

GENERAL ACCIDENT EXECUTOR

AND

TRUSTEE COMPANY LIMITED

REPORT & ACCOUNTS 1992



GENERAL ACCIDENT EXECUTOR AND TRUSTEE COMPANY LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31st DECEMBER 1992

DIRECTORS AND SECRETARY

Directors: W N Robertson, MA FCII (Chairman)
B Holder, FCCA
R A Whitaker, LLB DMS FCII

Secretary: R A Whitaker, LLB DMS FCII

Principal Activity and Business Review

General Accident Executor and Trustee Company Limited experienced another year of difficult market conditions but operated profitably. Its main activity continues to be Unit Trust Trusteeships. It achieved further growth in its role as Custodian for Investment Funds within the General Accident Group.

Dividend and Reserves

Profit after tax amounted to £253,902. An interim dividend of £51,000 and a preference dividend of £840 were paid on 31st December 1992.

Directors and their interests

The names of the present Directors are shown above.

Mr T Roberts retired as a director of the company on 30th November 1992.

Mr B Holder was appointed as a director of the company on 1st December 1992.

The interests of Mr Robertson and Mr Holder in the share capital of other companies in the General Accident group are stated in the Directors' Report of General Accident plc. The interests of Mr Whitaker are set out below.

Ordinary Shares

1st January 1992

31st December 1992

6,231

6,404

Options

1st January 1992

Options Granted
during the year

Options Exercised for
Lapsed during the year

31st December 1992

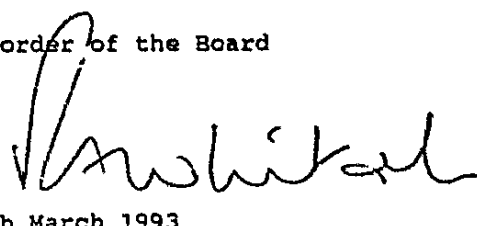
23,484

18,092

51

41,576

By order of the Board


24th March 1993

GENERAL ACCIDENT EXECUTOR AND TRUSTEE COMPANY LIMITED

Profit and Loss Account

for the year ended 31st December 1992

	Note	1992 £	1991 £
Turnover	2	1,681,502	1,732,993
Expenses		<u>1,287,092</u>	<u>957,881</u>
Operating Profit	3	394,410	775,112
Tax on profit on ordinary activities	4	<u>140,508</u>	<u>258,350</u>
Profit for the financial year		253,902	516,762
Retained profit brought forward		<u>425,342</u>	<u>409,420</u>
Total available for appropriation		679,244	926,182
Dividends	5	<u>51,840</u>	<u>500,840</u>
Retained profit carried forward		<u>627,404</u>	<u>425,342</u>

The notes on pages 4 to 6 form an integral part of these accounts

GENERAL ACCIDENT EXECUTOR AND TRUSTEE COMPANY LIMITED

Balance Sheet

at 31st December 1992

	Note	1992	1991
	£	£	£
Investments	6	583,521	519,857
Fixed Assets	1(e), 7		
Computer Equipment		<u>118,908</u>	<u>139,238</u>
		702,429	659,095
Current Assets			
Due from Parent Company	4,458,650		4,115,284
Debtors	283,628		387,373
Accrued interest	11,089		11,089
Cash at bank and in hand	<u>32,739</u>		<u>26,576</u>
	4,786,106		<u>4,540,322</u>
Creditors: amounts falling due within one year	8	<u>3,762,016</u>	<u>3,674,960</u>
Net Current Assets/(Liabilities)		<u>1,024,090</u>	<u>865,362</u>
Total assets less current liabilities		1,726,519	1,524,457
Deferred taxation		<u>3,659</u>	<u>3,659</u>
		<u>1,722,860</u>	<u>1,520,798</u>
Capital and reserves			
Called up share capital	9	826,600	826,600
General Reserve		144,571	144,571
Investment Reserve		124,285	124,285
Profit and Loss account		<u>627,404</u>	<u>425,342</u>
		<u>1,722,860</u>	<u>1,520,798</u>

These accounts were approved by the Board of Directors on 24th March 1993 and are signed on its behalf.



The notes on pages 4 to 6 form an integral part of these accounts.

GENERAL ACCIDENT EXECUTOR AND TRUSTEE COMPANY LIMITED

NOTES TO THE ACCOUNTS AT DECEMBER 31, 1992

1. Accounting Policies

a. Accounting Convention

The accounts are prepared under the historical cost convention.

b. Investment Income

Ordinary dividends are taken to credit when received. Fixed dividends and interest are on an accrual basis.

c. Investments

Investments are shown in the balance sheet at or under cost. Profits and losses on realisation of investments, after adjusting for taxation, have been dealt with through investment reserve.

d. Deferred Taxation

Deferred taxation has been provided at current rates on all timing differences other than those considered likely to continue in the foreseeable future. No detailed breakdown under the categories concerned is given as the amounts involved are immaterial.

e. Depreciation

Depreciation is provided on Computer Equipment at a rate calculated to write off the cost over five years.

f. Cash Flow Statement

Under Financial Reporting Standard 1 the company is exempt from the requirement to prepare a cash flow statement on the grounds that it is a wholly owned subsidiary undertaking.

2. Turnover

Analysis of turnover is as follows:

	1992 £	1991 £
a. Investment income received from investments held in the UK	77,396	128,086
b. Trusteeship Business Fees	<u>1,604,106</u>	<u>1,604,907</u>
	<u>1,681,502</u>	<u>1,732,993</u>

3. Operating Profit

This is stated after charging:

	£	£
Directors' remuneration	Nil	Nil
Auditors' remuneration	1,116	1,093
Depreciation	55,744	48,661

GENERAL ACCIDENT EXECUTOR AND TRUSTEE COMPANY LIMITED

NOTES TO THE ACCOUNTS AT DECEMBER 31, 1992

4. Tax on profit on ordinary activities

Based on the profit for the year:	£	£
Corporation Tax	137,526	256,559
Tax credits attributable to dividends received	2,982	2,884
Deferred taxation	-	(1,093)
	<u>140,508</u>	<u>258,350</u>

5. Dividends

	1992	1991
	£	£
Preference	840	840
Ordinary - Interim paid	<u>51,000</u>	<u>500,000</u>
	<u>51,840</u>	<u>500,840</u>

6. Investments

	£	£
At beginning of year	519,857	914,857
Additions	63,664	-
Disposals	-	<u>395,000</u>
	<u>583,521</u>	<u>519,857</u>

	£	£
Listed investments	369,857	369,857
Deposits at interest	<u>213,664</u>	<u>150,000</u>
	<u>583,521</u>	<u>519,857</u>

Valuation:	£	£
Listed investments - market value	659,018	615,216
Deposits at interest	<u>213,664</u>	<u>150,000</u>
	<u>872,682</u>	<u>765,216</u>

7. Fixed Assets

	<u>Cost</u>	<u>Aggregate Depreciation</u>	<u>Net Book Value</u>
	£	£	£
Brought forward 1st January	243,306	104,068	139,238
Purchases during year	35,415	-	35,415
Depreciation charge	-	<u>55,745</u>	<u>55,745</u>
	<u>278,721</u>	<u>159,813</u>	<u>118,908</u>

GENERAL ACCIDENT EXECUTOR AND TRUSTEE COMPANY LIMITED

NOTES TO THE ACCOUNTS AT DECEMBER 31, 1992

8. <u>Creditors: amounts falling due within one year</u>	1992	1991
Current corporation tax	532,589	420,579
Accruals	29,427	54,381
Parent Company - interest free subordinated loan	<u>3,200,000</u>	<u>3,200,000</u>
	<u>3,762,016</u>	<u>3,674,960</u>
9. <u>Share Capital</u>	1992	1991
	£	£
Authorised:	No	No
Ordinary shares of £4 each	<u>350,000</u>	<u>350,000</u>
6% (now 4.2% plus tax credit)		
Preference shares of £5 each	<u>20,000</u>	<u>20,000</u>
Issued:	£	£
194,500 Ordinary shares of £4 each, fully paid	778,000	778,000
13,000 Ordinary shares of £4 each, £2.20 per share paid	<u>28,600</u>	<u>28,600</u>
	806,600	806,600
6% (now 4.2% plus tax credit)		
Preference shares of £5 each, £1 paid	<u>20,000</u>	<u>20,000</u>
	<u>826,600</u>	<u>826,600</u>

10. Holding Company

The Company's ultimate holding company is General Accident plc which is registered in Scotland.

REPORT OF THE AUDITORS TO THE MEMBERS OF
GENERAL ACCIDENT EXECUTOR AND TRUSTEE COMPANY LIMITED

We have audited the accounts on pages 2 to 6, in accordance with Auditing Standards.

In our opinion the accounts give a true and fair view of the state of the company's affairs at December 31, 1992 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

KPMG Peat Marwick

KPMG Peat Marwick
Chartered Accountants
Registered Auditors

24 Blythswood Square
Glasgow G2 4QS

24th March 1993