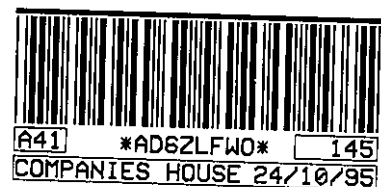


LAITA UK LIMITED

Registered Number: 02667268

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 1994



HOUGHTON STONE
REGISTERED AUDITOR

LAITA UK LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 1994

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The following page does not form part of the statutory accounts

Detailed trading and profit and loss account	Appendix 1
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LAITA UK LIMITED**COMPANY INFORMATION****FOR THE YEAR ENDED 31 DECEMBER 1994**

REGISTERED NUMBER	02667268
DIRECTORS	P Bissey L Godfroy J M Spencer
SECRETARY	J Lefeuvre
REGISTERED OFFICE	Henleaze House Harbury road Bristol BS9 4PN
BANKERS	Lloyds Bank plc 64 Fore Street Trowbridge Wilts.
AUDITORS	Houghton Stone Accountants Henleaze House Harbury Road Henleaze Bristol BS9 4PN

LAITA UK LIMITED**DIRECTORS' REPORT****FOR THE YEAR ENDED 31 DECEMBER 1994**

The directors present their report and the audited financial statements for the year ended 31 December 1994.

Present directors

P Bissey
L Godfroy
J M Spencer

The directors of the company during the year ended 31 December 1994 were those listed above.

Principal activity

The principal activity of the company is wholesale of French soft cheeses.

Directors

The directors who served during the year and their beneficial interests in the company's issued share capital were as follows:

	31 December 1994 Ordinary shares	1 January 1994 Ordinary shares
P Bissey	-	-
L Godfroy	-	-
J M Spencer	-	-

The directors' beneficial interest in the share capital of the ultimate holding company is shown in that company's financial statements.

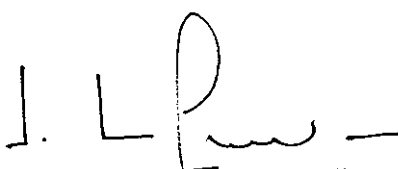
Auditors

In accordance with section 385 of the Companies Act 1985 a resolution proposing the re-appointment of Houghton Stone as auditors to the company will be put to the annual general meeting.

Small company exemptions

In preparing this report advantage has been taken of the special exemptions applicable to small companies.

Signed on behalf of the directors,



J Lefevre
Secretary

Date

16/6/95

LAITA UK LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES

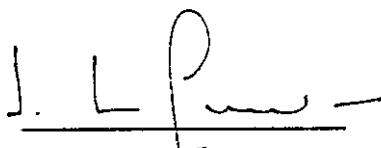
We are required under company law to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements we are required to:

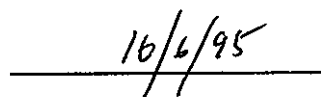
- select suitable accounting policies and apply them consistently;
- make reasonable and prudent judgements and estimates;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

We are also responsible for keeping proper accounting records which disclose with reasonable accuracy, at any time, the financial position of the company and enable us to ensure that the financial statements comply with the Companies Act 1985.

We are also responsible for safeguarding the assets of the company and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

Signed on behalf of the board:


J Lefeuve
Secretary


Date

LAITA UK LIMITED

AUDITORS' REPORT

TO THE MEMBERS OF LAITA UK LIMITED

We have audited the financial statements on pages 5 to 11 which have been prepared under the historical cost convention and the accounting policies set out on page 7.

Respective responsibilities of directors and auditors

As described on page 3, the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements 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 financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company'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 financial statements are free from material misstatement, whether caused by fraud or error or other irregularity. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 December 1994 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.

Houghton Stone

HOUGHTON STONE
Registered Auditor

Henleaze House
Harbury Road
Henleaze
Bristol BS9 4PN

16 MAY 1995.

LAITA UK LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 1994

	Note	1994 £	1993 £
Turnover		1,850,592	1,118,480
Cost of sales		(1,729,037)	(1,028,939)
Gross profit		121,555	89,541
Net operating expenses			
Administrative expenses		(112,110)	(87,744)
Other operating income		973	-
Operating profit	2	10,418	1,797
Interest payable	3	-	(8)
Profit on ordinary activities before taxation		10,418	1,789
Taxation	4	(2,604)	(447)
Profit on ordinary activities after taxation		7,814	1,342
Dividends		(8,000)	-
Retained (loss)/profit for the year	10	(186)	1,342

Movements in reserves are shown in note 10.

There are no recognised gains and losses in 1994 or 1993 other than the (loss)/profit for the year.

The notes on pages 8 to 11 form part of these financial statements.

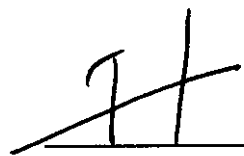
LAITA UK LIMITED

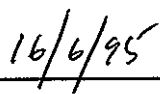
BALANCE SHEET

AT 31 DECEMBER 1994

	Note	£	1994	£	1993	£
Fixed assets						
Tangible assets	5		2,561			-
Current assets						
Debtors	6	337,609		290,346		
Cash at bank and in hand		165,643		32,781		
		503,252		323,127		
Creditors: amounts falling due within one year	7	(499,657)		(316,785)		
Net current assets			3,595			6,342
Total assets less current liabilities			6,156			6,342
Capital and reserves						
Called up share capital	9	5,000		5,000		
Profit and loss account	10	1,156		1,342		
Total shareholders' funds	8	6,156		6,342		

The directors have taken advantage in the preparation of these financial statements of special exemptions provided by Part I of Schedule 8 to the Companies Act 1985 on the basis that the company qualifies as a small company.


P Bissey


Date

The notes on pages 8 to 11 form part of these financial statements.

LAITA UK LIMITED

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 1994

	1994		1993	
	£	£	£	£
Net cash inflow from operating activities		136,724		27,789
Returns on investments and servicing of finance				
Interest paid	-		(8)	
Net cash outflow from returns on investments and servicing of finance		-		(8)
Taxation				
Corporation tax paid (including ACT)	(447)		-	
Tax paid		(447)		-
Investing activities				
Payments to acquire: Tangible fixed assets	(3,415)		-	
Net cash outflow from investing activities		(3,415)		-
Net cash inflow before financing		132,862		27,781
Financing		-		-
Increase in cash and cash equivalents		132,862		27,781

See Note 13 for the notes to this statement.

LAITA UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 1994

1 Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost accounting rules.

Depreciation

Depreciation of fixed assets is calculated to write off their cost less any residual value over their estimated useful lives as follows:

Fixtures and fittings 25% (reducing balance)

2 Operating profit

	1994 £	1993 £
Operating profit is stated after crediting		
Interest receivable	973	-
and after charging		
Staff costs	2,403	-
Auditors' remuneration	4,000	4,000
Depreciation of tangible fixed assets (note 5) owned assets	854	-

3 Interest payable

	1994 £	1993 £
Interest payable	-	8

4 Taxation

	1994 £	1993 £
Corporation tax on profit on ordinary activities at 25% (1993 25%)	2,604	447

LAITA UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 1994

5 Tangible fixed assets

		Fixtures and Fittings £
Cost		
Additions		3,415
31 December 1994		<u>3,415</u>
Depreciation		
Charge for year		(854)
31 December 1994		<u>854</u>
Net book amount		
31 December 1994		<u><u>2,561</u></u>

6 Debtors

	1994 £	1993 £
Amounts falling due within one year		
Trade debtors	333,121	282,577
Other debtors	4,488	7,769
	<u>337,609</u>	<u>290,346</u>

7 Creditors: amounts falling due within one year

	1994 £	1993 £
Trade creditors	448,548	294,754
Other creditors	51,109	22,031
	<u>499,657</u>	<u>316,785</u>

LAITA UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 1994

8 Reconciliation of movements in shareholders' funds

	1994 £	1993 £
Profit for the financial year	7,814	1,342
Dividends	(8,000)	-
Net (subtraction from)/addition to shareholders' funds	(186)	1,342
Opening shareholders' funds	6,342	5,000
Closing shareholders' funds	6,156	6,342

9 Called up share capital

	1994		1993	
	Number of shares	£	Number of shares	£
Authorised				
Equity shares				
£1 ordinary shares	5,000	5,000	5,000	5,000
Allotted called up and fully paid				
Equity shares				
£1 ordinary shares	5,000	5,000	5,000	5,000

10 Profit and loss account

	1994 £
1 January 1994	1,342
Retained loss for the year	(186)
31 December 1994	1,156

11 Transactions in which directors have a material interest

J M Spencer is a director of Western Phoenix Limited. During the year the company employed the services of Western Phoenix Limited, the services were on normal commercial terms and amounted to £72,215.

LAITA UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 1994

12 Ultimate parent undertaking

The company's ultimate parent undertaking at the balance sheet date was Laita SA, a company incorporated in France.

13 Notes to the cash flow statement

Reconciliation of operating profit to
net cash inflow from operating activities

	1994 £	1993 £
Operating profit	10,418	1,797
Depreciation charges	854	-
(Increase) in debtors	(47,263)	(290,346)
Increase in creditors	172,715	316,338
Net cash inflow from operating activities	<u>136,724</u>	<u>27,789</u>

Analysis of changes in cash and cash
equivalents as shown in the balance sheet

Balance at 1 January 1994	32,781	5,000
Net cash inflow	<u>132,862</u>	<u>27,781</u>
Balance at 31 December 1994	<u>165,643</u>	<u>32,781</u>

Analysis of the balances of cash and cash
equivalents as shown in the balance sheet

	1994 £	1993 £	Change in year £
Cash at bank and in hand	<u>165,643</u>	<u>32,781</u>	<u>132,862</u>

14 Management charge

During the year the parent undertaking made a management charge of £15,040 for services rendered.