

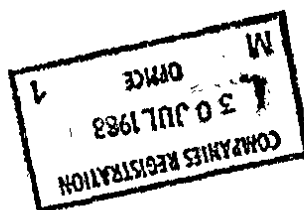
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BRITANNIA SOFT DRINKS LIMITED

DIRECTORS REPORT AND ACCOUNTS

YEAR ENDED 26 SEPTEMBER 1987

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BRITANNIA SOFT DRINKS LIMITED

REPORT OF THE DIRECTORS

The Directors have pleasure in submitting the group accounts for the 52 weeks ended 26 September 1987.

Trading Results

Turnover for the period was £274,845,158.

The profit for the period before taxation amounted to £12,694,259.

After charging taxation of £4,124,394 and eliminating minority interests of £856,986 the profit for the period was £7,712,879.

Appropriation

The Directors make the following recommendations:-

	£
Dividends to ordinary shareholders	
Final to be paid on 23 September 1988	3,240,000
Surplus transferred to Reserves	4,472,879

Principal Activities and Business Review of the Company and its Subsidiaries

The group manufactures and sells soft drinks. There have been no significant changes in the principal activities during the year.

In January 1987 the group acquired the soft drinks business of Beecham Group PLC and acquired the United Kingdom franchise for Pepsico products. This merger, which links Corona with the Britvic, Canada Dry Rawlings and R Whites brands, has created a stronger force in the highly competitive soft drinks business, although a considerable rationalisation programme is presently being carried out.

During the year the whole of the undertaking and assets of the company were transferred to Britvic Corona Holdings Limited, other than its interests in Britvic Corona Soft Drinks Limited and Britvic Soft Drinks Limited.

The group's continuing commitment to communication, consultation and involvement has contributed to a year of good industrial relations.

In the years immediately ahead the Board considers that there is substantial scope for further development of the group's products and markets.

Directors

The following are the names of the persons who, at any time during the financial year, were directors of the company:-

K Richards - Chairman	E B Colwell
P J Jarvis	R Moss
L J Ross	W G A Warde-Norbury
A D Portno	A M Jackson
T W Morkhill	J A F Trigg
J W Angles	

The following directors resigned from the board during the year:-

R Moss	21 November 1986
P J Jarvis	12 March 1987
E B Colwell	12 March 1987

The following directors were appointed to the board during the year:-

A M Jackson	21 November 1986
W G A Wade-Norbury	12 March 1987
J A F Trigg	12 March 1987

Directors' Interests

Set out below are the particulars of the interests, according to the register kept by the company, of directors of the company and their families in the Share Capital of Bass PLC at the commencement, or date of becoming a director if later and close of the financial year. The interests of the directors who are also directors of Bass Group PLC are disclosed in that company's accounts. In accordance with the requirements of the Companies Act 1985, non-beneficial trustee holdings, other than holdings as a bare trustee, have been included.

The directors' interest in shares issued to trustees under the terms of the Bass Employee Profit Share Ownership Scheme are included.

BASS PLC ORDINARY SHARES

	<u>At 26 September 1987</u>		<u>At 27 September 1986 or date of appointment</u>	
	Direct	Scheme Shares	Direct	Scheme Shares
J W Angles	33	1,239	33	1,293
T W Morkhill	2,546	1,278	2,236	1,311

All the above interests are beneficial.

No director had any interest at any time during the year in the debentures or unsecured loan stock of Bass PLC or in the capital of any of its subsidiaries.

Contracts and Arrangements

No contracts of significance in relation to the Company's business in which directors of the Company or any connected person had a material interest subsisted at the end of the financial year or at any time during the year. No arrangements to which the Company was a party subsisted at the end of the financial year or at any time during that year whose objects enabled the directors or connected persons to acquire benefits by means of the acquisition of shares in, or debentures of, the Company or any other body corporate other than the Bass Employee Profit Share Ownership Scheme which provides arrangements by which executive directors may receive shares in Bass PLC on the same terms as other employees.

Fixed Assets

Details of additions to fixed assets are shown in notes 8 & 9 to the accounts.

A professional revaluation of all properties was carried out on 1 October 1986 resulting in a surplus over book value of approximately £1,146,000.

Employees

The company continues to be fully committed to its policy of communication, consultation and involvement, and to monitoring its effectiveness. In addition to widely established arrangements involving briefing groups, consultancy committees and the publication of company newspapers, there has been an increasing use of video programmes as part of the general process of employee communication.

All eligible employees are able to participate in the Bass Employee Profit Share Ownership Scheme and the Bass Employee Saving Share Option Scheme.

It is the company policy that there shall be no discrimination in respect of sex, colour, religion, race, nationality or ethnic origin and that equal opportunities shall be given to all employees.

The company continues to assist disabled employees by making every effort to provide appropriate employment and by offering opportunities for training, career development and promotion. In recruitment procedures disabled applicants are given full and fair consideration for suitable vacancies.

Research and Development

The responsibility for research and development rests with the operating functions of the company. There is particular emphasis placed on new packaging and product development to ensure that the company can meet the demands of a competitive and changing market.

Auditors

A resolution for the reappointment of Ernst & Whinney as auditors will be proposed at the annual general meeting.

By Order of the Board

Britvic House
Chelmsford

S J Davies
Secretary



20 November 1987

REPORT OF THE AUDITORS TO THE MEMBERS OF BRITANNIA SOFT DRINKS LIMITED

We have audited the accounts set out on pages 5 to 22 in accordance with approved auditing standards. The accounts have been prepared under the historical cost convention as explained in accounting policy (a).

In our opinion the accounts give a true and fair view of the state of affairs of the company and of the group at 26 September 1987 and of the profit and source and application of funds of the group for the year then ended and comply with the Companies Act 1985.



Ernst & Whinney

Leicester

20 November 1987

BRITANNIA SOFT DRINKS LIMITED

ACCOUNTING POLICIES

FOR THE 52 WEEKS ENDED 26 SEPTEMBER 1987

The accounting policies are consistent with those adopted previously.

a) Basis of accounting

- i) The accounts have been prepared under the historical cost convention except that certain fixed assets are included at valuation.
- ii) The group accounts deal with the state of affairs and profit of the company and all subsidiaries.

b) Deferred taxation

- i) Provision is made for deferred taxation, using the liability method, on short term timing differences and all other material timing differences which are not expected to continue in the future.
- ii) It is not practical to calculate the provision for taxation of chargeable gains which might arise in the event of properties being sold at their revalued amounts.

c) Fixed assets and depreciation

i) Intangible assets

Goodwill includes purchased goodwill and costs of reorganisation necessary in ascribing fair values to the separable net assets relating to the soft drinks business acquired from Beecham Group PLC. The goodwill is being written off over its useful economic life, estimated at 20 years.

ii) Tangible assets

- a) Expenditure on additions and improvements to fixed assets is capitalised for major projects on the basis of measured work completed and for all other expenditure as incurred.
- b) Surpluses arising from time to time from professional revaluations of properties are taken direct to revaluation reserve. Valuation surpluses realised on sale are transferred from revaluation reserve to profit and loss account.
- c) Freehold land is not depreciated. Freehold properties are written off over 50 years.
- d) Leasehold properties are written off either over 50 years or the term of the lease whichever is the shorter.
- e) Cost of plant, equipment and vehicles is spread, by equal annual instalments, over the estimated useful lives of the relevant assets, namely:-

	Years
Plant and equipment	10
Fixtures and Fittings	3
Forklift Trucks	6
Vehicles	5-10

BRITANNIA SOFT DRINKS LIMITED

ACCOUNTING POLICIES

iii) Fixed asset investments

Fixed asset investments are stated at cost less any provision for diminution in value.

d) Government grants

Grants receivable are taken to a deferred income account and credited to profit for the financial year over the estimated useful lives of the relevant assets.

e) Repairs and maintenance

Expenditure on repairs and maintenance is charged to profit as incurred.

f) Research and development

Expenditure on research and development is charged to profit as incurred.

g) Retirement and death benefits

Contributions to group pension schemes are charged to profit as incurred. They are based on consistent percentages of members pensionable pay as recommended by actuaries.

h) Stocks

Stock in trade is stated at the lower of cost and net realisable value; cost includes appropriate production overheads. Consumable stores are valued at cost.

Returnable bottles, cases and pallets are stated at deposit value.

i) Turnover

Turnover is exclusive of VAT and comprises sales and other trading income of the company after deducting trade discounts.

BRITANNIA SOFT DRINKS LIMITED

GROUP PROFIT & LOSS ACCOUNT

FOR THE YEAR ENDED 26 SEPTEMBER 1987

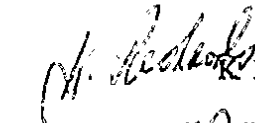
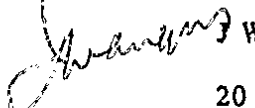
	Note	1987	1986
		£000	£000
Turnover	1	274,845	123,428
Costs and overheads less other income	2/3	(253,216)	(116,130)
Trading profit		21,629	7,298
Cost of borrowing	4	(5,581)	(181)
Profit on ordinary activities before amortisation of goodwill and taxation		16,048	7,117
Amortisation of goodwill	8	(3,354)	-
Profit on ordinary activities		12,694	7,117
Tax on profit on ordinary activities	5	(4,124)	(3,600)
Profit on ordinary activities after taxation for the financial year		8,570	3,517
Attributable to outside shareholders		(857)	-
Earnings available for ordinary shareholders		7,713	3,517
Ordinary dividends	7	(3,240)	(1,172)
Retained for reinvestment in the business	16	4,473	2,345

BRITANNIA SOFT DRINKS LIMITED

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GROUP BALANCE SHEET - 26 SEPTEMBER 1987

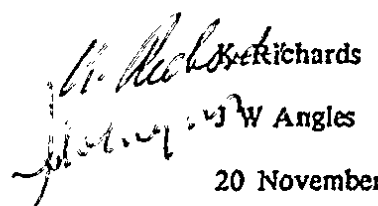
	Note	1987 £000	1986 £000
FIXED ASSETS			
Intangible assets	8	86,104	-
Tangible assets	9	99,842	46,163
		<hr/>	<hr/>
		185,946	46,163
CURRENT ASSETS			
Stock	11	49,318	24,913
Debtors	12	76,339	24,955
Cash at bank and in hand		5,043	1,323
		<hr/>	<hr/>
		130,700	51,191
CREDITORS; amounts falling due within one year			
Other creditors	13	(193,279)	(41,742)
		<hr/>	<hr/>
NET CURRENT (LIABILITIES)/ASSETS		(62,579)	9,449
		<hr/>	<hr/>
TOTAL ASSETS LESS CURRENT LIABILITIES		123,367	55,612
CREDITORS; amounts falling due after more than one year			
Other creditors	14	(81,102)	(33,976)
Accruals and deferred income - government grants		(269)	(245)
INTERESTS OF OUTSIDE SHAREHOLDERS		(7,737)	(15)
		<hr/>	<hr/>
		34,259	21,376
		<hr/>	<hr/>
CAPITAL & RESERVES			
Called up share capital	15	3,849	3,849
Share premium	16	12,957	12,957
Revaluation reserve	16	1,020	-
Other reserves	16	11,948	-
Profit and loss account	16	4,485	4,570
		<hr/>	<hr/>
		34,259	21,376
		<hr/>	<hr/>

 K. Richards)
 W. Angles) Directors
 20 November 1987

BRITANNIA SOFT DRINKS LIMITED

COMPANY BALANCE SHEET - 26 SEPTEMBER 1987

	Note	1987	1986
		£000	£000
FIXED ASSETS			
Investments	10	162,375	48,806
		<hr/>	<hr/>
CURRENT ASSETS			
Debtors	12	7,534	1,172
CREDITORS: amounts falling due within one year			
Other creditors	13	(73,033)	(1,172)
		<hr/>	<hr/>
NET CURRENT LIABILITIES		(65,499)	-
		<hr/>	<hr/>
TOTAL ASSETS LESS CURRENT LIABILITIES		96,876	48,806
CREDITORS: amounts falling due after more than one year			
	14	(75,500)	(32,000)
		<hr/>	<hr/>
		21,376	16,806
		<hr/>	<hr/>
CAPITAL AND RESERVES			
Called-up share capital	15	3,849	3,849
Share premium	16	12,957	12,957
Other reserves	16	4,570	-
		<hr/>	<hr/>
		21,376	16,806
		<hr/>	<hr/>

 M. Richards)
 J W Angles) Directors
 20 November 1987

GROUP STATEMENT OF SOURCE AND APPLICATION OF FUNDSFOR THE YEAR ENDED 26 SEPTEMBER 1987

	1987	1986
	£000	£000
FUNDS GENERATED		
Profit on ordinary activities before taxation	12,694	7,117
Items not involving the movement of funds:		
Depreciation	8,372	5,019
Amortisation of goodwill	3,354	-
Government grants written back	(126)	(26)
Profit on sale of fixed assets	(187)	60
	<hr/>	<hr/>
	24,107	12,170
Proceeds of sale of fixed assets	3,696	276
Increase in loan accounts	-	4,000
Proceeds of share issue	-	2,049
Proceeds of loan stock issued	43,500	-
Proceeds of share and loan stock issues by a subsidiary to a minority shareholder	18,963	-
	<hr/>	<hr/>
	90,266	18,495
FUNDS APPLIED		
Increase/(decrease) in working capital		
Stocks	5,192	(4,132)
Debtors	16,598	6,751
Creditors	(30,797)	(16,083)
Inter-company indebtedness	(72,055)	(206)
	<hr/>	<hr/>
	(81,062)	(13,670)
Tax paid	2,522	91
Dividend paid	1,172	560
Goodwill purchased during the year	50,541	-
Purchase of fixed assets (less government grants)	19,131	6,362
Purchase of Britvic Soft Drinks Limited	-	6,049
Rationalisation and reorganisation costs	-	16,605
Acquisition of Beecham Soft Drinks net assets*	114,504	-
	<hr/>	<hr/>
Total funds applied	106,808	15,997
	<hr/>	<hr/>
NET FUNDS - (DEFICIT)/SURPLUS	(16,542)	2,498
Represented by:	<hr/>	<hr/>
Movement in net liquid funds		
(Decrease)/increase in bank balances	(16,542)	2,498
	<hr/>	<hr/>

* The analysis of the acquisition of Beecham Soft Drinks interest is shown in note 17.

BRITANNIA SOFT DRINKS LIMITED

NOTES ON THE ACCOUNTS - 26 SEPTEMBER 1987

1. TURNOVER

Turnover is stated after deducting trade discounts and is analysed by geographical location as follows:-

	1987	1986
	£000	£000
United Kingdom	273,927	122,868
Other European countries	667	347
Rest of the world	251	213
	<hr/>	<hr/>
	274,845	123,428
	<hr/>	<hr/>

2. COSTS AND OVERHEADS LESS OTHER INCOME

Change in stocks of finished goods	(4,521)	146
Other operating income	(188)	-
Raw materials, consumables and Excise Duty	170,137	47,118
Other external charges	29,204	37,560
Staff costs (note 3)	49,273	26,279
Depreciation on tangible fixed assets	8,372	4,993
Government grants written back	(126)	(26)
Other operating charges	1,065	60
	<hr/>	<hr/>
	253,216	116,130
	<hr/>	<hr/>

The following amounts are included above:

Hire of plant and machinery	996	1,032
Auditors' remuneration	92	66
(Profit)/Loss on disposal of fixed assets	(187)	60
Redundancy and associated costs	-	76

3. STAFF COSTS AND STATISTICS

a) Staff Costs

Wages and salaries	42,000	22,299
Social security costs	3,079	1,535
Other pension costs	4,194	2,445
	<hr/>	<hr/>
	49,273	26,279
	<hr/>	<hr/>

BRITANNIA SOFT DRINKS LIMITED

NOTES ON THE ACCOUNTS - 26 SEPTEMBER 1987

3. STAFF COSTS AND STATISTICS (Continued)

b)	Average number of persons employed	1987 NUMBER	1986 NUMBER
	Central administration	381	331
	Distribution	1,297	798
	Production	2,221	1,336
	Sales and marketing	653	433
		<hr/>	<hr/>
		4,552	2,898
		<hr/>	<hr/>

c) Emoluments of directors and higher paid employees of the company.

Directors' emoluments totalled £59,918 (1986 - £92,544). The Chairman received no remuneration in 1987 or in 1986. The emoluments excluding pension contributions, of the highest paid director were £59,918 (1986 - £46,768). No other Directors received emoluments during the year.

The table below shows the number of other Directors of the Company and higher paid employees earning over £30,000 per annum whose emoluments excluding pension contributions during the year were within the bands stated.

	Directors		Higher Paid Employees	
	1987	1986	1987	1986
Up to £5,000	9	8		-
£15,001 - £20,000	-	1		-
£30,001 - £35,000	-	-	6	3
£35,001 - £40,000	-	-	5	-
£40,001 - £45,000	-	-	1	2

4. COST OF BORROWING (NET)

	1987	1986
	£000	£000
Interest payable to group companies	5,115	288
Other interest payable	597	17
Less: Interest receivable from group companies	-	(62)
Other interest receivable	(131)	(62)
	<hr/>	<hr/>
	5,581	181
	<hr/>	<hr/>

No interest is capitalised by the group.

BRITANNIA SOFT DRINKS LIMITED

NOTES ON THE ACCOUNTS - 26 SEPTEMBER 1987

5. TAX ON PROFIT ON ORDINARY ACTIVITIES

	1987	1986
	£000	£000
Charge for the year - current year	5,254	2,918
- prior year	(1,130)	682
	<hr/>	<hr/>
	4,124	3,600
	<hr/>	<hr/>

UK corporation tax has been calculated on taxable profits at 35% (1986 - 37.5%).

The tax charge relates only to ordinary activities and, therefore, excludes tax relief due on the reorganisation costs charged to goodwill.

The charge for taxation for the year has been reduced by approximately £1,450,000 (1986, increased by £635,000) being timing differences on capital allowances and depreciation.

The potential amounts of deferred taxation for timing differences, none of which are provided for, are as follows:-

	1987	1986
	£000	£000
Excess of capital allowances over depreciation for:		
Plant and equipment	8,048	7,523
Containers	521	2,018
Industrial buildings	2,931	1,373
	<hr/>	<hr/>
	11,500	10,914
	<hr/>	<hr/>

6. EARNINGS AVAILABLE TO SHAREHOLDERS

In accordance with the exemption allowed by Section 228(7) of the Companies Act 1985 the company has not presented its own profit and loss account. Of the earnings available to shareholders £3,240,000 has been dealt with in the accounts of the company (1986 - £1,172,000)

7. DIVIDEND

	1987	1986
	£000	£000
Proposed first and final dividend of 84.18p per share (1986 - 30.45p)	3,240	1,172
	<hr/>	<hr/>

BRITANNIA SOFT DRINKS LIMITED

NOTES ON THE ACCOUNTS - 26 SEPTEMBER 1987

8. INTANGIBLE FIXED ASSETS

	1987	1986
	£000	£000
Goodwill		
Premiums on acquisitions during the year and associated reorganisation costs	89,458	-
	<hr/>	<hr/>
At 26 September 1987	89,458	-
	<hr/>	<hr/>
Amortisation provided during the year	(3,354)	-
	<hr/>	<hr/>
At 26 September 1987	(3,354)	-
	<hr/>	<hr/>
Net book amount at 26 September 1987	86,104	-
	<hr/>	<hr/>

BRITANNIA SOFT DRINKS LIMITED

NOTES ON THE ACCOUNTS - 26 SEPTEMBER 1987

9. TANGIBLE FIXED ASSETS

	Freehold Land and Buildings	Leasehold Land and Buildings	Plant and Machinery	Fixtures Fittings Tools and Equipment	Total
	£000	£000	£000	£000	£000
a) Movement during year					
Cost					
At 27 September 1986	13,709	6,294	30,645	26,700	77,348
Revaluation	(1,280)	213	-	-	(1,067)
Additions during the year	23,618	3,456	24,378	15,051	66,503
Transfers from group companies	-	-	287	1	288
Disposals	(2,621)	(69)	(6,016)	(1,278)	(9,984)
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
At 26 September 1987	33,426	9,894	49,294	40,474	133,088
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
b) Depreciation and amortisation					
At 27 September 1986	1,474	739	17,617	11,355	31,185
Written back on revaluation	(1,474)	(739)	-	-	(2,213)
Transfers from group companies	-	-	213	-	213
Charge for year	406	204	4,670	3,092	8,372
Relating to disposals	(27)	(4)	(3,478)	(802)	(4,311)
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
At 26 September 1987	379	200	19,022	13,645	33,246
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Net book amounts:					
At 26 September 1987	33,047	9,694	30,272	26,829	99,842
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
At 27 September 1986	12,235	5,555	13,028	15,345	46,163
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

BRITANNIA SOFT DRINKS LIMITED

NOTES ON THE ACCOUNTS - 26 SEPTEMBER 1987

9. TANGIBLE FIXED ASSETS (Cont)

c) At 26 September 1987

	Cost or Valuations	Depreciation	Total
	£000	£000	£000
Freehold	33,426	379	33,047
Leasehold over 100 years	827	12	815
Leasehold 50 to 100 years	8,358	151	8,207
Leasehold under 50 years	709	37	672
	<hr/>	<hr/>	<hr/>
Total properties	43,320	579	42,741
Plant and machinery	49,294	19,022	30,272
Vehicles and other equipment	40,474	13,645	26,829
	<hr/>	<hr/>	<hr/>
	133,088	33,246	99,842
	<hr/>	<hr/>	<hr/>

d) The value of land included in freehold land and buildings at 26 September 1987 amounted to £7,406,000 (1986 - £5,391,000).

e) The professional valuation included in the accounts of all properties at 1 October 1986 was carried out by Bass Group's own professionally qualified staff, in conjunction with Coilliers, Bigwood & Bewley Surveyors and Valuers.

10. FIXED ASSET INVESTMENT

	1987	1986
	£000	£000
Shares at cost	53,375	20,356
Loans to subsidiaries	109,000	28,450
	<hr/>	<hr/>
At 26 September 1987	162,375	48,806
	<hr/>	<hr/>

BRITANNIA SOFT DRINKS LIMITED

NOTES ON THE ACCOUNTS - 26 SEPTEMBER 1987

10. FIXED ASSET INVESTMENT (Cont)

The company's subsidiaries, incorporated in the United Kingdom and registered in England, are:-

	Principal Activity	Class of Share	Direct %	Indirect %
Britvic Corona Holdings Limited	Holding Company	Ordinary	90	-
Britvic Corona Soft Drinks Limited	Dormant	Ordinary	100	-
Britvic Soft Drinks Limited	Dormant	Ordinary	100	-
Britvic Corona Limited	Soft Drinks Manufacturer	Ordinary	-	90
British Vitamin Products Limited	Dormant	Ordinary	-	90
R White & Sons Limited	Dormant	Ordinary	-	90
Britvic Limited	Dormant	Ordinary	-	90
Britvic (NI) Limited	Dormant	Ordinary	-	90
Pure Fruit Juices Limited	Dormant	Ordinary	-	90
Sunfresh Soft Drinks Limited	Dormant	Ordinary	-	90
Idris Limited	Dormant	Ordinary	-	90
Hooper Struve & Company Limited	Dormant	Ordinary	-	90
The London Essence Company Limited	Dormant	Ordinary	-	90
Britvic Corona International Limited	Dormant	Ordinary	-	90
H D Rawlings Limited	Dormant	Ordinary	-	90
The Southern Table Water Company Limited	Dormant	Ordinary 1% deferred cumulative preference redeemable preference	- nil nil	90 nil nil

The company has a 90% owned indirect subsidiary, DQ Limited incorporated and registered in the Isle of Man.

BRITANNIA SOFT DRINKS LIMITED

NOTES ON ACCOUNTS - 26 SEPTEMBER 1987

11. STOCKS

	1987	1986
	£000	£000
Stocks comprise:		
Raw materials	11,120	6,241
Finished goods	25,891	7,957
	<hr/>	<hr/>
	37,011	14,198
Consumable stores	6,048	2,735
Returnable bottles, cases and pallets	6,259	7,980
	<hr/>	<hr/>
	49,318	24,913
	<hr/>	<hr/>

The replacement cost of stocks approximates to the value at which they are stated in the accounts.

12. DEBTORS

	Group		Company	
	1987	1986	1987	1986
	£000	£000	£000	£000
Trade debtors	64,771	21,881	-	-
Amounts due from group companies:				
Ultimate holding company and fellow subsidiaries	2,475	968	4,294	-
Other debtors	4,949	735	-	-
Prepayments	3,843	1,371	-	-
Corporation tax recoverable	301	-	-	-
Dividend receivable	-	-	3,240	1,172
	<hr/>	<hr/>	<hr/>	<hr/>
	76,339	24,955	7,534	1,172
	<hr/>	<hr/>	<hr/>	<hr/>

NOTES ON THE ACCOUNTS - 26 SEPTEMBER 1987

13. OTHER CREDITORS: amounts falling due within one year

	Group		Company	
	1987	1986	1987	1986
	£000	£000	£000	£000
Trade creditors	41,014	12,479	-	-
Amounts due to group companies				
Ultimate holding company and fellow subsidiaries -	74,586	1,024	60,830	-
Other taxation and social security	2,874	2,807	-	-
Bank overdraft	20,039	175	8,912	-
Other creditors	14,700	2,551	-	-
Accrued charges	36,826	19,774	51	-
Proposed dividend	3,240	1,172	3,240	1,172
Corporation tax	-	1,760	-	-
	<u>193,279</u>	<u>41,742</u>	<u>73,033</u>	<u>1,172</u>

14. CREDITORS: amounts falling due after more than one year

	Group		Company	
	1987	1986	1987	1986
	£000	£000	£000	£000
Unsecured borrowings	42,583	16,000	37,750	16,000
Amount due to ultimate holding company	37,750	16,000	37,750	16,000
Obligations under finance lease	769	84	-	-
Corporation tax	-	1,892	-	-
	<u>81,102</u>	<u>33,976</u>	<u>75,500</u>	<u>32,000</u>

The group and company have loan stocks with Bass plc of £37,750,000, with Whitbread and Company plc of £18,875,000 with Allied-Lyons plc of £18,875,000 and with Pepsico Holdings Limited of £4,833,333. This loan stock bears no interest.

15. CALLED-UP SHARE CAPITAL

	Authorised		Allotted and Fully paid	
	1987	1986	1987	1986
	£000	£000	£000	£000
Ordinary shares of £1 each	<u>4,000</u>	<u>4,000</u>	<u>3,849</u>	<u>3,849</u>

BRITANNIA SOFT DRINKS LIMITED

NOTES ON THE ACCOUNTS - 26 SEPTEMBER 1987

16. RESERVES

	<u>Undistributable Reserves</u>			<u>Distributable Reserves</u>
	<u>Share Premium</u>	<u>Revaluation Reserves</u>	<u>Other Reserves</u>	
	£000	£000	£000	£000
GROUP				
At 27 September 1986	12,957	-	-	4,570
Surplus on revaluation in year	-	1,146	-	-
Revaluation element in depreciation charge	-	(12)	-	12
On transfer of subsidiaries	-	-	4,570	(4,570)
On shares issued in subsidiary	-	-	8,198	-
Retained earnings for year	-	-	-	4,473
Interests of outside shareholders in reserve movements	-	(114)	(820)	-
At 26 September 1987	12,957	1,020	11,948	4,485
COMPANY				
At 27 September 1986	12,957	-	-	-
On disposals of subsidiaries	-	-	4,570	-
At 26 September 1987	12,957	-	4,570	-

All distributable profits are retained by subsidiaries.

17. ANALYSIS OF ACQUISITION OF BEECHAM SOFT DRINKS NET ASSETS

Net Assets Acquired -	£000
Fixed assets	47,776
Goodwill	41,254
Debtors	32,978
Cash balances	398
Creditors	(26,293)
Government Grants	(429)
Stock	18,820
	<hr/>
	114,504
	<hr/>

BRITANNIA SOFT DRINKS LIMITED

NOTES ON THE ACCOUNTS - 26 SEPTEMBER 1987

17. ANALYSIS OF ACQUISITION OF BEECHAM SOFT DRINKS NET ASSETS (Cont)

Discharged By -	£000
Loan from holding company	109,000
Creditor	5,504
	<hr/>
	114,504
	<hr/>

18. FINANCIAL COMMITMENTS

	1987	1986
	£000	£000
a) The aggregate amount of capital expenditure not dealt with in the company accounts is:		
In respect of contracts placed	19,362	3,709
	<hr/>	<hr/>
Authorised by the directors but not contracted for	22,921	-
	<hr/>	<hr/>

b) The capital amounts due under finance lease obligations are as follows:

	Plant and Machinery	
	1987	1986
	£000	£000
Leases expiring -		
Within one year	27	10
Within two to five years	1,534	90
	<hr/>	<hr/>
	1,561	100
	<hr/>	<hr/>

c) In addition to the above, the company had commitments to purchase raw materials in the normal course of trading.