CHARTERHOUSE PLC

INTERIM FINANCIAL STATEMENTS

14 December 1998

Registered Number 288819



PROFIT AND LOSS ACCOUNT FOR THE PERIOD FROM 1 JANUARY 1998 TO 14 DECEMBER 1998

	Notes	Period ended 14 December 1998 £m	Year ended 31 December 1997 £m
Income from subsidiary undertakings	3	52.3	71.1
Investment income Administrative expenses		(12.0)	0.1 (8.1)
Profit on ordinary activities before interest		40.3	63.1
Interest receivable and similar income Interest payable and similar charges		0.1 (0.1)	0.1 (0.1)
Profit on ordinary activities before taxation		40.3	63.1
Tax credit/(charge) on ordinary activities	4	2,7	(4.1)
Profit on ordinary activities after taxation		43.0	59.0
Dividends	5	(43.4)	(60.5)
Retained loss for the financial period/year		(0.4)	(1.5)

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BALANCE SHEET AT 14 DECEMBER 1998

		14 December 1998	31 December 1997
	Note	£m	£m
Fixed Assets			
Investments			
Shares in subsidiary undertakings	6	183.1	183.1
Loans to subsidiary undertakings	7	12.9	6.8
•		196.0	189.9
Current Assets			
Amounts due from subsidiary undertakings	8	54.5	50.9
Other investments		0.1	0.1
		54.6	51.0
Creditors : Amounts falling due within one year			
Other liabilities		1.1	8.2
Accruals and deferred income		19.7	9.4
Proposed dividend		37.4	30.5
		58.2	48.1
Net current (liabilities)/assets		(3.6)	2.9
Total assets less current liabilities		192.4	192.8
Capital and reserves			
Called-up share capital	9	73.2	73,2
Share premium account	10	42.2	42.2
Revaluation reserve	10	76.8	76.8
Profit and loss account	10	0.2	0.6
Equity interests		190.4	190.8
Non-equity interests		2.0	2.0
Total shareholders' funds		192.4	192.8

The financial statements on pages 1 to 5 were approved by the Board of Directors on 14 December 1998 and are signed on its behalf by:-

D W Parish

Directors

R W Dix

NOTES TO THE INTERIM FINANCIAL STATEMENTS

1. INTERIM FINANCIAL STATEMENTS

The financial statements are prepared for the purpose of a proposed distribution by the company, as required by section 270 of the Companies Act 1985.

2. ACCOUNTING POLICIES

a Basis of preparation

The financial statements are prepared under the historical cost convention, modified by the revaluation of investments in subsidiary undertakings, in accordance with applicable accounting standards and comply with section 226 of, and Schedule 4 to the Companies Act 1985.

b Investments in subsidiary undertakings

Investments in subsidiary undertakings are included in the interim financial statement at the directors' valuation.

c Deferred Taxation

Provision is made for deferred taxation using the liability method, on all material timing differences to the extent that it is probable that a liability or asset will crystallise.

d Income Recognition

Income from subsidiary undertakings and investment income has been accounted for on a receivable basis. All other income items are accounted for on an accruals basis.

3. INCOME FROM SUBSIDIARY UNDERTAKINGS

	Period ended 14 December 1998 £m	Year ended 31 December 1997 £m
Dividends received including related tax credits	52.3	71.1

4. TAX (CREDIT)/CHARGE ON ORDINARY ACTIVITIES

	Period ended	Year ended
	14 December 1998	31 December 1997
	£m	£m
United Kingdom Corporation tax at 31% (1997: 31.5%)	(3.7)	2.0
Tax credits on franked investment income	1.0	2.1
	(2.7)	4.1

5. DIVIDENDS

	Period ended 14 December 1998 £m	Year ended 31 December 1997 £m
First interim dividend paid at 2.1pence per share (1997: 10.5p) Proposed second interim dividend at 13.14 pence per share (1997: 10.7p)	6.0 37.4	30.0 30.5
	43.4	60.5

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6. SHARES IN SUBSIDIARY UNDERTAKINGS

		14 December 1998 £m	31 December 1997 £m
	Cost/net worth:- At 1 January Revaluation of group undertakings	183.1 -	179.1 4.0
	At balance sheet date	183.1	183.1
7.	LOANS TO SUBSIDIARY UNDERTAKINGS		
		14 December 1998 £m	31 December 1997 £m
	Myrayarn Limited Charterhouse Tilney Securities Limited Charterhouse Project Equity Finance Limited Charterhouse Property Funds (Holding) Limited	1.0 3.0 7.6 1.3	1.0 3.0 2.8
8.	AMOUNTS DUE FROM SUBSIDIARY UNDERTAKINGS		
		14 December 1998 £m	31 December 1997 £m
	Deposit with banking subsidiary undertaking Group relief receivable Dividends receivable Other Corporation tax recoverable	50.3 0.4 - 0.1 3.7	20.8 - 30.0 0.1 -
	-	54.5	50.9
9.	CALLED UP SHARE CAPITAL		
		14 December 1998 £m	31 December 1997 £m
	Authorised 300,000,000 (1997: 300,000,000) ordinary shares of 25p each	75.0	75.0
	Authorised 2,200,000 (1997: 2,200,000) redeemable shares of £1 each	2.2	2.2
		77.2	77.2
	Allotted and fully paid 284,614,156 (1997: 284,614,156) ordinary shares of 25p each Allotted and fully paid 2,041,600 (1997: 2,041,600) redeemable	71.2	71.2
	shares of £1 each	2.0	2.0
		73.2	73.2

NOTES TO THE INTERIM FINANCIAL STATEMENTS

10. RESERVES

	Share	Revaluation	Profit and	
	Premium	Reserve	Loss	Total
	£m	£m	£m	£m
At 1 January 1998	42.2	76.8	0.6	119.6
Revaluation during period	-	-	-	-
Loss for the period		-	(0.4)	(0.4)
At 14 December 1998	42.2	76.8	0.2	119.2