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**LONGFORD INDUSTRIAL HOLDINGS
PLC**

KERFOOT STREET, WARRINGTON



**DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31st DECEMBER, 1982**

LONGFORD INDUSTRIAL HOLDINGS PLC

DIRECTORS C. J. B. HATTON (Chairman)
J. A. FARQUHARSON M. A. (OXON)
A. G. THOMAS F.C.A.
J. MOLYNEUX
P. G. GREENALL

SECRETARY J. A. FARQUHARSON M. A. (OXON)

REGISTERED OFFICE Kerfoot Street, Warrington.

BANKERS Barclays Bank PLC
Bridge Street,
Warrington.

AUDITORS Chalmers, Impey & Co.,
8 Winmarleigh Street,
Warrington.

SUBSIDIARY COMPANIES

COMPASS AGGREGATES LIMITED
(P. R. Stillwell - Managing Director)
Sand and Haulage

THE LONGFORD WIRE COMPANY LIMITED
(R. M. Barrett - Managing Director)
Steel Wire Manufacturers

THE TRANSPORT SUPPLY COMPANY LIMITED
Vehicle Leasing

JOHNSON LANDSCAPES LIMITED
Landscape Gardening

LONGFORD INDUSTRIAL HOLDINGS PLC

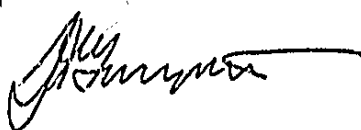
NOTICE OF ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN that the EIGHTY THIRD ANNUAL GENERAL MEETING of the Company will be held at Longford Works, Kerfoot Street, Warrington on 6th May 1983 at 12 noon for the following purposes:

1. To receive and, if thought fit, adopt the Report of the Directors and Financial Statements for the year ended 31st December 1982.
2. To declare a dividend.
3. To elect Directors.
4. To appoint Auditors and to authorise the Directors to fix their remuneration.
5. To transact any other business.

By Order of the Board

J. A. Farquharson
Secretary



Longford Works,
Kerfoot Street,
Warrington.

12th April 1983

Note: A member entitled to attend and vote at the meeting may appoint a proxy to attend and vote instead of him. A proxy need not be a member of the company.

CHAIRMAN'S STATEMENT

Due to the continuing recession worldwide and particularly in the U.K., trading conditions have continued to be very tough for your Company. Nevertheless, Group turnover increased from £3,379,000 to £4,088,000 leaving us with an operating profit before interest payable, just over double that of last year at £34,000. Without the exceptional item of £87,000 your company would have made a loss of £7,000 compared to a loss of £21,000. Adding in the exceptional item and taking account of the tax refund left your Group with a profit for the year of £91,000 compared to last year's surplus of £46,000.

The continuing healthy profit contribution of £196,000 from Compass Aggregates Limited more than off set the loss of £137,000 from Longford Wire where low demand, excess capacity and cheap imports caused continued adverse trading conditions. Johnson Landscapes made, as forecast, a profit of £8,000 compared to last year's loss of £6,000 which confirms your Board's faith in same.

The figures speak for themselves. The slightly better figures from the Wire division reflect continued successful cost cutting and achievement of changes in working practices, but in spite of higher turnover our margins were again very slim. In the last quarter of the year the measures taken which have reduced capacity in the British Steel Industry by 25% under the Government Scheme extended to our wire industry. This incapacity, along with some improvement in the North American market, has improved our trading position.

Once again Compass performed very well, as mentioned above, with a trading profit of £196,000, an increase of £77,000 over the previous year's good result and in spite of total turnover being less than forecast partly due to the severe weather last January. This was achieved by close control of costs and rationalisation of production, and was achieved on a lower turnover so the efficiency of this division is now well established against a background of fierce competition and price cutting. As indicated last year Compass now controls additional sand reserves of over 2.7m tonnes, and this division therefore is well placed for the slightest upturn in the economy which is now apparent and giving increased trading levels at the present time. Results to date here are again encouraging.

During the year we disposed of the former Oakmcre Quarry, a total of 72 acres, retaining the mineral rights which after the adjustments to Corporation Tax and land residual values left us with a surplus of £87,000 which is the exceptional item referred to in the Financial Statements. We also received a tax refund of £11,000 due to over provision in previous years on the mineral depletions and this is shown in Note 6 to the Financial Statements.

On 1st May 1982 we were pleased to welcome to the Board, Peter Greenall, a grandson of Lord Daresbury, and this appointment happily restores a family link which goes back to 1913 when Sir Gilbert Greenall was Chairman.

As part of our policy of improving our efficiency the Group functions have been disbanded into the operating divisions following the resignation which I reported last year of Mr. Muir and we are a much slimmer animal than before.

Due to the obvious need to conserve all our resources and continue to contain our borrowings a dividend of 3% is recommended to all shareholders on the register at 16th March 1983.

I have to repeat my difficulty in making any projections for the current year though I see a glimmer of light at the end of the tunnel, though I have to say I hope this is not a false dawn to the end of the economic recession as we have seen before - stocking up taking place only to be disappointed within months of sales reducing to former levels. However, it looks slightly better but I will update all members at the time of the A.G.M. when we have the first quarter's figures available.

The last few years have been a very difficult time for your Company but there is no doubt that the loyalty and efforts of those who work for us have helped us to survive one of the most difficult periods in your Company's history and I thank all concerned.

C. J. B. Hatton (Chairman)

6th April 1983

LONGFORD INDUSTRIAL HOLDINGS PLC

REPORT OF THE DIRECTORS

The directors have pleasure in submitting their Report and Financial Statements for the year ended 31st December 1982.

REVIEW OF THE YEAR

The group is engaged in steel wire manufacture, sand extraction, haulage, vehicle leasing and landscaping.

The net profit of the group after taxation amounted to £91,000 compared with £46,000 for the previous year. Details of turnover and performance are given in note 2 to the financial statements.

DIVIDEND

Your directors propose payment of a dividend for the year at a rate of 3% (1981 5%).

FUTURE DEVELOPMENT

The group continues to investigate those areas of trade wherein the products of the group can be sold to the best advantage.

FIXED ASSETS

The movements during the year are detailed in notes 9, 10 and 11 to the financial statements.

DIRECTORS

The directors throughout the year, together with their interests in the share capital of the company were as follows:

Ordinary stock units of £1 each	<i>Beneficial</i>		<i>Other</i>	
	1982	1981	1982	1981
C. J. B. Hatton.....	12,663	12,463	146,074	142,236
J. A. Farquharson	1,514	1,314	145,301	141,463
A. G. Thomas.....	993	993	83,650	79,304
J. Molyneux	5,196	5,196	7,006	7,006
P. G. Greenall (appointed 1st May 1982)...	500	-	-	-

There is a duplication in the amounts of the holdings of the above to the following extent:

C. J. B. Hatton and J. A. Farquharson	144,635
C. J. B. Hatton, J. A. Farquharson and A. G. Thomas	83,650

The directors retiring by rotation are Mr. C. J. B. Hatton and Mr. A. G. Thomas, who being eligible offer themselves for re-election. Mr. P. G. Greenall who was appointed during the year retires and being eligible, offers himself for election.

LONGFORD INDUSTRIAL HOLDINGS PLC

REPORT OF THE DIRECTORS (Continued)

SIGNIFICANT SHAREHOLDINGS

Significant shareholdings as at 14th March 1983.

	Ordinary Stock Units of £1 each	%
C. J. B. Hatton	12,663	5.1
Jumil Investments Limited	16,666	6.7
Nexon Investments Limited	16,666	6.7
Sarban Developments Limited	21,905	8.8
Wilderspool Investments (Jersey) Limited	58,193	23.4
Warban Investments Limited	19,240	7.7
K. R. Young	13,080	5.3

CLOSE COMPANY

The company is a close company within the meaning of the Income and Corporation Taxes Act 1970.

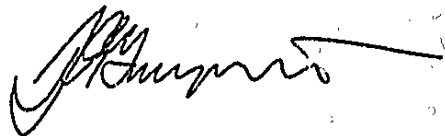
AUDITORS

The auditors Messrs. Chalmers, Impey & Co. retire at the conclusion of the Annual General Meeting in accordance with the Companies Act 1976 and offer themselves for re-appointment.

By Order of the Board,

J. A. Farquharson

Secretary



Longford Works,
Kerfoot Street,
Warrington.

17th March 1983.

LONGFORD INDUSTRIAL HOLDINGS PLC AND SUBSIDIARY COMPANIES

**GROUP PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31st DECEMBER 1982**

		1982	1981
	Notes	£000	£000
TURNOVER.....	9	<u>4,088</u>	<u>3,379</u>
GROUP OPERATING PROFIT	2	34	16
INTEREST PAYABLE AND SIMILAR CHARGES...	4	(41)	(87)
EXCEPTIONAL ITEM	5	<u>87</u>	<u>-</u>
GROUP PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		80	(21)
TAXATION ON ORDINARY ACTIVITIES.....	6	<u>11</u>	<u>(20)</u>
GROUP PROFIT/(LOSS) ON ORDINARY ACTIVITIES AFTER TAXATION		91	(41)
EXTRAORDINARY ITEMS.....	7	<u>-</u>	<u>87</u>
GROUP PROFIT FOR THE FINANCIAL YEAR...		91	46
PROPOSED DIVIDEND.....	8	<u>7</u>	<u>5</u>
RETAINED PROFIT ATTRIBUTABLE TO MEMBERS OF THE HOLDING COMPANY....	18	<u>84</u>	<u>41</u>

The notes on pages 9 to 20 form an integral part of these financial statements.

LONGFORD INDUSTRIAL HOLDINGS PLC AND SUBSIDIARY COMPANIES

BALANCE SHEET AT 31st DECEMBER 1982

	Note	Group		Holding Company	
		1982	1981	1982	1981
		£000	£000	£000	£000
FIXED ASSETS					
Intangible Assets.....	9	134	134	—	—
Tangible Assets.....	10	1,630	1,404	454	462
Investments.....	11	—	—	182	182
		<u>1,764</u>	<u>1,538</u>	<u>636</u>	<u>644</u>
CURRENT ASSETS	12	1,652	1,454	165	136
LESS: CURRENT LIABILITIES					
Creditors — amounts falling due within one year	15	(1,324)	(961)	(50)	(37)
NET CURRENT ASSETS		<u>328</u>	<u>493</u>	<u>115</u>	<u>99</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		2,092	2,031	751	743
LESS: PROVISION FOR LIABILITIES AND CHARGES	16	(32)	(40)	—	—
NET ASSETS		<u>2,060</u>	<u>1,991</u>	<u>751</u>	<u>743</u>
CAPITAL AND RESERVES					
Called up share capital.....	17	248	248	248	248
Share premium account.....	18	32	32	32	32
Revaluation reserve.....	18	79	97	76	76
Profit and loss account.....	18	1,701	1,614	395	387
		<u>2,060</u>	<u>1,991</u>	<u>751</u>	<u>743</u>

Approved by the board of directors on 17th March 1983.

C. J. B. Hatton }
A. G. Thomas } Directors

The notes on pages 9 to 20 form an integral part of these Financial Statements.

LONGFORD INDUSTRIAL HOLDINGS PLC AND SUBSIDIARY COMPANIES

**GROUP STATEMENT OF SOURCE AND
APPLICATION OF FUNDS FOR THE YEAR
ENDED 31st DECEMBER 1982**

	1982		1981	
	£000	£000	£000	£000
SOURCE OF FUNDS				
Profit/(loss) on ordinary activities before taxation and extraordinary items		80		(21)
Extraordinary items		<u>-</u>		<u>87</u>
		80		66
Adjustment for items which do not involve the movement of funds:				
Profit on sale of fixed assets	(87)		-	
Depletion of sand reserves	19		6	
Depreciation	148		132	
Provision for reinstatement of land	<u>(4)</u>		<u>(8)</u>	
		76		130
		<u>156</u>		<u>196</u>
OTHER SOURCES				
Disposal of tangible fixed assets		105		20
		<u>261</u>		<u>216</u>
APPLICATION OF FUNDS				
Reinstatement of land	4		-	
Purchase of tangible fixed assets	423		68	
Tax paid	2		2	
Dividend paid	<u>5</u>		<u>5</u>	
		(484)		(75)
(DECREASE)/INCREASE IN WORKING CAPITAL AND NET LIQUID FUNDS				
		<u>(173)</u>		<u>141</u>
DECREASE IN WORKING CAPITAL				
Increase in stocks	187		60	
Increase in debtors	95		40	
(Increase) in creditors	<u>(305)</u>		<u>(349)</u>	
		(78)		(249)
(DECREASE)/INCREASE IN NET LIQUID FUNDS				
(Decrease)/Increase in cash at bank and in hand	(34)		28	
(Increase)/Decrease in bank overdrafts	<u>(66)</u>		<u>362</u>	
		(100)		390
		<u>(173)</u>		<u>141</u>

LONGFORD INDUSTRIAL HOLDINGS PLC AND SUBSIDIARY COMPANIES

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st DECEMBER 1982

1. ACCOUNTING POLICIES

1.1 Basis of Accounting: The financial statements have been prepared in accordance with the statutory alternative accounting rules and accounting principles introduced by Companies Act 1981. Freehold land and buildings have been shown at revalued amounts but all other items are stated in accordance with the historical cost accounting rules. The financial statements comply with the Statements of Standard Accounting Practice.

1.2. Basis of Consolidation: The group financial statements consolidate the financial statements of the holding company and all its subsidiaries from the date of acquisition. No separate Profit and Loss Account is presented for the holding company.

1.3. Goodwill: The cost of acquisition of subsidiaries in excess of book values is shown as goodwill arising on consolidation where, in the opinion of the directors, the amount is represented by the excess of market value over book value of tangible and intangible assets.

1.4. Fixed Asset Investment: Shares in subsidiary companies are shown at cost.

1.5. Tangible Fixed Assets and Depreciation: Fixed assets are stated at cost or valuation. Depreciation is charged from the date of commission by equal annual instalments at varying rates so as to write off the asset's cost or valuation less any residual value over its anticipated useful economic life. The following rates of depreciation have been used:-

<u>Type of Assets</u>	<u>Rate</u>
Freehold land	Nil
Buildings	2% per annum
Plant and equipment	10% to 12½% per annum
Motor vehicles	15% to 25% per annum

1.6. Depletion of Sand Reserves: The charge for depletion is calculated so as to write off the cost of the sand reserves as they are extracted, and is based on the tonnage extracted compared with the original estimate of the tonnage contained in the sand reserves.

LONGFORD INDUSTRIAL HOLDINGS PLC AND SUBSIDIARY COMPANIES

NOTES TO THE FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED 31st DECEMBER 1982

1.7. **Provision for Reinstatement of land:** The provision for reinstatement of land is the directors estimate of the cost required to fulfil the company's statutory obligations to bring the land from which minerals have been extracted back to an agricultural state.

1.8. **Stock and Work-in-Progress:** Stocks and work in progress have been valued at the lower of cost and net realisable value. Cost is determined by the FIFO method and is based on purchase price. Net realisable value is based on estimated selling price less the cost of disposal.

1.9. **Deferred Taxation:** Deferred taxation is provided only to the extent that tax is likely to be payable by the company. The provision and potential liability are calculated on the liability method to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. The significant timing differences taken into account are the excess of taxation allowances claimed over the depreciation charge on the relevant fixed assets and unrelieved tax losses which are available to relieve future profits from taxation.

No provision for corporation tax on chargeable gains is made on the revalued figures for land and buildings where there is no intention to dispose of these assets or on profits on disposal of land and buildings where the tax will be deferred by the application of the rollover provisions.

LONGFORD INDUSTRIAL HOLDINGS PLC AND SUBSIDIARY COMPANIES

NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 31st DECEMBER 1982

2. ANALYSIS OF TURNOVER AND PROFIT/(LOSS)

	1982		1981	
	Turnover	Profit /(Loss)	Turnover	Profit /(Loss)
	£000	£000	£000	£000
The Longford Wire Company Limited				
Steel Wire Manufacturers.....	3,357	(137)	2,643	(163)
Compass Aggregates Limited				
Quarrying of Sand.....	663	196	687	119
The Transport Supply Company Limited				
Vehicle Leasing.....	6	(6)	19	11
Johnson Landscapes Limited				
Landscape Gardeners.....	62	8	30	(6)
Longford Industrial Holdings PLC				
Holding Company.....	<u>NIL</u>	<u>19</u>	<u>NIL</u>	<u>18</u>
	<u>4,088</u>	<u>80</u>	<u>3,379</u>	<u>(21)</u>

GROUP OPERATING PROFIT

	1982	1981
	£000	£000
Turnover.....	4,088	3,379
Cost of Sales.....	<u>3,524</u>	<u>2,862</u>
Gross Profit.....	564	517
Distribution Costs.....	(188)	(152)
Administration Expenses.....	(347)	(358)
Other Operating Income.....	5	9
Operating Profit.....	<u>34</u>	<u>16</u>
Costs and Expenses include the following:-		
Depreciation.....	148	132
Depletion of Sand Reserves.....	19	6
Staff Costs (see note 3).....	826	849
Hire of Plant.....	29	26
Auditor's Remuneration.....	5	9
Provision for Reinstatement of Land.....	<u>(4)</u>	<u>(8)</u>

LONGFORD INDUSTRIAL HOLDINGS PLC AND SUBSIDIARY COMPANIES

NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 31st DECEMBER 1982

3. STAFF COSTS (INCLUDING DIRECTORS EMOLUMENTS)

	1982 £000	1981 £000
GROUP		
Wages and Salaries.....	773	735
Social Security Costs	97	95
Other Pension Costs	16	19
	<u>886</u>	<u>849</u>
Average number employed:	Number	Number
This year	<u>121</u>	
Prior year.....		<u>127</u>
	1982	1981
HOLDING COMPANY		
Directors:		
Fees.....	£12,000	£8,500
Other Emoluments	<u>£ NIL</u>	<u>£16,129</u>
Emoluments (excluding pension contributions):		
Chairman.....	<u>£2,000</u>	<u>£2,000</u>
Highest Paid Director	<u>£ NIL</u>	<u>£16,129</u>
Other Directors:	Number	Number
Up to £5,000.....	<u>4</u>	<u>8</u>

4. INTEREST PAYABLE AND SIMILAR CHARGES

	1982 £000	1981 £000
Bank loans, overdrafts and loans wholly payable within five years...	<u>41</u>	<u>37</u>

LONGFORD INDUSTRIAL HOLDINGS PLC AND SUBSIDIARY COMPANIES

NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 31st DECEMBER 1982

5. EXCEPTIONAL ITEM

	1982	1981
	£000	£000
Profit on disposal of fully depleted land by subsidiary company	<u>87</u>	<u>-</u>

6. TAXATION

Corporation tax @ 52%	9	20
Overprovision in previous years	<u>(20)</u>	<u>-</u>
	<u>(11)</u>	<u>20</u>

No provision has been made for the corporation tax of £58,115 (1981 £33,146) on the chargeable gain arising from the disposal of land due to the availability of rollover relief.

7. EXTRAORDINARY ITEMS

Profit on disposal of land by holding company	<u>-</u>	<u>87</u>
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8. PROPOSED DIVIDEND

Dividend of 8% on £248,297 ordinary stock (1981 5% on £95,176 ordinary stock)	<u>7</u>	<u>5</u>
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9. INTANGIBLE FIXED ASSETS GROUP

Goodwill arising on Consolidation	<u>134</u>	<u>134</u>
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LONGFORD INDUSTRIAL HOLDINGS PLC AND SUBSIDIARY COMPANIES

NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 31st DECEMBER 1982

10. TANGIBLE FIXED ASSETS GROUP

	<i>Freehold Land and Buildings £000</i>	<i>Land with Mineral Reserves £000</i>	<i>Motor Vehicles £000</i>	<i>Plant & Equipment £000</i>	<i>Total £000</i>
AT COST OR VALUATION					
At 1st January 1982	644	176	290	1,412	2,522
Reclassified	(107)	107	-	-	-
Fully Depreciated Assets	-	-	-	(402)	(402)
Additions	1	343	47	32	423
Disposals	(28)	-	(27)	-	(55)
At 31st December 1982	<u>510</u>	<u>626</u>	<u>310</u>	<u>1,042</u>	<u>2,488</u>
AT COST	219	626	310	1,042	2,197
AT VALUATION 1977	5	-	-	-	5
AT VALUATION 1978	286	-	-	-	286
	<u>510</u>	<u>626</u>	<u>310</u>	<u>1,042</u>	<u>2,488</u>
DEPRECIATION					
At 1st January 1982	25	29	225	839	1,118
Reclassified	(1)	1	-	-	-
Charge for the year	10	19	37	101	167
Fully Depreciated Assets	-	-	-	(402)	(402)
Adjustments on Disposals	-	-	(25)	-	(25)
At 31st December 1982	<u>34</u>	<u>49</u>	<u>237</u>	<u>538</u>	<u>858</u>
NET BOOK AMOUNT					
At 31st December 1982	<u>476</u>	<u>577</u>	<u>73</u>	<u>504</u>	<u>1,630</u>

LONGFORD INDUSTRIAL HOLDINGS PLC AND SUBSIDIARY COMPANIES

NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 31st DECEMBER 1982

10. TANGIBLE FIXED ASSETS (Continued) HOLDING COMPANY

	Freehold Land and Buildings £000	Plant & Equipment £000	Total £000
AT COST OR VALUATION			
At 1st January 1982	485	2	487
Additions	<u>1</u>	<u>-</u>	<u>1</u>
At 31st December 1982	<u>486</u>	<u>2</u>	<u>488</u>
AT COST	200	2	202
AT VALUATION 1978	<u>286</u>	<u>-</u>	<u>286</u>
	<u>486</u>	<u>2</u>	<u>488</u>
DEPRECIATION			
At 1st January 1982	24	1	25
Charge for year	<u>9</u>	<u>-</u>	<u>9</u>
At 31st December 1982	<u>33</u>	<u>1</u>	<u>34</u>
NET BOOK AMOUNT			
At 31st December 1982	<u>453</u>	<u>1</u>	<u>454</u>
GROUP			
Capital Expenditure Authorised and Committed:		1982	1981
		£000	£000
Contracts placed		<u>-</u>	<u>-</u>
Authorised, but contracts not placed		<u>49</u>	<u>366</u>

LONGFORD INDUSTRIAL HOLDINGS PLC AND SUBSIDIARY COMPANIES

NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 31st DECEMBER 1982

11. FIXED ASSET INVESTMENTS HOLDING COMPANY

Share in
Subsidiaries
£000

1982 and 1981

At cost

182

The company holds 100% of the equity share capital of the following:-

Name of Company	Country of Incorporation	Holding	Proportion Held	Nature of Business
The Longford Wire Company Limited	England	Ordinary	100%	Steel Wire Manufacturing
Compass Aggregates Limited	England	Ordinary	100%	Sand Quarrying
Johnson Landscapes Limited	England	Ordinary	100%	Landscape Gardening
The Transport Supply Company Limited	England	Ordinary	100%	Vehicle Leasing

12. CURRENT ASSETS

	Group		Holding Company	
	1982	1981	1982	1981
	£000	£000	£000	£000
Stocks (see Note 13)	574	487	-	-
Debtors (See Note 14)	1,052	957	165	136
Cash at bank and in hand	26	60	-	-
	<u>1,652</u>	<u>1,454</u>	<u>165</u>	<u>136</u>

13. STOCKS

	Group		Holding Company	
	1982	1981	1982	1981
	£000	£000	£000	£000
Raw materials and consumables	355	294	-	-
Work-in-progress	81	82	-	-
Finished goods and goods for resale	138	61	-	-
	<u>574</u>	<u>437</u>	<u>NIL</u>	<u>NIL</u>

LONGFORD INDUSTRIAL HOLDINGS PLC AND SUBSIDIARY COMPANIES

NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 31st DECEMBER 1982

14. DEBTORS GROUP

	<i>Amounts Falling Due Within One Year</i>		<i>Amounts Falling Due After More Than One Year</i>	
	<i>1982</i>	<i>1981</i>	<i>1982</i>	<i>1981</i>
	<i>£000</i>	<i>£000</i>	<i>£000</i>	<i>£000</i>
Trade Debtors	995	826	-	-
Advance Corporation Tax	-	-	35	29
Other Debtors	-	87	-	-
Prepayments and accrued income	22	15	-	-
	<u>1,017</u>	<u>928</u>	<u>35</u>	<u>29</u>

HOLDING COMPANY

	<i>Amounts Falling Due Within One Year</i>		<i>Amounts Falling Due After More Than One Year</i>	
	<i>1982</i>	<i>1981</i>	<i>1982</i>	<i>1981</i>
	<i>£000</i>	<i>£000</i>	<i>£000</i>	<i>£000</i>
Amounts owed by Subsidiaries	129	20	-	-
Other Debtors	-	87	-	-
Advance Corporation Tax	-	-	35	29
Prepayments and accrued income	1	-	-	-
	<u>130</u>	<u>107</u>	<u>35</u>	<u>29</u>

LONGFORD INDUSTRIAL HOLDINGS PLC AND SUBSIDIARY COMPANIES

NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 31st DECEMBER 1982

15. CREDITORS

	Group	Amounts Falling Due Within One year		Holding Company
		1981	1982	
	1982	1981	1982	1981
	£000	£000	£000	£000
Banks loans and overdrafts	235	169	18	14
Trade creditors	802	538	—	—
Other creditors	17	17	11	15
Corporation Tax	4	12	—	—
Other taxes and social security	204	174	14	3
Proposed dividend	7	5	7	5
Accruals and deferred income	55	46	—	—
	<u>1,324</u>	<u>961</u>	<u>50</u>	<u>37</u>

There is a cross guarantee structure over the bank accounts of all the companies in the group. The amount guaranteed by Longford Industrial Holdings PLC at 31st December 1982 amounted to £235,153. (1981 £154,420).

16. PROVISION FOR LIABILITIES AND CHARGES

	1981	Movements		1982
		Profit & Loss A/C	Used	
	£000	£000	£000	£000
Provision for reinstatement of land to agricultural value	<u>40</u>	<u>(4)</u>	<u>(4)</u>	<u>32</u>

17. SHARE CAPITAL

	1982 and 1981	Authorised No. of Stock Units	£000	Called up and fully paid No. of Stock Units	£000
Ordinary stock in units of £1 each ...		500,000	<u>500</u>	248,297	<u>248</u>

LONGFORD INDUSTRIAL HOLDINGS PLC AND SUBSIDIARY COMPANIES

NOTES TO THE FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED 31st DECEMBER 1982

18. RESERVES

	<i>Group £000</i>	<i>Holding Company £000</i>
Share Premium Account:		
1982 and 1981	<u>32</u>	<u>32</u>
Revaluation Reserve:		
Balance at 1st January 1982	97	76
Release in respect of disposal of revalued assets	(15)	-
Transfer to realised reserves in respect of disposals in previous years	<u>(3)</u> <u>79</u>	<u>-</u> <u>76</u>
Profit and Loss Account:		
Balance at 1st January 1982	1,614	387
Retained profit	84	8
Transfer from revaluation reserves	3	-
Balance at 31st December 1982	<u>1,701</u>	<u>395</u>
Aggregate Reserves 31st December 1982	<u>1,812</u>	<u>503</u>
Aggregate Reserves 31st December 1981	<u>1,743</u>	<u>495</u>

LONGFORD INDUSTRIAL HOLDINGS PLC AND SUBSIDIARY COMPANIES

NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 31st DECEMBER 1982

19. DEFERRED TAXATION GROUP

	1982		1981	
	Potential Liability £000	Amount Provided £000	Potential Liability £000	Amount Provided £000
Short term timing differences	-	-	(4)	-
Taxation deferred by capital allowances	357	-	376	-
Chargeable gain rolled over	76	-	51	-
Unrelieved taxation losses	-	-	(2)	-
	<u>433</u>	<u>NIL</u>	<u>421</u>	<u>NIL</u>

The potential liability is based on a Corporation Tax rate of 52% (1981 52%). No provision has been made for the potential liability of £23,586 (1981 £28,918) for Corporation Tax which would be payable if freehold land and buildings were disposed of at their balance sheet valuations.

HOLDING COMPANY

	Potential Liability £000	Amount Provided £000	Potential Liability £000	Amount Provided £000
Taxation deferred by capital allowances	187	-	183	-
Chargeable gain rolled over	44	-	44	-
Unrelieved taxation losses	-	-	(2)	-
	<u>231</u>	<u>NIL</u>	<u>225</u>	<u>NIL</u>

The potential liability is based on a Corporation Tax rate of 52% (1981 52%). No provision has been made for the potential liability of £22,800 (1981 £22,800) for Corporation Tax which would be payable if freehold land and buildings were disposed of at their balance sheet valuations.

LONGFORD INDUSTRIAL HOLDINGS PLC

REPORT OF THE AUDITORS

We have audited the financial statements on pages 6 to 20 in accordance with approved auditing standards.

In our opinion the financial statements, which have been prepared under the alternative accounting rules, give a true and fair view of the state of affairs of the company and of the group at 31st December 1982 and of the profit and source and application of funds of the group for the year ended on that date and comply with the Companies Acts 1948 to 1981.

*8 Winmarleigh Street
Warrington*

24th March 1983

CHALMERS, IMPEY & CO.
Chartered Accountants