METALLIFACTURE LIMITED

ACCOUNTS FOR THE YEAR ENDED
31st JULY, 1973

ALEXANDER, SAGAR & CO.
Chartered Accountants
31 CLARENDON ROAD
LEEDS LS2 9PE

METALLIFACTURE LIMITED

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To all Shareholders

NOTICE OF MEETING

Notice is hereby given that the Annual General Meeting of the above Company will be held at the George Hotel, Nottingham on Friday, the 21st December, 1973 for the following purposes:-

1. To receive and consider the Report of the Directors and the Statement of Account for the year ended the 31st July, 1973.

2. To declare Dividends.

3. To re-elect Directors.

4. To authorise the Directors to fix the remuneration of the Auditors.

5. To transact any other ordinary business of the Company.

By Order of the Board,

R.A. SANSOME,

Secretary

23rd November, 1973.

INDISTINCT ORIGINAL

METALLIFACTURE LIMITED

REPORT AND ACCOUNTS FOR THE YEAR ENDED 31st JULY, 1973

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Directors	E.R. Chamberlain	(Chairman)
	G.D. Granger	(Appointed 1.1.73)
	W.B. Everington	(Appointed 1.1.73)
	J.E. Walters	(Appointed 1.1.73)
	E.H. Rowe	(Appointed 1.1.73)
	R.A. Sansome	(Secretary)
	W.N. Granger	(Resigned 1.1.73)
	E.G. Granger	(Resigned 1.1.73)
	B.D. Granger	(Resigned 1.1.73)

Registered Office - 31, Clarendon Road, Leeds, LS2 9PE.

Auditors - Alexander, Sagar & Co.,
Chartered Accountants,
31, Clarendon Road,
LEEDS, LS2 9PE.

Head Office - 240/246 Huntingdon Street, Nottingham,
NG1 3ND

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METALLIFACTURE LIMITED

REPORT OF THE DIRECTORS

To be presented at the Annual General Meeting of the Company to be held at the George Hotel, Nottingham on the 21st December, 1973 at 12 noon.

		£
The Net Profit for the year ended 31st July, 1973 after providing for all charges including taxation amounted to		110,330
Add: Dividend from Subsidiary Company		14,432
Making total distributable income for the year of		124,762
Which your Directors recommend be dealt with as follows:-		
Dividends for the year		
Preference - Paid	3,150	
Ordinary - Paid	35,282	38,432
Leaving a balance undistributed for the year of		86,330
The amount undistributed from the previous year after adjusting for overprovision for taxation was		273,323
Retained in the business		£359,653

PARENT COMPANY

The Company is a wholly owned subsidiary of Newman Granger Industries Limited.

ACTIVITIES

The Main activity of the Company is the manufacture of car jacks.

TURNOVER

The Turnover for the year was as follows:-

	1973	1972
Outside Customers	1,515,152	1,212,070
Group	97,914	91,037
	£1,613,066	£1,303,107

EXPORTS

Direct Exports by the Company for the year amounted to £126,633 (1972 £NIL).

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FIXED ASSETS

The Directors consider that in the aggregate the present market value of the Company's land and buildings, all of which are currently in use for normal trading purposes, would exceed the amount at which they are included in the Company's Balance Sheet and the cost of carrying out professional valuations to determine the excess would not be justified.

BOARD OF DIRECTORS

The names of the Directors are listed on the second sheet. R.A. Sansome and E.R. Chamberlain retire by rotation in accordance with the Articles of Association and, being eligible, offer themselves for re-election.

G.D. Granger, W.B. Everington, J.E. Walters and E.H. Howe who were appointed to the Board during the year, retire in accordance with the Articles of Association and, being eligible, offer themselves for re-election.

AUDITORS

The Auditors, Messrs. Alexander, Sagar & Co., are willing to continue in office in accordance with Section 159 (2) of the Companies Act, 1948.

By Order of the Board,

R.A. SANSOME

Secretary

31 Clarendon Road,
LEEDS, LS2 9PE.

23rd November, 1973

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METALLIFACTURE LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31st JULY, 1973

Note No.		1973		1972	
		£	£	£	£
	PROFIT FOR THE YEAR BEFORE TAXATION		182,630		210,988
	After Charging:-				
	Directors Emoluments	8,833		-	
	Auditors Remuneration	700		700	
1.	Depreciation of Fixed Assets	16,561		14,466	
	Interest on Bank Overdraft	543		[illegible]	
	Interest on Hire Purchase Loans	932		930	
	TAXATION ON PROFIT FOR THE YEAR				
2.	Corporation Tax	40,000		66,750	
	Transfer to Tax Equalisation Account	32,300	72,300	13,075	79,825
	PROFIT FOR THE YEAR AFTER TAXATION		110,330		131,163
	Add: Dividend from Subsidiary Company		14,432		26,432
			124,762		157,595
	Dividends Paid				
	Preference	3,150		3,150	
	Ordinary	35,282	38,432	168,282	171,432
			86,330		13,837
	Add: Amount Unappropriated from previous year	273,131		286,425	
	Overprovision for Taxation in previous year	192	273,323	543	286,968
	BALANCE RETAINED AND CARRIED FORWARD PER BALANCE SHEET		£359,653		£273,131

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METALLIFACTURE LIMITED

BALANCE SHEET AT 31st JULY, 1973

Note Ref.		1973	1973	1972	1972
3.	**FIXED ASSETS**				
	Freehold Land and Buildings		335,810		255,290
	Plant, Equipment and Motor Vehicles		144,236		105,992
	Patents		86		119
			480,132		361,401
4.	**SHARES IN SUBSIDIARY COMPANY**				
	At cost		37,213		37,213
	CURRENT ASSETS				
5.	Stock and Work in Progress	249,791		137,885	
	Debtors and Prepayments	309,956		260,859	
	Cash at Bank and in Hand	2		54,690	
		559,749		453,434	
	Deduct:				
	CURRENT LI[illegible]ITIES				
6.	Amount due to Bankers	45,218		-	
	Creditors and Accrued Expenses	306,247		239,206	
	Hire Purchase Loans	1,575		5,695	
	Corporation Tax Payable (including Tax on Profits of Current Year)	106,558		120,153	
		459,598	100,151	365,054	88,380
			617,496		486,994
	Deduct:				
7.	Net Amount owing to Companies withing Group		97,922		86,242
			519,574		400,752
	Deduct:				
8.	Tax Equalisation Account		51,400		19,100
	NET ASSETS		£468,174		£381,652

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METALLIFACTURE LIMITED

BALANCE SHEET AT 31st JULY, 1973 (CONT'D)

		1973	1972
Represented by:-			
SHARE CAPITAL	AUTHORISED	ISSUED AND FULLY PAID	ISSUED AND FULLY PAID
7% Non-Voting, Non-Cumulative Preference Shares of £1 each	45,000	45,000	45,000
Ordinary Shares of £1 each	60,000	60,000	60,000
	£105,000	105,000	105,000

RESERVES	1973		1972	
Capital	3,521		3,521	
Revenue Unappropriated Profit	359,653	363,174	273,131	276,652
		£468,174		£381,652

E.R. Chamberlain }
} Directors
R.A. Sansome }

INDISTINCT ORIGINAL

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1. DEPRECIATION

(i) No depreciation has been considered necessary on Freehold Land and Buildings.

(ii) Depreciation on Plant and Equipment has been calculated so as to write off the cost in equal instalments over the estimated life of the assets.

(iii) Depreciation on Motor Vehicles has been calculated at 25% on the reducing balance.

2. TAXATION

Corporation Tax for the year has been calculated at an average rate of 43.3% (1972 - 40%)

3. FIXED ASSETS

	Freehold Land and Buildings	Equipment and Plant Motor Vehicles	Patents	Total
Cost and Valuation				
Valuation 31st March, 1967	55,000	-	-	55,000
Cost at 31st July, 1972	200,290	168,909	609	369,808
Additions	80,520	60,917	-	141,437
Disposals and Write Offs	-	[illegible]	-	12,560
At 31st, July, 1973	£335,810	£217,266	£609	£553,685
Depreciation				
At 31st July, 1972	-	62,917	490	63,407
Applicable to Disposals and Write Offs	-	[illegible]	-	[illegible]
Amount provided for the year	-	16,528	33	16,561
At 31st July, 1973	-	£73,030	£523	£73,553
Net Book Values				
At 31st July, 1973	£335,810	£144,236	£86	£480,132
At 31st July, 1972	£255,290	£105,992	119	£361,401

4. SUBSIDIARY COMPANY

Johnson Precision (N.G.)Ltd.

The Company owns the whole of the Ordinary Share Capital.

The Company's own Parent Company owns the whole of the Preference Share Capital.

5. STOCK AND WORK IN PROGRESS

Stock and Work in Pro- [illegible] ave been valued on bases which are considered appropriat. [illegible] consistent with previous years.

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6. AMOUNT DUE TO BANKERS

Any Indebtedness of the Company is secured by a fixed charge on its Freehold Property and a floating charge over all its remaining assets.

7. INTER-GROUP ACCOUNTS

		1973		1972
Amounts owing to:				
Parent Company		156,839		134,655
Fellow Subsidiary Company		675		-
		157,514		134,655
Deduct:				
Amounts owing by:-				
Subsidiary Company	33,560		21,480	
Fellow Subsidiary Companies	26,032	59,592	26,933	48,413
		£97,922		£86,242

8. TAXATION EQUALISATION

Tax has been provided at the current proposed rate of 50% on the excess of the book value of fixed assets qualifying for taxation allowances over their written down value for tax purposes.

9. GUARANTEE

The Company has Guaranteed the Bank Indebtedness of the other members of the Group.

10. CAPITAL COMMITMENTS

Outstanding Capital Commitments at 31st July, 1973 amounted to £95,200 (1972 £8,000)

Capital Expenditure authorised but not contracted for at 31st July, 1973 amounted to £8,000 (1972 NIL)

REPORT OF THE AUDITORS TO THE MEMBERS OF

METALLIFACTURE LIMITED

In our opinion the Accounts and Notes give a true and fair view of the state of affairs at 31st July, 1973 and of the Profit for the year ended on that date of the Company and comply with the Companies Acts, 1948 and 1967.

Alexander, Sagar & Co

ALEXANDER, SAGAR & CO.,
Chartered Accountants,
31, CLARENDON ROAD,
LEEDS, LS2 9PE

23rd November, 1973.