

1911

NO. 6252

208

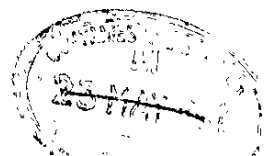
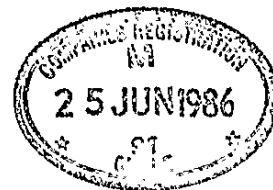
16

GENERAL ACCIDENT EXECUTOR

AND

TRUSTEE COMPANY LIMITED

REPORT AND ACCOUNTS 1985



GENERAL ACCIDENT EXECUTOR AND TRUSTEE COMPANY LIMITED

1.

REGISTERED OFFICE: Becket House, 87 Cheapside, London EC2V 6AY
Registered in England - No. 6252

BOARD OF DIRECTORS:

Chairman G R Simpson, DSO, LVO, TD, DL

Directors B C Marshall, CA
T Roberts, MA, FCI
W N Robertson, MA, FCI

Secretary R A Whitaker, LLB, DMS, FCI

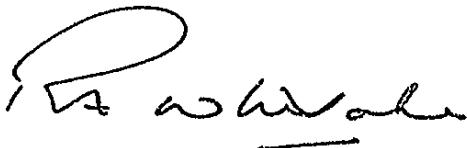
NOTICE OF MEETING

NOTICE IS HEREBY GIVEN that the Annual General Meeting of the Shareholders of this Company will be held on Wednesday the 7th day of May 1986 at 9.30 a.m. at Pitheavlis to transact the following ordinary business:

1. To receive the report of the directors and the audited accounts for the year ended 31st December 1985
2. To re-appoint Messrs Peat, Marwick, Mitchell & Co., Chartered Accountants, as auditors and to authorise the directors to determine their remuneration.

A member entitled to attend and vote at this meeting is entitled to appoint one or more proxies to attend and vote instead of him. A proxy need not be a member of the Company.

By Order of the Board



R A Whitaker
Secretary

14th April, 1986

DIRECTORS' REPORT

The directors submit their Report together with the Accounts of the Company for the year ended December 31, 1985.

RESULTS AND DIVIDENDS

The profit for the year, after taxation, amounted to £46,814 to which has been added £68,840 balance brought forward from the previous year. An interim ordinary dividend of £50,000 and a preference dividend of £840 was paid on December 31, 1985 leaving a balance of £64,814 to be carried forward.

PRINCIPAL ACTIVITY

The principal activity of the Company is transacting trustee and executorship business. This business is managed by the Trustee Department of General Accident Fire and Life Assurance Corporation p.l.c., which is incorporated in Great Britain, and of which the company is a wholly owned subsidiary.

DIRECTORS AND THEIR INTERESTS

The names of the present directors are shown on page 1. No other directors served during the year.

There are no interests of directors in the shares or debentures of the holding company to be disclosed in accordance with section 2, schedule 7 of the Companies Act 1985, as all directors of the company are directors also of the holding company.

AUDITORS

A resolution to reappoint Messrs Peat Marwick Mitchell & Co, as auditors will be put to the members at the Annual General Meeting.



G R Simpson
Chairman

26th March 1986

GENERAL ACCIDENT EXECUTOR AND TRUSTEE COMPANY LIMITED

3.

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED DECEMBER 31, 1985

	Notes	1985 £	1984 £
Turnover	2	77,565	76,993
Other operating charges		808	776
Operating Profit	3	76,757	76,217
Tax on profit on ordinary activities	4	29,943	31,367
Profit for the financial year		46,814	44,850
Retained profit brought forward		68,840	64,830
Total available for appropriation		115,654	109,680
Dividends	5	50,840	40,840
Retained profit carried forward		£64,814	£68,840

The notes on pages 6 to 8 form part of these accounts.

GENERAL ACCIDENT EXECUTOR AND TRUSTEE COMPANY LIMITED

4.

BALANCE SHEET
AT DECEMBER 31, 1985

	Notes	1985	1984
		£	£
Investments	6	570,392	593,392

Current Assets			
Debtors		39,790	39,265
Accrued interest		16,445	16,639
Cash at bank and in hand		9,328	1,627
		<u>65,563</u>	<u>57,531</u>
Creditors: amounts falling due within one year	7	189,701	194,837
Net current liabilities		124,138	137,306
		-----	-----
Total assets less current liabilities		446,254	456,086
Creditors: amounts falling due after more than one year			
Corporation Tax (payable January 1, 1987)		28,548	33,452
Provision for liabilities and charges			
Deferred taxation		<u>5,962</u>	<u>6,864</u>
		34,510	40,316
		-----	-----
		£411,744	£415,770
		=====	=====
Capital and reserves			
Called up share capital	8	146,600	146,600
General Reserve		144,571	144,571
Investment Reserve		55,759	55,759
Profit and loss account		<u>64,814</u>	<u>68,840</u>
		-----	-----
		£411,744	£415,770
		=====	=====

The notes on pages 6 to 8 form part of these accounts.

STATEMENT OF SOURCE AND APPLICATION OF FUNDS
FOR THE YEAR ENDED DECEMBER 31, 1985

		1985	1984
	£	£	£
Source of Funds:			
Profit on ordinary activities before taxation		76,757	76,217

Application of funds:			
Dividends paid	50,840		41,680
Tax paid	32,684		36,567
	-----		-----
		83,524	78,247
		-----	-----
Working capital increase/(decrease)		£(6,767)	£(2,030)
		=====	=====
Components of Increase/(decrease) in working capital:			
Debtors	331		(2,545)
Creditors	8,201		(16,631)
	-----		-----
		8,532	(19,176)
		-----	-----
Movement in Investments and net liquid funds:			
Cash at bank and in hand	7,701		(3,140)
Cash on deposit	(23,000)		21,000
Listed Investments (net of reserve)	-		(714)
	-----		-----
		(15,299)	17,146
		-----	-----
		£(6,767)	£(2,030)
		=====	=====

NOTES TO THE ACCOUNTS AT DECEMBER 31, 1985

1. Accounting Policies**Accounting Convention**

The accounts are prepared under the historical cost convention.

Investment Income

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

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.

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 relatively immaterial.

2. Turnover

Turnover represents gross investment income received from investments held in the United Kingdom.

1985	1984
£	£
77,565	76,993
*****	*****

3. Operating profit

a) This is stated after charging:

Directors' remuneration

Auditors' remuneration

£	£
Nil	Nil
802	745

4. Tax on profit on ordinary activities

Based on the profit for the year:

Corporation Tax at 41.25% (1984 46.25%)

Tax credits attributable to dividends received

Deferred taxation

£	£
28,531	32,549
2,314	1,930
(902)	(3,112)
£29,943	£31,367
*****	*****

5. Dividends

Preference

Ordinary - Interim paid

£	£
840	840
50,000	40,000
£50,840	£40,840
*****	*****

NOTES TO THE ACCOUNTS AT DECEMBER 31, 1985

	1985	1984
6. Investments	£	£
Cost at January 1, 1985	593,392	534,631
Additions	-	155,286
Disposals	(23,000)	(96,525)
	<hr/>	<hr/>
Cost at December 31, 1985	£570,392	£593,392
	<hr/>	<hr/>
	£	£
Listed Investments	548,392	548,392
Deposits at Interest	22,000	45,000
	<hr/>	<hr/>
	£570,392	£593,392
	<hr/>	<hr/>
Valuation:		
Listed Investments - market value (less accrued interest)	£749,177	£733,092
Deposits at Interest	£22,000	£45,000
	<hr/>	<hr/>
7. Creditors: amounts falling due within one year	£	£
Current corporation tax	33,440	30,375
Due to parent company	155,461	163,717
Accruals	800	745
Proposed dividend	-	-
	<hr/>	<hr/>
	£189,701	£194,837
	<hr/>	<hr/>
8. Share Capital		
Authorised:	No	No
Ordinary shares of £4 each	37,500	37,500
6% (now 4.2% plus tax credit)		
Preference shares of £5 each	20,000	20,000
	<hr/>	<hr/>
	57,500	57,500
	<hr/>	<hr/>
Issued:	£	£
24,500 Ordinary shares of £4 each, fully paid	98,000	98,000
13,000 Ordinary shares of £4 each, £2.20 per share paid	28,600	28,600
	<hr/>	<hr/>
	126,600	£126,600
	<hr/>	<hr/>
6% (now 4.2% plus tax credit)		
Preference shares of £5 each, £1 paid	20,000	20,000
	<hr/>	<hr/>
	£146,600	£146,600
	<hr/>	<hr/>

GENERAL ACCIDENT EXECUTOR AND TRUSTEE COMPANY LIMITED

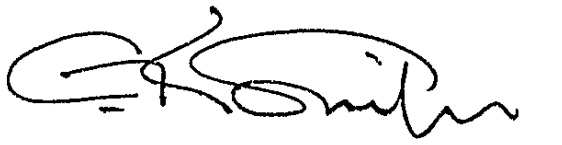
8.

NOTES TO THE ACCOUNTS AT DECEMBER 31, 1985

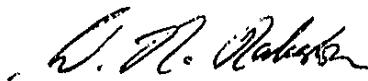
9. Holding Company

The company's ultimate holding company is General Accident Fire and Life Assurance Corporation plc which is incorporated in Great Britain.

Approved by the Board



G R SIMPSON (Chairman)



W N ROBERTSON (Director)

26th March 1986

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

9.

We have audited the accounts set out on pages 3 to 8, in accordance with approved Auditing Standards.

In our opinion the accounts, which have been prepared on the basis of the accounting policies set out on page 6, give a true and fair view of the state of affairs of the Company at December 31, 1985 and of its profit and source and application of funds for the year to that date and comply with the Companies Act 1985.



PEAT, MARWICK, MITCHELL & CO.,
Chartered Accountants

135 Buchanan Street
Glasgow G1 2JG

26th March 1986