



M6 CASH & CARRY LIMITED
Registered number: 1450484

ANNUAL REPORT AND FINANCIAL STATEMENTS
31 DECEMBER 1993

M6 CASH & CARRY LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 1993

The directors present their report and the financial statements of the Group for the year ended 31 December 1993.

RESULTS AND DIVIDEND

The group made a profit after taxation of £739,000. The directors do not recommend payment of a dividend.

PRINCIPAL ACTIVITIES AND REVIEW OF THE BUSINESS

The group operates as a wholesale distributor of food, drink and non-food products from cash and carry stores at Haydock, Rochdale, Blackburn, Crewe, West Midlands and Bradford. The store at Bradford was opened during October 1993.

Despite the continuing recession and pressure on margins, the directors believe that the group achieved a satisfactory level of profits and consider that the Company is well placed for further growth when trading conditions improve.

SIGNIFICANT CHANGES IN FIXED ASSETS

The changes in fixed assets are set out in note 10.

DIRECTORS

The directors of the Company during the financial year were:

KD Brown	
G Hardman	
KC McGoran	Resigned 31 December 1993
JS McCarthy	Resigned 31 December 1993
M Sonia	
DB Flanagan	Appointed 31 December 1993
RFW Honess	Appointed 31 December 1993
B O'Callaghan	Appointed 31 December 1993
T Vincent	Appointed 31 December 1993

None of the directors had beneficial or non-beneficial interests in the shares of the Company at the beginning or end of the year, or in the shares of the ultimate parent undertaking with the exception of G Hardman who held 12,000 ordinary shares in Fitzwilton Plc purchased in January 1993. KD Brown purchased 8,000 ordinary shares in Fitzwilton Plc in January 1994.

Insurance has been taken out by the ultimate parent undertaking, Fitzwilton Plc, on behalf of the Company under section 310(3)(a) of the Companies Act 1985 for its officers against liabilities in relation to the Company.

M6 CASH & CARRY LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 1993 (CONTINUED)

DIRECTORS' RESPONSIBILITY STATEMENT

The following statement, which should be read in conjunction with the auditors' responsibilities set out on page 4, is made with a view to describing to shareholders the responsibilities of the directors in relation to the financial statements.

The directors are required by the Companies Act 1985 to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Company as at the end of the financial year and of the profit or loss for the financial year.

The directors consider that in preparing the financial statements on pages 5 to 22, the Company has used appropriate accounting policies, consistently applied and supported by reasonable and prudent judgements and estimates, and that all accounting standards which they consider to be applicable have been followed subject to any explanations and any material departures disclosed in the notes to the financial statements.

The directors have the responsibility for ensuring that the Company keeps accounting records which disclose with reasonable accuracy the financial position of the Company and which enable them to ensure that the financial statements comply with the Companies Act 1985.

The directors have a general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the Company and to prevent and detect fraud and other irregularities.

EMPLOYMENT OF DISABLED PERSONS

The Company is committed to a policy of recruitment and promotion on the basis of aptitude and ability without discrimination of any kind. Management actively pursues both the employment and retraining of employees who become disabled whilst employed by the Company. Particular attention is given to the training, career development and promotion of disabled employees with a view to encouraging them to play an active role in the development of the Company.

EMPLOYEE INVOLVEMENT

The flow of information to staff has been maintained by on-site management discussing with members of staff matters of current interest and concern to the business and the regular circularisation of a staff newsletter.

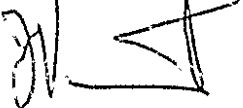
M6 CASH & CARRY LIMITED

**DIRECTORS' REPORT FOR THE
YEAR ENDED 31 DECEMBER 1993 (CONTINUED)**

AUDITORS

A resolution concerning the reappointment of Price Waterhouse will be proposed at the Annual General Meeting.

By Order of the Board



T Vincent
Secretary

11 April 1994

Registered Office
Old Boston Trading Estate
Penny Lane
Haydock
St Helens
Merseyside
WA11 9SN

M6 CASH & CARRY LIMITED

AUDITORS' REPORT TO THE MEMBERS OF M6 CASH & CARRY LIMITED

We have audited the financial statements on pages 5 to 22 which have been prepared under the historical cost convention as modified by the revaluation of certain fixed assets and the accounting policies set out on pages 10 and 11.

Respectful responsibilities of directors and auditors

As described on page 2 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.

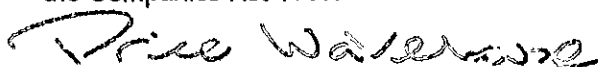
Basis of opinion

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 other irregularity or error. 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 affairs of the Company and of the Group as at 31 December 1993 and of the profit of the Company and of the Group for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



PRICE WATERHOUSE
Manchester
Chartered Accountants
and Registered Auditors

11 April 1994

M6 CASH & CARRY LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 1993

	<u>Note</u>	<u>1993</u> £'000	<u>1992</u> £'000
TURNOVER			
Continuing operations	3	123,171	118,019
Cost of sales		<u>(112,678)</u>	<u>(107,539)</u>
GROSS PROFIT		10,493	10,480
NET OPERATING EXPENSES			
Distribution costs		(454)	(331)
Administrative expenses		(9,232)	(8,624)
Other operating income		<u>117</u>	<u>154</u>
		<u>(9,569)</u>	<u>(8,801)</u>
OPERATING PROFIT			
Continuing operations		924	1,679
Interest receivable and similar income	4	279	424
Interest payable and similar charges	5	<u>(296)</u>	<u>(25)</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	6	907	2,078
Taxation on profit on ordinary activities	9	<u>(168)</u>	<u>(788)</u>
PROFIT FOR THE FINANCIAL YEAR		739	1,290
Dividend		<u>-</u>	<u>(2,000)</u>
RETAINED PROFIT/(LOSS) FOR THE FINANCIAL YEAR	20	<u>739</u>	<u>(710)</u>

The 1992 comparative figures have been reanalysed in order to present them consistently with the 1993 figures.

Other than the profit for the financial year shown above the Company had no recognised gains and losses for each year.

The notes on pages 10 to 22 form part of these financial statements

M6 CASH & CARRY LIMITED

NOTE OF HISTORICAL CCST PROFITS AND LOSSES

	<u>1993</u> £'000	<u>1992</u> £'000
Reported profit on ordinary activities before taxation	907	2,078
Difference between a historical cost depreciation charge and the actual depreciation charge for the year calculated on the revalued amount	<u>2</u>	<u>-</u>
Historical cost profit on ordinary activities before taxation	<u>909</u>	<u>2,078</u>

The notes on pages 10 to 22 form part of these financial statements.

M6 CASH & CARRY LIMITED

COMPANY PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 1993

	<u>Note</u>	<u>1993</u> <u>£'000</u>	<u>1992</u> <u>£'000</u>
Income from shares in subsidiary undertaking		<u>-</u>	<u>2,000</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		-	2,000
Taxation on profit on ordinary activities	9	<u>(1)</u>	<u>123</u>
(LOSS)/PROFIT FOR THE FINANCIAL YEAR		(1)	2,123
Dividend		<u>-</u>	<u>(2,000)</u>
RETAINED (LOSS)/PROFIT FOR THE FINANCIAL YEAR	20	(1)	123

The notes on pages 10 to 22 form part of these financial statements

M6 CASH & CARRY LIMITED

CONSOLIDATED BALANCE SHEET AT 31 DECEMBER 1993

	Note	1993 £'000	1992 £'000
FIXED ASSETS			
Tangible assets	10	9,268	8,448
Investments	12	<u>6</u>	<u>3</u>
		9,274	8,451
CURRENT ASSETS			
Stocks	13	15,141	12,121
Debtors	14	12,122	12,195
Cash at bank and in hand		<u>2</u>	<u>652</u>
		27,265	24,968
CREDITORS: Amounts falling due within one year			
Bank loans and overdrafts	16	(819)	-
Creditors	15	<u>(20,699)</u>	<u>(23,141)</u>
NET CURRENT ASSETS		<u>5,747</u>	<u>1,827</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		15,021	10,278
CREDITORS: Amounts falling due after more than one year			
Bank loans and overdrafts	16	(4,480)	-
Creditors	17	(3,100)	(3,100)
PROVISIONS FOR LIABILITIES AND CHARGES			
	18	<u>(10)</u>	<u>(486)</u>
		7,431	6,692
CAPITAL AND RESERVES			
Called up share capital	19	2,176	2,176
Share premium account		2,506	2,506
Revaluation reserve		718	720
Profit and loss account	20	<u>2,031</u>	<u>1,290</u>
		7,431	6,692

Approved by the Board on 11 April 1994

G Hardman  Director

The notes on pages 10 to 22 form part of these financial statements

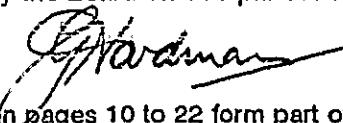
M6 CASH & CARRY LIMITED

COMPANY BALANCE SHEET AT 31 DECEMBER 1993

	Note	1993	1992
		£'000	£'000
FIXED ASSETS			
Investments	12	1,544	1,544
CURRENT ASSETS			
Debtors	14	13,049	8,371
Cash at bank and in hand		-	652
		13,049	9,023
CREDITORS: Amounts falling due within one year			
Bank loans and overdrafts	16	(819)	-
Creditors	15	(3,549)	(4,720)
NET CURRENT ASSETS		<u>8,681</u>	<u>4,303</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		10,225	5,847
CREDITORS: Amounts falling due after more than one year			
Bank loans and overdrafts	16	(4,480)	-
PROVISIONS FOR LIABILITIES AND CHARGES	18	<u>(10)</u>	<u>(111)</u>
		<u>5,735</u>	<u>5,736</u>
CAPITAL AND RESERVES			
Called up share capital	19	2,176	2,176
Share premium account		2,506	2,506
Profit and loss account	20	<u>1,053</u>	<u>1,054</u>
		<u>5,735</u>	<u>5,736</u>

Approved by the Board on 11 April 1994

G Hardman



Director

The notes on pages 10 to 22 form part of these financial statements

M6 CASH & CARRY LIMITED

NOTES TO THE FINANCIAL STATEMENTS - 31 DECEMBER 1993

1 PRINCIPAL ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention as modified by the revaluation of freehold and long leasehold land and buildings, and in accordance with applicable accounting standards.

Consolidation

The group financial statements consolidate the results and net assets of the Company and its subsidiaries, each of which prepares financial statements at 31 December. Goodwill arising on acquisition is written off immediately to reserves.

Turnover

Turnover is stated exclusive of VAT and represents amounts invoiced in respect of goods supplied.

Depreciation

Depreciation is provided at rates calculated to write off the cost or revalued amount of all tangible fixed assets, except freehold land, over their estimated useful lives. The annual rates of depreciation are as follows:

Freehold buildings	1% on a straight line basis
Long leasehold property (length of lease over 50 years)	1% on a straight line basis
Short leasehold property (length of lease less than 50 years)	over the life of the lease on a straight line basis
Computer equipment	20% on a straight line basis
Motor vehicles	20% on a straight line basis
Fixtures, fittings & equipment	5% - 10% on a straight line basis
Petrol station	20% on a straight line basis

Stock

Stock is valued at the lower of cost and net realisable value.

M6 CASH & CARRY LIMITED

NOTES TO THE FINANCIAL STATEMENTS - 31 DECEMBER 1993 (CONTINUED)

1 PRINCIPAL ACCOUNTING POLICIES (CONTINUED)

Retrospective rebates and discounts

Retrospective rebates and discounts received from suppliers and manufacturers are accounted for on a receivable basis.

Pre-opening costs

Store pre-opening costs are charged to the profit and loss account as incurred.

Deferred taxation

Provision is made for timing differences between the treatment of certain items for taxation and accounting purposes to the extent that it is probable that a liability will crystallise in the foreseeable future.

Pension costs

Payments to the defined contribution schemes are charged to the profit and loss account as they are incurred.

Operating leases

Operating lease payments are charged to the profit and loss account as they are incurred.

Finance leases

Assets held under finance leases are held in the balance sheet at cost less accumulated depreciation and the commitment included as a liability. Interest is charged to the profit and loss account as it is incurred.

2 CASH FLOW STATEMENT

The Company has taken advantage of the exemptions of FRS1 and has not presented a cash flow statement for the year. The financial statements of Fitzwillton Plc, the ultimate parent undertaking, provide a cash flow statement for the group as a whole.

M6 CASH & CARRY LIMITED

NOTES TO THE FINANCIAL STATEMENTS - 31 DECEMBER 1993 (CONTINUED)

3 TURNOVER

All of the turnover arose from sales to third parties at the group's cash and carry stores. £85,000 (1992 - £123,000) of sales were to other European countries, the remainder were in the United Kingdom.

4 INTEREST RECEIVABLE

	<u>1993</u> £'000	<u>1992</u> £'000
Interest receivable on loan from immediate parent undertaking	228	216
Bank interest received and reccredited by the immediate parent undertaking	12	208
Other interest receivable	<u>39</u>	<u>-</u>
	<u>279</u>	<u>424</u>

5 INTEREST PAYABLE

	<u>1993</u> £'000	<u>1992</u> £'000
Interest payable on bank and other loans wholly repayable within five years	292	-
Finance lease interest payable	-	25
Other interest payable	<u>4</u>	<u>-</u>
	<u>296</u>	<u>25</u>

Interest payable on bank and other loans wholly repayable within five years includes interest paid and recharged by the immediate parent undertaking.

6 PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

	<u>1993</u> £'000	<u>1992</u> £'000
This is arrived at after charging:		
Staff costs (note 7)	6,290	5,965
Depreciation	745	620
Auditors' remuneration		
- for audit services	58	42
- audit services recharged to parent undertaking	(43)	-
- for non-audit services	16	12
Operating lease rentals		
- property	917	477
- equipment	177	121
	<u>7,293</u>	<u>7,237</u>

M6 CASH & CARRY LIMITED

NOTES TO THE FINANCIAL STATEMENTS - 31 DECEMBER 1993 (CONTINUED)

7	EMPLOYEES	<u>1992</u>	<u>1991</u>
		£'000	£'000
	Staff costs consist of:		
	Wages and salaries	5,723	5,416
	Social security costs	457	435
	Other pension costs	<u>110</u>	<u>114</u>
		6,290	5,965
		<hr/>	<hr/>

The average number of employees during the year was 752 (1992: 669)

8	DIRECTORS' EMOLUMENTS	<u>1993</u>	<u>1992</u>
		£'000	£'000
	Emoluments (including pension contributions)	307	365
		<hr/>	<hr/>
	Emoluments (excluding pension contributions) of:	£'000	£'000
	Chairman	-	-
	Highest paid director	163	175
		<hr/>	<hr/>

The number of other directors whose emoluments (excluding pension contributions) fell in the following ranges was:

	Number	Number
£0 - £5,000	5	2
£45,001 - £50,000	1	-
£55,001 - £60,000	1	-
£65,001 - £70,000	-	1
£85,001 - £90,000	-	1
	<hr/>	<hr/>

M6 CASH & CARRY LIMITED

NOTES TO THE FINANCIAL STATEMENTS - 31 DECEMBER 1993 (CONTINUED)

9 TAXATION ON PROFIT ON ORDINARY ACTIVITIES

	Group		Company	
	<u>1993</u>	<u>1992</u>	<u>1993</u>	<u>1992</u>
	£'000	£'000	£'000	£'000
UK corporation tax at 33% based on profits for the year	237	720	-	-
UK corporation tax - prior year adjustments	407	(250)	102	(234)
Deferred tax - current year	117	151	-	-
- prior year	<u>(593)</u>	<u>167</u>	<u>(101)</u>	<u>111</u>
	168	788	1	(123)
	<u>168</u>	<u>788</u>	<u>1</u>	<u>(123)</u>

10 TANGIBLE ASSETS Group

	Land and buildings	Fixtures fittings & equipment	Motor vehicles	Total
	£'000	£'000	£'000	£'000
COST OR VALUATION				
At 1 January 1993	5,925	4,639	854	11,418
Additions	47	1,472	101	1,620
Disposals	-	(1,353)	(84)	(1,437)
Reclassifications	<u>(4)</u>	<u>223</u>	<u>(208)</u>	<u>11</u>
At 31 December 1993	5,968	4,981	663	11,612
	<u>5,968</u>	<u>4,981</u>	<u>663</u>	<u>11,612</u>
DEPRECIATION				
At 1 January 1993	248	2,176	546	2,970
Charge for year	47	581	117	745
Eliminated on disposals	-	(1,284)	(98)	(1,382)
Reclassifications	<u>-</u>	<u>219</u>	<u>(208)</u>	<u>11</u>
At 31 December 1993	295	1,692	357	2,344
	<u>295</u>	<u>1,692</u>	<u>357</u>	<u>2,344</u>
NET BOOK AMOUNT				
At 31 December 1993	5,673	3,289	306	9,268
	<u>5,673</u>	<u>3,289</u>	<u>306</u>	<u>9,268</u>
At 31 December 1992	5,677	2,463	308	8,448
	<u>5,677</u>	<u>2,463</u>	<u>308</u>	<u>8,448</u>

The net book amount of fixtures, fittings and equipment includes £Nil (1992 - £205,000) in respect of items held under finance leases.

M6 CASH & CARRY LIMITED

NOTES TO THE FINANCIAL STATEMENTS - 31 DECEMBER 1993 (CONTINUED)

10 TANGIBLE ASSETS (CONTINUED)

Land and buildings comprise the following:

	<u>Freehold</u> £'000	<u>Long leasehold</u> £'000	<u>Short leasehold</u> £'000	<u>Total</u> £'000
COST OR VALUATION				
At 1 January 1993	3,001	433	2,491	5,925
Additions	<u>9</u>	<u>-</u>	<u>34</u>	<u>43</u>
At 31 December 1993	<u>3,010</u>	<u>433</u>	<u>2,525</u>	<u>5,968</u>
DEPRECIATION				
At 1 January 1993	166	24	58	248
Charge for year	<u>24</u>	<u>3</u>	<u>20</u>	<u>47</u>
At 31 December 1993	<u>190</u>	<u>27</u>	<u>78</u>	<u>295</u>
NET BOOK AMOUNT				
At 31 December 1993	<u>2,820</u>	<u>406</u>	<u>2,447</u>	<u>5,673</u>
At 31 December 1992	<u>2,835</u>	<u>409</u>	<u>2,433</u>	<u>5,677</u>

M6 CASH & CARRY LIMITED

NOTES TO THE FINANCIAL STATEMENTS - 31 DECEMBER 1993 (CONTINUED)

10 TANGIBLE ASSETS (CONTINUED)

The following is a summary of land and buildings shown at cost and at valuation, together with a comparison of the assets shown wholly on an historical cost basis:

COST OR VALUATION	Valuation and cost		Historical cost	
	<u>1993</u> £'000	<u>1992</u> £'000	<u>1993</u> £'000	<u>1992</u> £'000
Revalued property - valuation in 1988	3,000	3,000	2,573	2,573
Property at cost	<u>2,968</u>	<u>2,925</u>	<u>2,968</u>	<u>2,925</u>
	5,968	5,925	5,541	5,498
	—	—	—	—
DEPRECIATION				
On property at valuation	200	177	491	470
On property at cost	<u>95</u>	<u>71</u>	<u>95</u>	<u>71</u>
	295	248	586	541
	—	—	—	—
NET BOOK AMOUNT				
Revalued property	2,800	2,823	2,082	2,103
Property at cost	<u>2,873</u>	<u>2,854</u>	<u>2,873</u>	<u>2,854</u>
	5,673	5,677	4,955	4,957
	—	—	—	—

11 CAPITAL COMMITMENTS

	<u>1993</u> £'000	<u>1992</u> £'000
Group		
Contracted but not provided	-	18
Authorised but not contracted	<u>-</u>	<u>10</u>
	-	28
	—	—
Company	-	-
	—	—

M6 CASH & CARRY LIMITED

NOTES TO THE FINANCIAL STATEMENTS - 31 DECEMBER 1993 (CONTINUED)

12	INVESTMENTS	Group		Company	
		<u>1993</u>	<u>1992</u>	<u>1993</u>	<u>1992</u>
		£'000	£'000	£'000	£'000
	Unlisted Investments at cost	6	3	-	-
	Shares in subsidiary undertakings	-	-	<u>1,544</u>	<u>1,544</u>
		6	3	<u>1,544</u>	<u>1,544</u>

The following are the Company's subsidiary undertakings at 31 December 1993; all are wholly owned and incorporated in the United Kingdom.

M6 Cash & Carry (Haydock) Limited, and its subsidiaries:

M6 Cash & Carry (West Midlands) Limited

M6 Cash & Carry (Crewe) Limited

M6 Cash & Carry (Blackburn) Limited

M6 Furnishing Concepts Ltd

M6 Cash & Carry (Non-Foods) Ltd

Hiltons Limited

M6 Cash & Carry (Haydock) Limited operated the group's cash and carry stores; the remaining companies are dormant.

13	STOCKS	Group	
		<u>1993</u>	<u>1992</u>
		£'000	£'000
	Consumables	62	37
	Goods for resale	<u>15,079</u>	<u>12,084</u>
		<u>15,141</u>	<u>12,121</u>

The replacement cost of stock is not materially different from the amounts stated above.

M6 CASH & CARRY LIMITED

NOTES TO THE FINANCIAL STATEMENTS - 31 DECEMBER 1993 (CONTINUED)

14 DEBTORS	Group		Company	
	1993 £'000	1992 £'000	1993 £'000	1992 £'000
Due within one year				
Trade debtors	2,342	2,051	-	-
Amounts owed by immediate parent undertaking	2,752	-	-	-
Amounts owed by group undertakings	1,254	5,463	13,049	8,371
Corporation tax recoverable	306	-	-	-
Prepayments and accrued income	<u>5,203</u>	<u>4,316</u>	<u>-</u>	<u>-</u>
	11,857	11,830	13,049	8,371
Due after more than one year:				
Trade debtors	<u>265</u>	<u>365</u>	<u>-</u>	<u>-</u>
	<u>12,122</u>	<u>12,195</u>	<u>13,049</u>	<u>8,371</u>

15 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	1993 £'000	1992 £'000	1993 £'000	1992 £'000
Payments received on account	22	16	-	-
Trade creditors	19,405	14,617	-	-
Amounts owed to immediate parent undertaking	-	-	3,544	4,759
Amounts owed to group undertakings	-	6,498	-	-
Corporation tax	44	688	5	(39)
Other taxation and social security	340	725	-	-
Other creditors	39	119	-	-
Accruals and deferred income	543	478	-	-
Advanced Corporation Tax payable	<u>306</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>20,699</u>	<u>23,141</u>	<u>3,549</u>	<u>4,720</u>

M6 CASH & CARRY LIMITED

NOTES TO THE FINANCIAL STATEMENTS - 31 DECEMBER 1993 (CONTINUED)

16 BANK LOANS AND OVERDRAFTS

	Group		Company	
	<u>1993</u>	<u>1992</u>	<u>1993</u>	<u>1992</u>
	£'000	£'000	£'000	£'000
Bank overdraft	819	-	819	-
Bank loan	2,000	-	2,000	-
Finance House loan	<u>2,480</u>	<u>-</u>	<u>2,480</u>	<u>-</u>
	5,299	-	5,299	-
	<u>5,299</u>	<u>-</u>	<u>5,299</u>	<u>-</u>

Repayment terms:

In one year or less	819	-	819	-
Between one and two years	<u>4,480</u>	<u>-</u>	<u>4,480</u>	<u>-</u>
	5,299	-	5,299	-
	<u>5,299</u>	<u>-</u>	<u>5,299</u>	<u>-</u>

The Company is party to cross guarantees and debentures on a syndicated arrangement with the groups' bankers.

The main security given is a fixed and floating charge over all assets.

Further details of the arrangement and security given can be found in the financial statements of Fitzwillton Plc.

17 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

In January 1991, the group completed a sale and leaseback transaction in respect of a cash and carry property. The resultant lease has been deemed to be a finance lease and the property has been included in tangible fixed assets under the short leasehold category.

The group has an option to re-purchase the freehold of the property for £3,100,000, being the amount of the sales proceeds, at any time prior to 30 June 1996.

M6 CASH & CARRY LIMITED

NOTES TO THE FINANCIAL STATEMENTS - 31 DECEMBER 1993 (CONTINUED)

18 PROVISION FOR LIABILITIES AND CHARGES

Deferred taxation	1993		1992	
	Total potential liability £'000	Of which provided £'000	Total potential liability £'000	Of which provided £'000
GROUP				
Revaluation of property	252	-	252	-
Accelerated capital allowances	-	-	284	284
Short term timing differences	<u>10</u>	<u>10</u>	<u>202</u>	<u>202</u>
	262	10	738	486
COMPANY				
Short term timing differences	<u>10</u>	<u>10</u>	<u>111</u>	<u>111</u>

19 SHARE CAPITAL

	Authorised		Allotted and fully paid	
	1993 £'000	1992 £'000	1993 £'000	1992 £'000
Ordinary shares of 25p each	<u>3,000</u>	<u>3,000</u>	<u>2,176</u>	<u>2,176</u>

M6 CASH & CARRY LIMITED

NOTES TO THE FINANCIAL STATEMENTS - 31 DECEMBER 1993 (CONTINUED)

20 PROFIT AND LOSS ACCOUNT

	<u>Group</u> £'000
At 1 January 1993	1,290
Transfer from the profit and loss account of the year	739
Transfer from the revaluation reserve	<u>2</u>
At 31 December 1993	2,031
	<u>-----</u>
	<u>Company</u> £'000
At 1 January 1993	1,054
Transfer to the profit and loss account of the year	<u>(1)</u>
At 31 December 1993	1,053
	<u>-----</u>

No goodwill has been written off in the year. The cumulative amount of goodwill written off to date is not readily available.

21 RECONCILIATION OF MOVEMENT ON SHAREHOLDERS' FUNDS

	<u>Group</u>		<u>Company</u>	
	<u>1993</u>	<u>1992</u>	<u>1993</u>	<u>1992</u>
	£'000	£'000	£'000	£'000
Profit/ (loss) for the financial year	739	1,290	(1)	2,123
Dividend	<u>-</u>	<u>(2,000)</u>	<u>-</u>	<u>(2,000)</u>
Net addition to /(reduction in) shareholders' funds	739	(710)	(1)	123
Opening shareholders' funds	<u>1,290</u>	<u>2,000</u>	<u>1,054</u>	<u>931</u>
Closing shareholders' funds	<u>2,029</u>	<u>1,290</u>	<u>1,053</u>	<u>1,054</u>
	<u>-----</u>	<u>-----</u>	<u>-----</u>	<u>-----</u>

M6 CASH & CARRY LIMITED

NOTES TO THE FINANCIAL STATEMENTS - 31 DECEMBER 1993 (CONTINUED)

22 COMMITMENTS UNDER OPERATING LEASES

As at 31 December 1993 the group had annual commitments under non-cancellable operating leases as set out below:

Operating leases which expire:

	1993		1992	
	<u>Properties</u>	<u>Equipment</u>	<u>Properties</u>	<u>Equipment</u>
	£'000	£'000	£'000	£'000
Within one year	-	-	20	37
Within two to five years	49	202	65	121
After more than five years	<u>917</u>	<u>2</u>	<u>392</u>	<u>1</u>
	966	204	477	159

23 PENSIONS

The group operates defined contribution schemes for the benefit of employees. The assets of the schemes are held separately from those of the Company in independently administered funds. The pension cost charge representing contributions payable by the Company to the funds amounted to £110,000 (1992 - £114,000).

24 ULTIMATE PARENT UNDERTAKING

The ultimate parent undertaking is Fitzwillton Plc, a company incorporated in the Republic of Ireland and it is the parent undertaking of the largest group, of which the Company is a member, to consolidate these financial statements. Copies of the group financial statements of Fitzwillton Plc may be obtained from the company's registered office, 1/2 Upper Hatch Street, Dublin 2.

The parent undertaking of the smallest group of which the Company is a member and for which group financial statements are prepared is Fitzwillton (UK) Plc which is registered in England.