SCOTTISH DAIRY ASSOCIATION
(LIMITED BY GUARANTEE)

Report and Financial Statements
For the year ended 31 March 2010
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SCOTTISH DAIRY ASSOCIATION
(LIMITED BY GUARANTEE)

Company Information

Directors:  J Begg
            S Bales
Secretary:  K J Hunter
Registered Office:  4a Torphichen Street
                  Edinburgh
                  EH3 8JQ
Registered Number:  112068
SCOTTISH DAIRY ASSOCIATION
(LIMITED BY GUARANTEE)

Report of the Directors
In respect of the year ended 31 March 2010

Principal Activity

The Directors submit their report together with the financial statements of the company for the year ended 31st March 2010. The Association has been inactive during the year.

Results for the year

In accordance with the decision of the EGM held on 29 September 2004, the Association has ceased operations as an active trade association. The Directors are in the process of implementing the members’ decision to transfer the assets and operations of the Company to Dairy UK

Directors

The directors of the company in office during the year were as follows:-

J Begg (Appointed 31 January 2005)
S Bates (Appointed 31 January 2005)
SCOTTISH DAIRY ASSOCIATION  
(LIMITED BY GUARANTEE)

Report of the Directors  
In respect of the year ended 31 March 2010

Statement of Directors' Responsibilities

Company law requires the directors 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, the directors are required to:

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

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditors

The above report has been prepared in accordance with the special provisions of the Companies Act 2006 relating to small companies.

By Order of the Board

[Signature]

K J Hunter, Secretary

Dated: 17 December 2010
SCOTTISH DAIRY ASSOCIATION
(LIMITED BY GUARANTEE)

Profit and Loss Account
For the year ended 31 March 2010

<table>
<thead>
<tr>
<th></th>
<th>Notes</th>
<th>2010</th>
<th>2009</th>
</tr>
</thead>
<tbody>
<tr>
<td>Sundry Income</td>
<td></td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td></td>
<td></td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Administrative Expenses</td>
<td></td>
<td>79</td>
<td>124</td>
</tr>
<tr>
<td>Operating Surplus/(Deficit)</td>
<td>3</td>
<td>(79)</td>
<td>(124)</td>
</tr>
<tr>
<td>Other Operating Income</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Bank Interest Receivable</td>
<td></td>
<td>6</td>
<td>42</td>
</tr>
<tr>
<td>Surplus/(Deficit) on Ordinary Activities before Taxation</td>
<td></td>
<td>(73)</td>
<td>(82)</td>
</tr>
<tr>
<td>Taxation</td>
<td>4</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Surplus/(Deficit) for the Financial Year after Taxation</td>
<td></td>
<td>(73)</td>
<td>(82)</td>
</tr>
<tr>
<td>Balance Brought Forward</td>
<td>2005</td>
<td>2005</td>
<td></td>
</tr>
<tr>
<td>Balance Carried Forward</td>
<td>1932</td>
<td>2005</td>
<td></td>
</tr>
</tbody>
</table>

Continuing Operations
None of the company's principal activities were acquired or discontinued during the current and previous year.

Total Recognised Gains and Losses
The company has no recognised gains or losses other than the deficit for the current year and the deficit for the previous year.

The notes form part of these financial statements
SCOTTISH DAIRY ASSOCIATION
(LIMITED BY GUARANTEE)

Balance Sheet – 31 March 2010

<table>
<thead>
<tr>
<th>Notes</th>
<th>2010</th>
<th>2009</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>£</td>
<td>£</td>
</tr>
<tr>
<td>Fixed Assets</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Tangible Assets</td>
<td>5</td>
<td>0</td>
</tr>
<tr>
<td>Current Assets</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Debtors</td>
<td>6</td>
<td>0</td>
</tr>
<tr>
<td>Cash at Bank and in Hand</td>
<td>1932</td>
<td>2005</td>
</tr>
<tr>
<td>Creditors: Amounts falling due within one year</td>
<td>7</td>
<td>0</td>
</tr>
<tr>
<td>Net Current Assets</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total Assets less Current Liabilities</td>
<td>1932</td>
<td>2005</td>
</tr>
<tr>
<td>Reserves</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Profit and Loss Account</td>
<td>1932</td>
<td>2005</td>
</tr>
</tbody>
</table>

For the year ending 31/03/2010 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors’ responsibilities;
The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibility for complying with the requirements of the Act with respect to accounting records and the preparation of accounts. These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies’ regime.

S Bates – Director

Approved by the Board on 17 December 2010

The notes form part of these financial statements
1. Accounting Policies

Accounting Convention
The financial statements have been prepared under the historical cost convention.

Following an EGM held on 29 September 2004 the Scottish Dairy Association ceased operations as an active trade association with effect from midnight on 30 September 2004. It was agreed by the members that responsibility for representing the interests of the Scottish dairy industry would be passed to The Dairy Industry Association Limited, also known as “Dairy UK” and a body having similar purposes and aims as the Scottish Dairy Association, with effect from that date and time.

All members of the Association resigned their membership of the Association with effect from 31 December 2004 and have joined Dairy UK. Dairy UK, the only remaining member, is now responsible for the orderly winding up of the Association’s affairs. On winding up of the company, any excess cash and other assets will be transferred to Dairy UK in accordance with the Articles of Association.

The Directors have satisfactorily concluded settlements with all the Association’s creditors and, accordingly, the directors agreed it was appropriate to prepare the accounts on the going concern basis.

Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

Depreciation
Depreciation is provided at rates which are calculated to write off the cost of the tangible fixed assets over their useful lives as follows:-

Office Equipment - 25% straight line

Operating Lease Commitments
Lease payments under operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

Pension Costs
In view of the small scale of the company there is no company pension scheme.

Group Accounts
Group accounts have not been prepared as the qualifications for a small group specified in Sections 248 and 249 of the Companies Act 1985 have been met.

2. Limitation by Guarantee

The company is incorporated as a company limited by guarantee not having a share capital. Every member of the company guarantees, in the event of the company being wound up, such amount up to a maximum value of £250 as may be required to discharge the debts and liabilities of the company. At 31 March 2010 the membership of the company totalled 1 (2009 – 1).
3. Operating Surplus/(Deficit)  
   | 2010 | 2009 |
   | £    | £    |
   **This is stated after charging/(crediting):**
   Auditors' Remuneration | -    | -    |
   Depreciation of Owned Assets | -    | -    |
   Operating Lease Rentals – Office Equipment | -    | -    |
   **---** | **---**

No emoluments were paid to the directors in respect of the year ended 31 March 2010 (2009 - £Nil).

4. Taxation  
   | 2010 | 2009 |
   | £    | £    |
   Corporation Tax at 10% on:  
   Bank Interest | (0)   | (0)   |
   **---** | **---**

5. Fixed Assets  
   | Office Equipment £  
   **Cost:**  
   At 1 April 2009 | -    
   Disposals | -    
   At 31 March 2010 | -    
   **Depreciation:**  
   At 1 April 2009 | -    
   Charge for year | -    
   On disposals | -    
   At 31 March 2010 | -    
   **Net Book Value:**  
   At 31 March 2010 | -    
   At 31 March 2009 | -    

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SCOTTISH DAIRY ASSOCIATION
(LIMITED BY GUARANTEE)

Notes to the Financial Statements
For the year ended 31 March 2010

6. Debtors

2010 2009
£ £
---
Prepayments and Accrued Income - -
Other Taxes and Social Security Costs - -
---
---
---
---

7. Creditors: Amounts falling due within one year

2010 2009
£ £
---
Corporation Tax - -
Other Taxes and Social Security Costs - -
Creditors and Accrued Charges - -
Other Creditors - -
Bank Overdraft - -
Amount owed to Subsidiary - -
---
---
---
---

8. Financial Commitments

At 31 March 2010 the company had annual commitments under non-cancellable operating leases as follows:

<table>
<thead>
<tr>
<th></th>
<th>2010</th>
<th>2009</th>
</tr>
</thead>
<tbody>
<tr>
<td>Expiring within one year</td>
<td>£</td>
<td>£</td>
</tr>
<tr>
<td>Expiring within two and five years</td>
<td>£</td>
<td>£</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th></th>
<th>2010</th>
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SCOTTISH DAIRY ASSOCIATION
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Income and Expenditure Account
For the year ended 31 March 2010

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<th></th>
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<th></th>
<th>2009</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Bank Interest</td>
<td>6</td>
<td></td>
<td>42</td>
<td></td>
</tr>
<tr>
<td>Sundry Expenses</td>
<td>79</td>
<td>124</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>79</td>
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