

R.J.LUFF LIMITED

AXMINSTER

TRADING AND PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED

30TH APRIL 1981

AND

BALANCE SHEET

AS AT THAT DATE

J. & A.W. SULLY & CO.

CHARTERED ACCOUNTANTS

17 HENDFORD, YEOVIL

R.J.LUFF LIMITED

AA. INCOME

Directors' Report

Annual Report and Accounts

The Directors have pleasure in presenting the Annual Report and Statement of Accounts for the year ended 30th April 1981. The detailed figures are as shown on the Profit and Loss Appropriation Account.

Change of Name

On 30th April 1981 the company changed it's name to Bradfords Building Supplies Ltd. and now trades under that name.

Dividends

No interim dividend was paid for the year and the Directors propose that no final dividend shall be paid.

Particulars of Directors and their Interests

The Directors of the Company throughout the financial year were:-

Messrs.P.S.Bradford (Chairman) and K.A.Hookings
(Managing Director)

On 30th April 1981 the following additional directors were appointed:-

Messrs.M.K.Merriam, D.H.Bradford, J.F.Clarke, G.King
M.K.Bool, M.J.David, G.T.Lucas.

Messrs.P.S.Bradford and K.A.Hooking, resigned as Chairman and Managing Director respectively and the following appointments were made:-

Chairman: M.K.Merriam
Managing Director: P.S.Bradford

Mr.K.A.Hookings tendered his resignation as a director with effect from 1st May 1981.

The Directors hold no shares in this company but certain directors hold shares in Bradford & Sons Ltd.(Parent Company) at 30th April 1981 as follows:-

	<u>Pref.</u>	<u>Ord.</u>	<u>'A' Ord.</u>
P.S.Bradford	-	42,540	10,170
M.K.Merriam (family holding)	1,646	10,740	1,725

No contracts exist with the Company in which any Director has an interest and no arrangements exist between the Company and it's Directors whereby the Directors are able to obtain benefits by the acquisition of Shares or Debentures.

Messrs.M.K.Merriam, D.H.Bradford, J.F.Clarke, G.King, M.K.Bool, M.J.David, G.T.Lucas, having been appointed since the last A.G.M.retire and being eligible offer themselves for re-election.

Activities

The principal activities of the Company during the year were:-

1. Merchants of solid fuels
2. Merchants of Building materials, timber etc.

There has been no significant change in these activities and it is considered that they do not differ substantially from each other.

Exports

During the year ended 30th April 1981 no goods were exported from the United Kingdom by the Company.

Auditors

It will be recommended that the Auditors' Remuneration for the year ended 30th April 1981 be determined by the Directors.

In accordance with the decision of the Parent Company, Messrs. Thomson McIntock & Co., who have indicated their willingness to take office, will be proposed as Auditors for the ensuing year and Messrs. J. & A.W. Sully & Co. have therefore agreed to retire at the next A.G.M.

M.J.DAVID

Secretary

A. J. LUFF LIMITED

ACCOUNTS

BALANCE SHEET

AS

AT

30th APRIL 1961

50.4.60

65,581	<u>FIXED ASSETS</u> per Schedule	(Note 2)	74,949
10	<u>INVESTMENTS</u>	(Note 3)	10
	<u>CURRENT ASSETS</u>		
163,994	Stock	(Note 4)	141,555
93,747	Debtors, Less Provisions		107,590
1,507	Prepayments		3,372
264,360	120 Cash in Hand		120
			<u>252,637</u>
	<u>LESS: CURRENT LIABILITIES</u>		
35,344	Bank Overdraft	9,453	
	Trade Creditors and		
47,703	Accrued Charges	39,995	
30,541	Provision for Taxation	33,064	
<u>123,586</u>	10,000 Provision for final Dividend	-	82,512 170,125

GROUP INTER COMPANY BALANCES

41,800	Holding Company Loan Account	41,800	
13,629	Add: Trading Account	9,110	
55,429		50,910	
<u>56,216</u>	787 Add: Associated Companies	666	<u>51,576</u>

GOODWILL at Cost

4,025

Less: Written Off

4,023

£150,158

£193,508

Represented By:

40,000	<u>SHARE CAPITAL</u>	(Note 9)	40,000
35,539	<u>CAPITAL RESERVE</u>	(Note 11)	35,377
55,901	<u>PROFIT AND LOSS APPROPRIATION ACCOUNT</u>		110,610
4,915	<u>TAXATION EQUALISATION RESERVE</u>	(Note 10)	7,521
13,799	<u>DEFERRED TAXATION ACCOUNT</u>	(Note 10)	-
<u>£150,158</u>			<u>£193,508</u>

Handwritten signature: M. Bradford
Handwritten signature: M. K. M.

R.J.LUFF LIMITED

AXMINSTER

PROFIT AND LOSS AND APPROPRIATION ACCOUNT

FOR THE YEAR ENDED 30TH APRIL 1981

1980

62,490	Trading Profit for the year before Taxation (Note 1)	70,527
6,048	Corporation Tax on the Profits of the Year	27,015
2,139	Transfer to Taxation Equalisation Reserve	2,602
15,367	7,180 Transfer from Deferred Taxation Reserve	<u>13,799</u> 15,818
47,123	Net Profit for the year after Taxation	54,709
26,778	Add: Balance Brought Forward from 1980	55,901
73,901		110,610
	<u>Less:</u>	
8,000	Interim Dividend Paid 1980	-
18,000	10,000 Final Dividend for the year ended 30th April 1980	-
<u>£55,901</u>		<u>£110,610</u>

R.J.LUFF LIMITED

STATEMENT OF SOURCE AND APPLICATION OF FUNDS

FOR THE YEAR ENDED 30TH APRIL 1981

SOURCE OF FUNDS

Net Profit for the Year after taxation	54,709
Adjustment of items not involving the movement of funds:	
Depreciation	3,998
Increase in Tax Equalisation Reserve	2,602
Decrease in Deferred Taxation Reserve	<u>13,799</u>
	<u>£47,510</u>

APPLICATION OF FUNDS

Purchase, less sale, of fixed assets	13,525
Increase in Working Capital	
Decrease in Debtors Etc.	15,708
Decrease in Stock	<u>27,439</u>
Decrease in Group Indebtedness	4,640
Decrease in Dividend Provision	10,000
Decrease in Current Liabilities	<u>21,070</u>
	<u>33,985</u>
	<u>£47,510</u>

R.J.LUFF LIMITED

AXMINSTER

NOTES ON ACCOUNTS FOR THE YEAR ENDED 30TH APRIL 1981

1. TRADING PROFIT is arrived at after accounting for the following:

<u>1980</u>	<u>1981</u>
14,139 Directors' Emoluments	8,477
3,085 Bank Interest	2,513
850 Auditors' Remuneration	850
1,698 Depreciation less Profit on Sales	3,998
<u> </u>	<u> </u>

2. FIXED ASSETS

	<u>Freehold</u>	<u>Bldgs.on Land Rented</u>	<u>Equipment & Vehicles</u>	<u>Total</u>
Cost or valuation as at 1.5.80	49,500	3,000	32,609	85,109
Additions	-	-	14,225	14,225
Disposals	49,500	3,000	46,834	99,334
	-	-	2,791	2,791
	<u>49,500</u>	<u>3,000</u>	<u>44,043</u>	<u>96,543</u>
Depreciation at 1.5.80	-	-	19,525	19,525
Depreciation for Year	-	200	4,721	4,921
	-	200	24,246	24,446
Depreciation on Disposals	-	-	2,852	2,852
	-	200	21,394	21,594
N.B.V.30.4.81	<u>49,500</u>	<u>2,800</u>	<u>22,649</u>	<u>74,949</u>

Land and Buildings were revalued last year and the Directors have no reason to consider the value of the properties to be less than the book value.

3. INVESTMENTS

	<u>Directors' Valuation</u>		
	<u>Cost</u>	<u>1981</u>	<u>1980</u>
Unquoted	10	10	10

4. STOCKS

These were valued at the lower of cost or net realisable value.

5. SALES

Turnover represents sales to outside customers excluding inter group transactions and amounted to £666,615. (1980 £612,807).

6. HOLDING COMPANY

The company is a 100% subsidiary of Bradford & Sons Ltd. of Yeovil, Somerset incorporated in the United Kingdom.

7. DIRECTORS' REMUNERATION

The aggregate remuneration for the year, including contributions to a pension scheme, is as shown in Note 1.

8. TAXATION STATUS

This company is a Close Company as defined by the Taxes Act 1970.

The Corporation Tax liability has been calculated at the rate of 52%.

9. SHARE CAPITAL

Authorised
and Issued

40,000 Ordinary Shares of £1 each

40,000

10. DEFERRED TAXATION RESERVE AND TAXATION EQUALISATION RESERVE

In accordance with Group Accounting policy

- (a) Provision is made for deferred taxation at current rates for 75% of the excess of net book amounts of plant and equipment over their values for taxation purposes and for other timing differences after taking account of available trading losses.
- (b) In view of the provisions of the Finance Act 1981 relating to Stock Relief, it appears certain that the company will not have to repay past relief and the balance on Deferred Taxation Account relevant to this relief has been written back.

11. CAPITAL RESERVE

The Capital Reserve includes an amount of £2,424 as a result of the revaluation of Buildings on Land Rented in 1979/80. The buildings are being written off over 15 years and a transfer from Capital Reserve of £162 will be made for each of those years.

AUDITORS' REPORT TO THE MEMBERS OF

R.J.LUFF LIMITED

We have audited the financial statements on pages 4 to 8 in accordance with approved Auditing Standards.

In our opinion the financial statements, which have been prepared under the historical cost convention as modified by the revaluation of land and buildings, give a true and fair view of the state of the Company's affairs at 30th April 1981 and of its profit and source and application of funds for the year then ended and comply with the Companies Acts 1948 to 1980.

J. A. W. Sully - C.

17 HENDFORD, YEOVIL

22ND SEPTEMBER 1981

CHARTERED ACCOUNTANTS