

No. 58598

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J.T. STANTON & CO. LIMITED

DIRECTORS' REPORT

AND

FINANCIAL STATEMENTS

30 JUNE 1986



J.T. STANTON & CO. LIMITED  
REPORT OF THE DIRECTORS

Page 1

The Directors present their report with financial statements of the Company for the year ended 30 June 1986.

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ACTIVITIES

During the year the Company continued to trade as an importer, processor and merchant of softwood timber and associated materials but did so exclusively in its capacity as an agent of its fellow subsidiary, Mallinson-Denny (U.K.) Limited, and accordingly has made neither a profit nor a loss.

The directors do not envisage initiating any change in the Company's role or activities for the foreseeable future.

FINANCIAL

The Directors do not recommend the payment of a dividend.

DIRECTORS

The Directors of the Company during the year were:

D.H. Allen  
F.F. Andrew  
A.F. Ashby  
M. Boon  
J.G. Dyke (appointed 6.8.1985)  
J. Farnhill  
R.S.H. Guy

Since the end of the year, Mr. D. Inge was appointed a director of the Company on 1 July.

DIRECTORS' INTERESTS IN SHARES AND DEBENTURE

The directors' interests, if any, in the share capital and debenture of Group companies, to be stated in accordance with S.235(3) of the Companies Act 1985, were as follows:

		<u>Mallinson-Denny Group Limited</u> <u>'A' Ordinary Shares</u>
A.F. Ashby	30.6.1986	5,000
M. Boon	30.6.1986	1,500
J. Farnhill	30.6.1986	4,000

REPORT OF THE DIRECTORS (Continued)

EMPLOYMENT POLICIES

(i) Employee Involvement

The directors in acknowledging the importance of good communications and relations with their employees believe that staff should be aware of matters which affect the Company they serve and to this end during the year information was provided to employees by means of News Letters, Management briefings and Notice Board announcements.

(ii) Employment of Disabled Persons

During the year the Company maintained its policy of giving full and fair consideration to applications for employment made by disabled persons, having regard to their particular aptitudes and abilities. As far as was possible, arrangements were made to continue the employment of those employees who became disabled during the course of their employment and where appropriate, arrangements were made for training or the provision of special aids. It was the policy of the Company to provide disabled persons, within the limitations of their aptitudes and skills, with the same opportunities for training, career development and promotion that were available to all employees.

AUDITORS

A resolution concerning the reappointment of KMG Thomson McLintock as auditors and their remuneration will be submitted to the annual general meeting.

By order of the Board

J. FARNHILL  
Secretary

Malden House,  
Ridlett Road,  
Park Street,  
St Albans,  
Herts AL2 2JE  
7 JUL 1986

AUDITORS' REPORT TO THE MEMBERS OF J.T. STANTON & CO. LIMITED

We have audited the financial statements on pages 4 to 5 in accordance with approved auditing standards.

In our opinion the financial statements, which have been prepared under the historical cost convention, give a true and fair view of the state of the Company's affairs at 30 June 1986 and comply with the Companies Act 1985.

*KMG Thom McLintock*  
KMG THOMSON McLINTOCK

Chartered Accountants.  
London  
7 July 1986

J.T. STANTON & CO. LIMITEDBALANCE SHEETAs at 30 June 1986

	<u>Notes</u>	<u>1986</u> £'000	<u>1985</u> £'000
DEBTORS - amounts falling due within one year			
Amounts due from intermediate holding company and fellow subsidiaries		74 =====	74 =====
CAPITAL			
Called up share capital	3	74 =====	74 =====

  
F.F. ANDREW

Director



J.G. DYKE

Director



J.T. STANTON & CO. LIMITEDNOTES

(forming part of the financial statements)  
30 June 1986

## 1. ACCOUNTING POLICY

These financial statements have been prepared under the historical cost convention.

The effects of events relating to the year ended 30 June 1986 which occurred before 7 July 1986, the date of approval of the financial statements by the Board of Directors, have been included in the statements to the extent required to show a true and fair view of the state of affairs at 30 June 1986 and of the results for the year ended on that date.

## 2. PROFIT AND LOSS ACCOUNT

The Company has traded during the year only as an agent for Mallinson-Denny (U.K.) Ltd. It has not traded on its own account, and accordingly has no movement in revenue account and therefore no profit and loss account has been prepared.

## 3. CALLED UP SHARE CAPITAL

	Authorised		Allotted, called up and fully paid			
	1986 £'000	1985 £'000	1986		1985	
			No'000	£'000	No'000	£'000
Ordinary shares of £1 each	75	75	74	74	74	74
	=====	=====	=====	=====	=====	=====

## 4. ULTIMATE PARENT COMPANY

At the year end the Company's ultimate holding company was Mallinson-Denny Group Limited which is incorporated in Great Britain.

## 5. GUARANTEES

The external borrowings of the Company's holding company, Mallinson-Denny Limited, are financed by means of a £27,500,000 term loan repayable 1987 to 1991 and a £35,000,000 bank borrowing facility available until 31 December 1991. Both borrowings are secured by first fixed and floating charges on all the assets and undertakings of the Company, certain of its fellow subsidiaries and Mallinson-Denny Limited.

## 6. APPROVAL OF FINANCIAL STATEMENTS

The board of directors approved the financial statements on 7 July 1986.