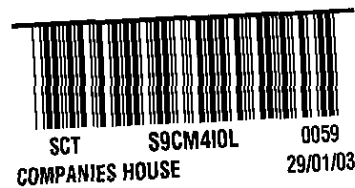


Company Registration No. SC171940 (Scotland)

THE HIGHLAND SCOTCH WHISKY COMPANY LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2002



THE HIGHLAND SCOTCH WHISKY COMPANY LIMITED

COMPANY INFORMATION

Directors	G T Minev J D Atkings
Secretary	G T Minev
Company number	SC171940
Registered office	6-1 Hermits Croft Edinburgh EH8 9RF
Accountants	Thomson Cooper & Co. 18 Viewfield Terrace Dunfermline Fife KY12 7JU
Business address	6-1 Hermits Croft Edinburgh EH8 9RF
Bankers	Clydesdale Bank Cairngorm House Almondvale Boulevard Livingston EH54 6QL HSBC Bank plc 76 Hanover Street Edinburgh EH2 1HQ

THE HIGHLAND SCOTCH WHISKY COMPANY LIMITED

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THE HIGHLAND SCOTCH WHISKY COMPANY LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 JANUARY 2002

The directors present their report and financial statements for the year ended 31 January 2002.

Principal activities

The principal activity of the company continued to be that of Scotch Whiskey and spirits brokers.

Directors

The following directors have held office since 1 February 2001:

G T Minev
J D Atkings

Directors' interests

The directors' interests in the shares of the company were as stated below:

	Ordinary shares of £ 1 each	
	31 January 2002	1 February 2001
G T Minev	75	75
J D Atkings	25	25

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

On behalf of the board



G T Minev

Director

28 January 2003

THE HIGHLAND SCOTCH WHISKY COMPANY LIMITED

ACCOUNTANTS' REPORT TO THE DIRECTORS ON THE UNAUDITED ACCOUNTS OF THE HIGHLAND SCOTCH WHISKY COMPANY LIMITED

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 31 January 2002, set out on pages 3 to 8 and you consider that the company is exempt from an audit. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities from the accounting records and information and explanations supplied to us.

Thomson Cooper & Co.

18 Viewfield Terrace

Dunfermline

Fife

KY12 7JU

28 January 2003

THE HIGHLAND SCOTCH WHISKY COMPANY LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 JANUARY 2002

		2002 £	2001 £
	Notes		
Turnover		53,069	7,370
Cost of sales		(55,372)	(5,700)
Gross (loss)/profit		(2,303)	1,670
Administrative expenses		(5,970)	(3,642)
Loss on ordinary activities before taxation	2	(8,273)	(1,972)
Tax on loss on ordinary activities	3	-	-
Loss on ordinary activities after taxation	9	(8,273)	(1,972)

THE HIGHLAND SCOTCH WHISKY COMPANY LIMITED

BALANCE SHEET AS AT 31 JANUARY 2002

	Notes	2002 £	£	2001 £	£
Fixed assets					
Tangible assets	4		1,795		1,021
Current assets					
Debtors	5	447		182	
Cash at bank and in hand		638		2,136	
		<u>1,085</u>		<u>2,318</u>	
Creditors: amounts falling due within one year	6	<u>(1,679)</u>		<u>(1,079)</u>	
Net current (liabilities)/assets			<u>(594)</u>		<u>1,239</u>
Total assets less current liabilities			1,201		2,260
Creditors: amounts falling due after more than one year	7		<u>(44,477)</u>		<u>(37,263)</u>
			<u>(43,276)</u>		<u>(35,003)</u>
Capital and reserves					
Called up share capital	8		100		100
Profit and loss account	9		<u>(43,376)</u>		<u>(35,103)</u>
Shareholders' funds			<u>(43,276)</u>		<u>(35,003)</u>

THE HIGHLAND SCOTCH WHISKY COMPANY LIMITED

BALANCE SHEET (CONTINUED)

AS AT 31 JANUARY 2002

In preparing these financial statements:

- (a) The directors are of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985;
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The directors acknowledge their responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
 - (ii) preparing accounts 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 its profit or loss for the financial year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The financial statements were approved by the Board on 28 January 2003



G T Minev
Director

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2002

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THE HIGHLAND SCOTCH WHISKY COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JANUARY 2002

4 Tangible fixed assets

	Plant and machinery etc £
Cost	
At 1 February 2001	1,815
Additions	1,370
	<hr/>
At 31 January 2002	3,185
	<hr/>
Depreciation	
At 1 February 2001	794
Charge for the year	596
	<hr/>
At 31 January 2002	1,390
	<hr/>
Net book value	
At 31 January 2002	1,795
	<hr/>
At 31 January 2001	1,021
	<hr/>

5 Debtors	2002 £	2001 £
Other debtors	447	182
	<hr/>	<hr/>
6 Creditors: amounts falling due within one year	2002 £	2001 £
Other creditors	1,679	1,079
	<hr/>	<hr/>
7 Creditors: amounts falling due after more than one year	2002 £	2001 £
Directors loans	44,477	37,263
	<hr/>	<hr/>

THE HIGHLAND SCOTCH WHISKY COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JANUARY 2002

8	Share capital	2002	2001
		£	£
	Authorised		
	100 Ordinary shares of £ 1 each	100	100
		<u> </u>	<u> </u>
	Allotted, called up and fully paid		
	100 Ordinary shares of £ 1 each	100	100
		<u> </u>	<u> </u>
9	Statement of movements on profit and loss account		Profit and
			loss
			account
			£
	Balance at 1 February 2001		(35,103)
	Retained loss for the year		(8,273)
			<u> </u>
	Balance at 31 January 2002		(43,376)
			<u> </u>