable and similar charges	4	<u>244,829</u>	<u>238,904</u>
<b>LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		<b>(184,080)</b>	(343,835)
Tax on loss on ordinary activities	5	<u>                    </u>	<u>(13,500)</u>
<b>LOSS FOR THE FINANCIAL YEAR AFTER TAXATION</b>		<u><b>(184,080)</b></u>	<u><b>(330,335)</b></u>

**CONTINUING OPERATIONS**

None of the company's activities were acquired or discontinued during the current year or previous year

The notes form part of these abbreviated accounts

**Speyside Distillers Company Limited**

**Statement of Total Recognised Gains and Losses**  
**For The Year Ended 31 December 2005**

	2005	2004 as restated
	£	£
<b>LOSS FOR THE FINANCIAL YEAR</b>	<b>(184,080)</b>	<b>(330,335)</b>
Freehold property revaluation		129,718
	<hr/>	<hr/>
<b>TOTAL RECOGNISED GAINS AND LOSSES RELATING TO THE YEAR</b>	<b>(184,080)</b>	<b>(200,617)</b>
		<hr/>
Prior year adjustment	Note 6	
	<b>(280,313)</b>	
	<hr/>	
<b>TOTAL GAINS AND LOSSES RECOGNISED SINCE LAST ANNUAL REPORT</b>	<b>(464,393)</b>	
	<hr/>	

**NOTE OF HISTORICAL COST PROFITS AND LOSSES**

The difference between the results as disclosed in the profit and loss account and the results on an unmodified historical cost basis is not material

The notes form part of these abbreviated accounts

**Speyside Distillers Company Limited**

**Abbreviated Balance Sheet**  
**31 December 2005**

		2005		2004 as restated	
	Notes	£	£	£	£
<b>FIXED ASSETS</b>					
Tangible assets	7		1,733,090		1,720,704
Investments	8		39,700		43,100
			<hr/>		<hr/>
			1,772,790		1,763,804
 <b>CURRENT ASSETS</b>					
Stocks	9	3,508,929		3,529,137	
Debtors	10	1,862,821		1,584,470	
Investments	11	14,800		27,615	
Cash in hand		1,272		2,034	
		<hr/>		<hr/>	
		5,387,822		5,143,256	
 <b>CREDITORS</b>					
Amounts falling due within one year	12	3,250,785		4,794,983	
		<hr/>		<hr/>	
 <b>NET CURRENT ASSETS</b>			2,137,037		348,273
			<hr/>		<hr/>
 <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			3,909,827		2,112,077
 <b>CREDITORS</b>					
Amounts falling due after more than one year	13		2,200,871		219,041
			<hr/>		<hr/>
 <b>NET ASSETS</b>			1,708,956		1,893,036
			<hr/>		<hr/>

The notes form part of these abbreviated accounts


**Speyside Distillers Company Limited**

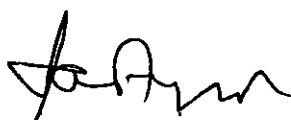
**Abbreviated Balance Sheet continued**  
**31 December 2005**

		2005		2004 as restated	
	Notes	£	£	£	£
<b>CAPITAL AND RESERVES</b>					
Called up share capital	17		9		9
Share premium	18		671,243		671,243
Revaluation reserve	18		129,718		129,718
Other reserves	18		1,327,750		1,327,750
Profit and loss account	18		<u>(419,764)</u>		<u>(235,684)</u>
<b>SHAREHOLDERS' FUNDS</b>	21		<u>1,708,956</u>		<u>1,893,036</u>

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

The financial statements were approved by the Board of Directors on 8 August 2007 and were signed on its behalf by

  
G R Taylor Director

  
Sir J Aykroyd Director

The notes form part of these abbreviated accounts

**Speyside Distillers Company Limited**

**Cash Flow Statement**  
**For The Year Ended 31 December 2005**

		2005		2004 as restated	
	Notes	£	£	£	£
<b>Net cash inflow from operating activities</b>	1		305,469		252,640
<b>Returns on investments and servicing of finance</b>	2		(244,829)		(238,904)
<b>Capital expenditure and financial investment</b>	2		(131,213)		(98,898)
			<u>(70,573)</u>		<u>(85,162)</u>
<b>Financing</b>	2		<u>1,932,886</u>		<u>(170,876)</u>
<b>Increase/(Decrease) in cash in the period</b>			<u><u>1,862,313</u></u>		<u><u>(256,038)</u></u>
<hr/>					
<b>Reconciliation of net cash flow to movement in net debt</b>	3				
Increase/(Decrease) in cash in the period		1,862,313		(256,038)	
Cash inflow from decrease in liquid resources		(12,815)			
Cash inflow from increase in debt and lease financing		<u>(1,997,444)</u>		<u>(118,182)</u>	
Change in net debt resulting from cash flows			<u>(147,946)</u>		<u>(374,220)</u>
<b>Movement in net debt in the period</b>			<u>(147,946)</u>		<u>(374,220)</u>
<b>Net debt at 1 January</b>			<u>(3,376,670)</u>		<u>(3,002,450)</u>
<b>Net debt at 31 December</b>			<u><u>(3,524,616)</u></u>		<u><u>(3,376,670)</u></u>

The notes form part of these abbreviated accounts

**Speyside Distillers Company Limited**

**Notes to the Cash Flow Statement**  
**For The Year Ended 31 December 2005**

**1 RECONCILIATION OF OPERATING PROFIT/(LOSS) TO NET CASH INFLOW FROM OPERATING ACTIVITIES**

	2005	2004 as restated
	£	£
Operating profit/(loss)	60,749	(104,931)
Depreciation charges	131,622	130,233
Loss on disposal of fixed assets	3,420	2,730
Deferred grants	(4,700)	(4,700)
Decrease in stocks	20,208	562,897
(Increase)/Decrease in debtors	(278,351)	150,281
Increase/(Decrease) in creditors	372,521	(483,870)
<b>Net cash inflow from operating activities</b>	<b>305,469</b>	<b>252,640</b>

**2 ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT**

	2005	2004 as restated
	£	£
<b>Returns on investments and servicing of finance</b>		
Interest paid	(233,686)	(228,740)
Interest element of hire purchase payments	(11,143)	(10,164)
<b>Net cash outflow for returns on investments and servicing of finance</b>	<b>(244,829)</b>	<b>(238,904)</b>
<b>Capital expenditure and financial investment</b>		
Purchase of tangible fixed assets	(161,408)	(159,598)
Sale of tangible fixed assets	13,981	7,300
Sale of fixed asset investments	16,214	3,400
		50,000
<b>Net cash outflow for capital expenditure and financial investment</b>	<b>(131,213)</b>	<b>(98,898)</b>
<b>Financing</b>		
New loans in year	2,025,000	
Capital repayments in year	(27,556)	(75,738)
Amount withdrawn by directors	(64,558)	(95,138)
<b>Net cash inflow/(outflow) from financing</b>	<b>1,932,886</b>	<b>(170,876)</b>

The notes form part of these abbreviated accounts

**Speyside Distillers Company Limited**

**Notes to the Cash Flow Statement**  
**For The Year Ended 31 December 2005**

**3 ANALYSIS OF CHANGES IN NET DEBT**

	At 1.1 05 £	Cash flow £	At 31 12 05 £
Net cash			
Cash at bank and in hand	2,034	(762)	1,272
Bank overdraft	(3,236,745)	1,863,075	(1,373,670)
	<u>(3,234,711)</u>	<u>1,862,313</u>	<u>(1,372,398)</u>
Liquid resources			
Current asset investments	27,615	(12,815)	14,800
	<u>27,615</u>	<u>(12,815)</u>	<u>14,800</u>
Debt			
Hire purchase	(169,574)	27,556	(142,018)
Debts falling due after one year		(2,025,000)	(2,025,000)
	<u>(169,574)</u>	<u>(1,997,444)</u>	<u>(2,167,018)</u>
Total	<u>(3,376,670)</u>	<u>(147,946)</u>	<u>(3,524,616)</u>

The notes form part of these abbreviated accounts

**Speyside Distillers Company Limited**

**Notes to the Abbreviated Accounts**  
**For The Year Ended 31 December 2005**

**1 ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

In accordance with their responsibilities as directors, the directors have considered the appropriateness of the going concern basis for the preparation of the financial statements

The company meets its day to day working capital requirements through a bank overdraft and term loan facilities and loans from directors. The overdraft is repayable on demand and renewable on an annual basis, the next renewal date being 31 December 2007. The term loan facility is renewable on 14 December 2010 and no capital repayments will be made before this time. On the basis of the cashflow information made available and discussions with the company's bankers, the directors consider that the company will continue to operate within the current facilities. On this basis, the directors consider it appropriate to prepare the financial statements on a going concern basis. The financial statements do not include any adjustments that might result from a withdrawal of the facilities by the company's bankers or directors.

**Accounting convention**

The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets.

**Turnover**

Turnover represents net invoiced sales of goods, excluding value added tax.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Freehold property	2% on cost
Short leasehold	over the period of lease
Fixed plant and equipment	25% on reducing balance and 5% on cost
Fixtures and fittings	25% on reducing balance
Motor vehicles	25% on reducing balance

**Stocks**

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

**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed 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 transaction. Exchange differences are taken into account in arriving at the operating result.

**Hire purchase and leasing commitments**

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

**Pensions**

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

**Speyside Distillers Company Limited**

**Notes to the Abbreviated Accounts continued**  
**For The Year Ended 31 December 2005**

**1 ACCOUNTING POLICIES continued**

**Investments**

Fixed asset investments are stated at cost unless, in the opinion of the directors, there has been a permanent diminution in value, in which case an appropriate adjustment is made. Listed current asset investments are stated at the lower of cost or market value where the difference is material, and current asset investment investments are stated at the lower of cost and estimated net realisable value.

**Government grants**

Government grants on capital expenditure are credited to a deferral account and are released to revenue in accordance with the terms on which capital expenditure is depreciated.

**2 STAFF COSTS**

	2005	2004 as restated
	£	£
Wages and salaries	1,433,991	1,433,430
Social security costs	127,624	124,888
Other pension costs	29,408	26,376
	<u>1,591,023</u>	<u>1,584,694</u>

The average monthly number of employees during the year was as follows

	2005	2004 as restated
Administrative staff	19	19
Distillery staff	4	4
Bonding staff	72	73
	<u>95</u>	<u>96</u>

**3 OPERATING PROFIT/(LOSS)**

The operating profit (2004 operating loss) is stated after charging

	2005	2004 as restated
	£	£
Depreciation owned assets	88,811	96,428
Depreciation assets on hire purchase contracts	42,810	33,807
Loss on disposal of fixed assets	3,420	2,730
Auditors' remuneration	10,000	10,000
Operating lease Distillery	9,500	9,500
Operating lease Equipment		5,237
	<u>160,793</u>	<u>155,863</u>

The number of directors to whom retirement benefits were accruing was as follows

Money purchase schemes	<u>2</u>	<u>2</u>
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**Speyside Distillers Company Limited**

**Notes to the Abbreviated Accounts continued**  
**For The Year Ended 31 December 2005**

**4 INTEREST PAYABLE AND SIMILAR CHARGES**

	2005	2004 as restated
	£	£
Bank interest	233,686	227,228
Other interest		1,512
Hire purchase	11,143	10,164
	<u>244,829</u>	<u>238,904</u>

**5 TAXATION**

**Analysis of the tax credit**

The tax credit on the loss on ordinary activities for the year was as follows

	2005	2004 as restated
	£	£
Deferred tax		(13,500)
Tax on loss on ordinary activities		(13,500)

**6 PRIOR YEAR ADJUSTMENT**

During the year the company reviewed its write off policy for dry goods and bond stocks. This has resulted in a prior year adjustment of £280,313 in respect of additional stock write offs.

**7 TANGIBLE FIXED ASSETS**

	Freehold property £	Short leasehold £	Fixed plant and equipment £
<b>COST OR VALUATION</b>			
At 1 January 2005	1,000,000	40,342	946,925
Additions			96,116
At 31 December 2005	<u>1,000,000</u>	<u>40,342</u>	<u>1,043,041</u>
<b>DEPRECIATION</b>			
At 1 January 2005		17,904	311,461
Charge for year		4,476	99,471
At 31 December 2005		<u>22,380</u>	<u>410,932</u>
<b>NET BOOK VALUE</b>			
At 31 December 2005	<u>1,000,000</u>	<u>17,962</u>	<u>632,109</u>
At 31 December 2004	<u>1,000,000</u>	<u>22,438</u>	<u>635,464</u>

Speyside Distillers Company Limited

Notes to the Abbreviated Accounts continued  
For The Year Ended 31 December 2005

7 **TANGIBLE FIXED ASSETS continued**

	<b>Fixtures and fittings £</b>	<b>Motor vehicles £</b>	<b>Totals £</b>
<b>COST OR VALUATION</b>			
At 1 January 2005	88,620	47,201	2,123,088
Additions	1,387	63,905	161,408
Disposals		(30,943)	(30,943)
	<hr/>	<hr/>	<hr/>
At 31 December 2005	90,007	80,163	2,253,553
	<hr/>	<hr/>	<hr/>
<b>DEPRECIATION</b>			
At 1 January 2005	55,323	17,696	402,384
Charge for year	8,671	19,003	131,621
Eliminated on disposal		(13,542)	(13,542)
	<hr/>	<hr/>	<hr/>
At 31 December 2005	63,994	23,157	520,463
	<hr/>	<hr/>	<hr/>
<b>NET BOOK VALUE</b>			
At 31 December 2005	26,013	57,006	1,733,090
	<hr/>	<hr/>	<hr/>
At 31 December 2004	33,297	29,505	1,720,704
	<hr/>	<hr/>	<hr/>

Cost or valuation at 31 December 2005 is represented by

	<b>Freehold property £</b>	<b>Short leasehold £</b>	<b>Fixed plant and equipment £</b>
Valuation in 2005	63,934		
Cost	936,066	40,342	1,043,041
	<hr/>	<hr/>	<hr/>
	1,000,000	40,342	1,043,041
	<hr/>	<hr/>	<hr/>
	<b>Fixtures and fittings £</b>	<b>Motor vehicles £</b>	<b>Totals £</b>
Valuation in 2005			63,934
Cost	90,007	80,163	2,189,619
	<hr/>	<hr/>	<hr/>
	90,007	80,163	2,253,553
	<hr/>	<hr/>	<hr/>

**Speyside Distillers Company Limited**

**Notes to the Abbreviated Accounts continued**  
**For The Year Ended 31 December 2005**

**7 TANGIBLE FIXED ASSETS continued**

If freehold property had not been revalued it would have been included at the following historical cost

	<b>2005</b>	2004 as restated
	<b>£</b>	<b>£</b>
Cost	<b>936,066</b>	936,066
Aggregate depreciation	<b>110,175</b>	91,454
Value of land in freehold land and buildings	<b>90,900</b>	90,900

Freehold property was valued on an open market basis on 31 December 2005 by the Directors

Fixed assets, included in the above, which are held under hire purchase contracts are as follows

	<b>Fixed plant and equipment £</b>	<b>Motor vehicles £</b>	<b>Totals £</b>
<b>COST OR VALUATION</b>			
At 1 January 2005	341,264	13,495	354,759
Additions		63,905	63,905
Disposals		(13,495)	(13,495)
At 31 December 2005	341,264	63,905	405,169
<b>DEPRECIATION</b>			
At 1 January 2005	36,625	8,434	45,059
Charge for year	26,834	15,976	42,810
Eliminated on disposal		(8,434)	(8,434)
At 31 December 2005	63,459	15,976	79,435
<b>NET BOOK VALUE</b>			
At 31 December 2005	277,805	47,929	325,734
At 31 December 2004	304,639	5,061	309,700

**Speyside Distillers Company Limited**

**Notes to the Abbreviated Accounts continued**  
**For The Year Ended 31 December 2005**

**8 FIXED ASSET INVESTMENTS**

	<b>Unlisted investments £</b>
<b>COST</b>	
At 1 January 2005	<b>83,100</b>
Disposals	<b>(3,400)</b>
	<hr/>
At 31 December 2005	<b>79,700</b>
	<hr/>
<b>PROVISIONS</b>	
At 1 January 2005 and 31 December 2005	<b>40,000</b>
	<hr/>
<b>NET BOOK VALUE</b>	
At 31 December 2005	<b>39,700</b>
	<hr/>
At 31 December 2004	<b>43,100</b>
	<hr/>

The company's investments at the balance sheet date in the share capital of companies include the following

**Speyside Distillery Company Limited**

Nature of business Non trading company

	<b>%</b>
Class of shares	holding
Ordinary	100 00

The aggregate capital and reserves of the Speyside Distillery Company Limited at the year end was nil (2004 nil)

**Speyside Bonding Company Ltd**

Nature of business Non trading company

	<b>%</b>
Class of shares	holding
Ordinary	100 00

The aggregate capital and reserves of the Speyside Bonding Company Limited at the year end was nil (2004 nil)

Included in the costs of unlisted investments is the sum of £40,000 in respect of the cost of the investment in the Speyside Bonding Company Limited This has been provided for in full in previous years due to the nil balance sheet position of the company at the year end

**Forbes Ross & Company Ltd**

Nature of business Holding company & whisky trademark owner

	<b>%</b>
Class of shares	holding
Ordinary	100 00

	<b>2005</b>	<b>2004</b>
	<b>£</b>	<b>£</b>
Aggregate capital and reserves	<b>2,762</b>	<b>2,933</b>
Loss for the year	<b>(171)</b>	<b>(171)</b>
	<hr/>	<hr/>

Included in the costs of unlisted investments is the sum of £5,000 in respect of the cost of the investment in Forbes Ross & Company Limited

**Speyside Distillers Company Limited**

**Notes to the Abbreviated Accounts continued**  
**For The Year Ended 31 December 2005**

**8 FIXED ASSET INVESTMENTS continued**

The company also holds other non group, unlisted investments at a cost of £ 34,700 (2004 £38,100), which the directors consider to fairly represent current market value

**9 STOCKS**

	2005	2004 as restated
	£	£
Stock whisky fillings	2,816,115	2,719,727
Materials and cased goods	692,814	809,410
	<u>3,508,929</u>	<u>3,529,137</u>

**10 DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2005	2004 as restated
	£	£
Trade debtors	1,256,501	1,097,813
VAT	31,499	67,368
Prepayments and accrued income	574,821	419,289
	<u>1,862,821</u>	<u>1,584,470</u>

**11 CURRENT ASSET INVESTMENTS**

	2005	2004 as restated
	£	£
Listed investments		12,815
Unlisted investments	14,800	14,800
	<u>14,800</u>	<u>27,615</u>

**12 CREDITORS AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2005	2004 as restated
	£	£
Bank loans and overdrafts (see note 14)	1,373,670	3,236,745
Hire purchase contracts (see note 15)	84,446	73,532
Trade creditors	602,085	570,581
Social security and other taxes	122,915	101,786
Amounts owed to group companies	2,909	2,909
Other creditors	315,358	28,697
Directors' current accounts	321,748	386,306
Accrued expenses	422,954	389,727
Deferred government grants	4,700	4,700
	<u>3,250,785</u>	<u>4,794,983</u>

**Speyside Distillers Company Limited**

**Notes to the Abbreviated Accounts continued**  
**For The Year Ended 31 December 2005**

**13 CREDITORS AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	2005	2004 as restated
	£	£
Bank loans (see note 14)	2,025,000	
Hire purchase contracts (see note 15)	57,572	96,042
Deferred government grants	118,299	122,999
	<u>2,200,871</u>	<u>219,041</u>

**14 LOANS**

An analysis of the maturity of loans is given below

	2005	2004 as restated
	£	£
Amounts falling due within one year or on demand		
Bank overdrafts	<u>1,373,670</u>	<u>3,236,745</u>
Amounts falling due between two and five years		
Bank loans 2 5 years	<u>2,025,000</u>	

**15 OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES**

	2005	2004 as restated
	£	£
Gross obligations repayable		
Within one year	91,531	83,308
Between one and five years	<u>59,617</u>	<u>101,194</u>
	<u>151,148</u>	<u>184,502</u>
Finance charges repayable		
Within one year	7,085	9,776
Between one and five years	<u>2,045</u>	<u>5,152</u>
	<u>9,130</u>	<u>14,928</u>
Net obligations repayable		
Within one year	84,446	73,532
Between one and five years	<u>57,572</u>	<u>96,042</u>
	<u>142,018</u>	<u>169,574</u>

**Speyside Distillers Company Limited**

**Notes to the Abbreviated Accounts continued**  
**For The Year Ended 31 December 2005**

**15 OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES continued**

The following operating lease payments are committed to be paid within one year

		<b>Land and buildings</b>
	<b>2005</b>	2004 as restated
	<b>£</b>	<b>£</b>
Expiring		
In more than five years	<b>9,500</b>	<b>9,500</b>
	<hr/>	<hr/>

**16 SECURED DEBTS**

The following secured debts are included within creditors

	<b>2005</b>	2004 as restated
	<b>£</b>	<b>£</b>
Bank overdrafts	<b>1,373,670</b>	3,236,745
Bank loans	<b>2,025,000</b>	
	<hr/>	<hr/>
	<b>3,398,670</b>	<b>3,236,745</b>
	<hr/>	<hr/>

The bank overdraft and term loan are secured by a standard security over No 14 Bond, Duchess Road, Rutherglen and a letter of pledge over the whisky stock as well as a bond and floating charge over the whole of the assets of the company

**17 CALLED UP SHARE CAPITAL**

Authorised Number	Class	Nominal value	<b>2005</b>	2004 as restated
			<b>£</b>	<b>£</b>
1,000	Ordinary	£0 01	<b>10</b>	<b>10</b>
			<hr/>	<hr/>
Allotted, issued and fully paid Number	Class	Nominal value	<b>2005</b>	2004 as restated
			<b>£</b>	<b>£</b>
889	Ordinary	£0 01	<b>9</b>	<b>9</b>
			<hr/>	<hr/>

**Speyside Distillers Company Limited**

**Notes to the Abbreviated Accounts continued**  
**For The Year Ended 31 December 2005**

**18 RESERVES**

	<b>Profit and loss account £</b>	<b>Share premium £</b>	<b>Revaluation reserve £</b>	<b>Other reserves £</b>	<b>Totals £</b>
At 1 January 2005	44,629	671,243	129,718	1,327,750	2,173,340
Prior year adjustment	(280,313)				(280,313)
	(235,684)				1,893,027
Deficit for the year	(184,080)				(184,080)
At 31 December 2005	(419,764)	671,243	129,718	1,327,750	1,708,947

Other reserves represent capital reserves arising on transfer of subsidiary company net assets

**19 PENSION COMMITMENTS**

The company operates a defined contribution pension scheme for nominated employees and directors. The pension charge represents contributions payable by the company to the scheme in the year and amounted to £29,408 (2004 £26,376). There was no outstanding contributions at the year end.

**20 CAPITAL COMMITMENTS**

	<b>2005 £</b>	<b>2004 as restated £</b>
Contracted but not provided for in the financial statements	35,075	5,244

**21 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

	<b>2005 £</b>	<b>2004 as restated £</b>
Loss for the financial year	(184,080)	(330,335)
Other recognised gains and losses relating to the year (net)		129,718
<b>Net reduction of shareholders' funds</b>	<b>(184,080)</b>	<b>(200,617)</b>
Opening shareholders' funds (originally £2,173,349 before prior year adjustment of £(280,313))	1,893,036	2,093,653
<b>Closing shareholders' funds</b>	<b>1,708,956</b>	<b>1,893,036</b>
Equity interests	1,708,956	1,893,036