

UNITED BISCUITS (AGRICULTURE) LIMITED1985 ANNUAL REPORT AND ACCOUNTSREPORT OF THE DIRECTORS

The directors submit their annual report together with the audited accounts for the 52 weeks ended 28th December 1985.

REVIEW OF THE BUSINESS AND FUTURE DEVELOPMENTS

The Company did not trade during the period, and there is no present intention to pursue any activity.

DIRECTORS

The directors of the Company who served during the period are as follows:-

D.R.J. Stewart
A.G. Clark

The interests of the directors in the share capital of the company's ultimate holding company United Biscuits (Holdings) plc at the beginning and end of the Company's financial period were as follows:-

	<u>1985</u>	<u>1984</u>	<u>Options</u>
D.R.J. Stewart	6,000	9,000	92,151
A.G. Clark	3,000	2,500	100,426

The directors are entitled to subscribe for ordinary shares in United Biscuits (Holdings) plc at varying prices from 102½p to 156½p. These options are exercisable at varying dates up to 15th October 1994.

DIVIDEND

The directors do not recommend the payment of a dividend.

AUDITORS

In accordance with Section 252 of the Companies Act 1985, a special resolution not to appoint auditors will be put to the members at the Annual General Meeting. Accordingly, Arthur Young do not offer themselves for re-election.

BY ORDER OF THE BOARD

D.R.J. STEWART
Secretary

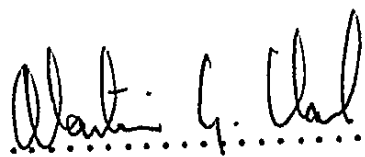
24th March 1986

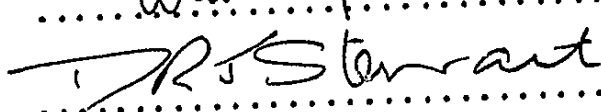


UNITED BISCUITS (AGRICULTURE) LIMITED

BALANCE SHEET AT 28TH DECEMBER, 1985

	<u>1985</u>	<u>1984</u>
	<u>£</u>	<u>£</u>
Amount due from group company	<u>£83,716</u>	<u>£83,716</u>
Representing:		
Authorised, allotted, called up and fully paid	100	100
Ordinary shares of £1 each	83,616	83,616
Profit and loss account	<u>£83,716</u>	<u>£83,716</u>

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DIRECTORS
 24th March 1986

UNITED BISCUITS (AGRICULTURE) LIMITED

NOTES TO THE ACCOUNTS AS AT 28TH DECEMBER, 1985

1. Activities & basis of accounting

The Company did not trade during the period.

2. Ultimate holding company

The ultimate holding company is United Biscuits (Holdings) plc, which is registered in Scotland and incorporated in Great Britain.

REPORT OF THE AUDITORS TO THE MEMBERS OF:

UNITED BISCUITS (AGRICULTURE) LIMITED.

We have audited the Accounts on Pages 2 and 3 in accordance with approved auditing standards.

In our opinion the Accounts give a true and fair view of the state of the Company's affairs at 28th December 1985 and comply with the Companies Acts 1985.

ARTHUR YOUNG
Chartered Accountants,
London.

24th March 1986