

# Securicor Cash Services Limited

## FINANCIAL STATEMENTS

for the year ended

30 September 1997



Company Registration No. 354883

# Securicor Cash Services Limited

## DIRECTORS AND OFFICERS

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### DIRECTORS

HW McKay  
DG Cowden  
NP Buckles  
LK Gateson  
AI Perkins  
ILE Cowden  
DS Duncombe  
PV David  
NC Norton  
FC O'Toole  
RG Hawkins  
I Bridges  
AK Niven  
TL Dighton

### SECRETARY

AP Munson

### REGISTERED OFFICE

Sutton Park House  
15 Carshalton Road  
Sutton  
Surrey SM1 4LD

### AUDITORS

Baker Tilly  
Chartered Accountants  
2 Bloomsbury Street  
London WC1B 3ST

# Securicor Cash Services Limited

## DIRECTORS' REPORT

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The directors submit their report and the financial statements of Securicor Cash Services Limited for the year ended 30 September 1997.

### PRINCIPAL ACTIVITIES

The principal activity of the company during the year was the transportation of cash and valuables.

### REVIEW OF THE BUSINESS AND FUTURE DEVELOPMENTS

The results for the year reflect improved margins following the difficult sector trading conditions in the previous two years.

In addition, the improvement on prior year trading results can be attributed to a focus on all elements of cost and the continued rollout of computerised operational systems. These systems combine further enhancements to efficiency and security with the ability to target and maintain high levels of service.

The benefits of these and other initiatives are ongoing and it is anticipated that future results will show further improvement.

### DIVIDENDS

The directors recommend the payment of a dividend of 2.744p per share leaving a profit of £1,588,000 to be transferred to reserves.

### DIRECTORS

The directors during the year were as follows:

|             |                            |
|-------------|----------------------------|
| HW McKay    |                            |
| PAC Smith   | (resigned 1 June 1997)     |
| LJ Sinton   | (resigned 21 January 1997) |
| LK Gateson  |                            |
| AI Perkins  |                            |
| ILE Cowden  |                            |
| RA Hellaby  | (resigned 21 January 1997) |
| R Bartolomy | (resigned 21 January 1997) |
| DS Duncombe |                            |
| DC Johnson  | (resigned 21 January 1997) |
| DG Cowden   |                            |
| FC O'Toole  |                            |
| NP Buckles  |                            |
| CEJ Wenham  | (resigned 1 June 1997)     |
| PV David    |                            |
| NC Norton   |                            |
| RG Hawkins  |                            |
| I Bridges   | (appointed 1 October 1996) |
| GM Tancock  | (resigned 1 October 1996)  |
| AK Niven    | (appointed 6 May 1997)     |
| TL Dighton  | (appointed 2 January 1998) |

# Securicor Cash Services Limited

## DIRECTORS' REPORT

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### DIRECTORS' INTERESTS IN SHARES AND DEBENTURES

No director, who is not a holding company director, had any interest in the share capital of the company or its ultimate holding company Securicor plc, other than as stated below:

|            | <i>Securicor plc</i>      |             |
|------------|---------------------------|-------------|
|            | <i>5p Ordinary shares</i> |             |
|            | <i>1997</i>               | <i>1996</i> |
| DG Cowden  | 120                       | 120         |
| RG Hawkins | 4,636                     | -           |
| LK Gateson | 1,461                     | 1,461       |
| ILE Cowden | 4,751                     | 4,751       |
| DC Johnson | -                         | 448         |

The following options were granted to directors, who are not holding company directors, over ordinary shares in Securicor plc during the year.

|             | Number<br>of shares |
|-------------|---------------------|
| DG Cowden   | 27,250              |
| NP Buckles  | 20,810              |
| LK Gateston | 12,181              |
| AI Perkins  | 15,020              |
| ILE Cowden  | 13,390              |
| DS Duncombe | 9,240               |
| PV David    | 9,100               |
| NC Norton   | 8,210               |
| FC O'Toole  | 13,480              |
| RG Hawkins  | 31,602              |
| I Bridges   | 1,741               |
| TL Dighton  | 18,290              |

### PAYMENT OF SUPPLIERS

It is the company's policy to pay suppliers in accordance with the payment terms negotiated with them. Thus, prompt payment is normally made to those suppliers meeting their obligations.

The number of creditor days at 30 September 1997 was 27.

### MARKET VALUE OF LAND AND BUILDINGS

The directors are of the opinion that the market value of properties at 30 September 1997 would exceed the net book values included in the financial statements. They are unable to quantify this excess in the absence of a professional valuation, the costs of which are not considered justifiable in view of the company's intention to retain ownership of its existing properties for use in its business for the foreseeable future.

### EMPLOYEE INVOLVEMENT

The company has continued its practice of keeping employees informed on a regular basis of current activities, progress and general matters of interest by various methods including the circulation of the in-house magazine, the 'Securicor News' and the availability to all employees of a professional video production embracing the various world wide activities of the company and its fellow subsidiaries.

# Securicor Cash Services Limited

## DIRECTORS' REPORT

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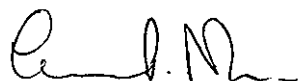
### EMPLOYMENT OF DISABLED PERSONS

The company's policy and practice is to encourage the recruitment and subsequent training, career development and promotion of disabled persons on the basis of their aptitudes and abilities, and the retention and retraining of employees who become disabled.

### AUDITORS

In accordance with section 386, Companies Act 1985, the company has elected to dispense with the obligation to appoint auditors annually. Accordingly, Baker Tilly, Chartered Accountants, are deemed to be reappointed for the succeeding financial year.

By order of the board:



AP Munson  
Secretary

9 January 1998

# Securicor Cash Services Limited

## DIRECTORS' RESPONSIBILITIES IN THE PREPARATION OF FINANCIAL STATEMENTS

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Company law requires directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, directors are required to:

- a. select suitable accounting policies and then apply them consistently;
- b. make judgements and estimates that are reasonable and prudent;
- c. state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- d. prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the requirements of the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

## AUDITORS' REPORT TO THE MEMBERS OF SECURICOR CASH SERVICES LIMITED

We have audited the financial statements on pages 7 to 15.

### **Respective responsibilities of directors and auditors**

As described on page 5 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

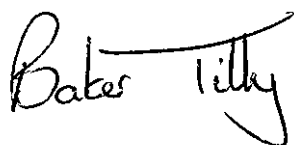
### **Basis of opinion**

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

### **Opinion**

In our opinion the financial statements give a true and fair view of the state of the company's affairs at 30 September 1997 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



BAKER TILLY

Registered Auditor  
Chartered Accountants  
2 Bloomsbury Street  
London WC1B 3ST

9 January 1998

# Securicor Cash Services Limited

## PROFIT AND LOSS ACCOUNT

for the year ended 30 September 1997

|  | <i>Notes</i> | 1997<br>£'000 | 1996<br>£'000 |
|--|--------------|---------------|---------------|
| TURNOVER   |              | 174,739       | 157,619       |
| Cost of sales  |              | (150,369)     | (139,312)     |
| Gross profit   |              | 24,370        | 18,307        |
| Other operating expenses (net)                       | 1            | (18,974)      | (19,849)      |
| OPERATING PROFIT/(LOSS)                              |              | 5,396         | (1,542)       |
| Exceptional item                                     | 3            | (670)         | (1,395)       |
| Interest payable                                     | 2            | (3,260)       | (2,560)       |
| PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION | 3            | 1,466         | (5,497)       |
| Taxation   | 6            | (561)         | (1,958)       |
| PROFIT/(LOSS) ON ORDINARY ACTIVITIES AFTER TAXATION  |              | 2,027         | (3,539)       |
| Dividends  | 7            | 439           | -             |
| PROFIT/(LOSS) FOR THE YEAR RETAINED                  | 16           | 1,588         | (3,539)       |

The operating profit for the year arises from the company's continuing operations.

No separate statement of Total Recognised Gains and Losses has been presented as all such gains and losses have been dealt with in the profit and loss account.

The results stated above represents the company's historical cost results for the year.



# Securicor Cash Services Limited

## BALANCE SHEET

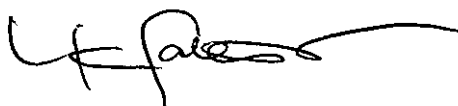
30 September 1997

|  | Notes | 1997<br>£'000   | 1996<br>£'000   |
|--|-------|-----------------|-----------------|
| <b>FIXED ASSETS</b>  |       |                 |                 |
| Tangible assets  | 8     | 35,113          | 29,925          |
| Investments  | 9     | -               | 10,000          |
|  |       | <u>35,113</u>   | <u>39,925</u>   |
| <b>CURRENT ASSETS</b>  |       |                 |                 |
| Stocks   | 10    | 777             | 832             |
| Debtors  | 11    | 21,799          | 24,763          |
| Cash at bank and in hand                                       |       | 204             | 198             |
|  |       | <u>22,780</u>   | <u>25,793</u>   |
| <b>CREDITORS: Amounts falling due within one year</b>          | 12    | 38,949          | 45,506          |
| <b>NET CURRENT LIABILITIES</b>                                 |       | <u>(16,169)</u> | <u>(19,713)</u> |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>                   |       | 18,944          | 20,212          |
| <b>CREDITORS: Amounts falling due after more than one year</b> | 13    | -               | 2,856           |
|  |       | <u>18,944</u>   | <u>17,356</u>   |
| <b>CAPITAL AND RESERVES</b>                                    |       |                 |                 |
| Called up share capital  | 15    | 16,000          | 16,000          |
| Profit and loss account  | 16    | 2,944           | 1,356           |
|  | 17    | <u>18,944</u>   | <u>17,356</u>   |

Approved by the board on 9 January 1998  
and signed on its behalf by

Director

Director



# Securicor Cash Services Limited

## ACCOUNTING POLICIES

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### BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention in accordance with applicable accounting standards and based upon the continued support of group companies.

### TANGIBLE FIXED ASSETS

Fixed assets are stated at historical cost.

Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write each asset down to its estimated residual value evenly over its expected useful life, as follows:-

|                                 |                             |
|---------------------------------|-----------------------------|
| Freehold buildings              | over 50 years               |
| Equipment and vehicles          | over 3 to 15 years          |
| Leasehold property - long lease | over 50 years               |
| - short lease                   | over the term of the lease. |

### STOCKS

Stocks are valued at the lower of cost and net realisable value. Provision is made for obsolete and slow-moving items.

### DEFERRED TAXATION

Provision is made for taxation deferred or accelerated by the effect of timing differences, to the extent that it is probable that a liability will crystallise, at the rate expected to be ruling at that date.

### LEASED ASSETS AND OBLIGATIONS

All leases are "operating leases" and the annual rentals are charged to profit and loss on a straight line basis over the lease term.

### PENSION CONTRIBUTIONS

The company is included in the Group defined benefit pension scheme. The contributions to the scheme are charged to the profit and loss account on a basis that spreads the expected cost of providing pensions over the employees' working lives with the Group.

### TURNOVER

Turnover represents the invoiced value, net of Value Added Tax, of goods sold and services provided to customers.

### INVESTMENTS

Investments in subsidiary undertakings are shown, at cost, as fixed asset investments.

Provision is made for any permanent diminution in the value of fixed asset investments.

### FOREIGN CURRENCIES

Assets and liabilities denominated in foreign currencies are translated at the rate ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to the profit and loss account.

**Securicor Cash Services Limited**  
**NOTES TO THE FINANCIAL STATEMENTS**  
for the year ended 30 September 1997

|  | 1997<br>£'000 | 1996<br>£'000 |
|--|---------------|---------------|
| 1 OTHER OPERATING EXPENSES (NET)   |               |               |
| Establishment costs  | 2,411         | 2,056         |
| Administration expenses (net)  | 16,563        | 17,793        |
|  | <u>18,974</u> | <u>19,849</u> |
| 2 INTEREST PAYABLE   | 1997<br>£'000 | 1996<br>£'000 |
| On bank loans, overdrafts and other loans repayable within 5 years:                        |               |               |
| Other  | 3,260         | 2,560         |
|  | <u>3,260</u>  | <u>2,560</u>  |
| 3 PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION                                     | 1997<br>£'000 | 1996<br>£'000 |
| Profit/(loss) on ordinary activities before taxation is stated after charging/(crediting): |               |               |
| Depreciation and amounts written off tangible fixed assets:                                |               |               |
| Charge for the year:   |               |               |
| tangible owned assets  | 3,331         | 2,188         |
| Profit/(loss) on disposals   |               |               |
| properties   | 16            | 109           |
| other  | (10)          | (73)          |
| Operating lease rentals:   |               |               |
| Plant and machinery  | 1,034         | 1,015         |
| Land and buildings   | 4,147         | 3,435         |
| Auditors' remuneration   | 70            | 77            |
| Exchange losses  | (13)          | 160           |
| Exceptional item   | 670           | 1,395         |
|  | <u>6,702</u>  | <u>6,702</u>  |

The exceptional item relates to the cost of fundamental reorganisations and restructuring of the company.

|   | 1997<br>No.  | 1996<br>No.  |
|---|--------------|--------------|
| 4 EMPLOYEES   |              |              |
| The average weekly number of persons (including directors) employed by the company during the year was: |              |              |
| Management  | 583          | 593          |
| Administration  | 486          | 382          |
| Operational   | 5,899        | 5,727        |
|   | <u>6,968</u> | <u>6,702</u> |

**Securicor Cash Services Limited**  
**NOTES TO THE FINANCIAL STATEMENTS**  
for the year ended 30 September 1997

|   |   |                |                |
|---|---|----------------|----------------|
| 4 | EMPLOYEES ( <i>continued</i> )  | 1997<br>£'000  | 1996<br>£'000  |
|   | Staff costs for the above persons:  |                |                |
|   | Wages and salaries  | 95,245         | 90,553         |
|   | Social security costs   | 7,788          | 6,891          |
|   | Other pension costs   | 3,842          | 4,602          |
|   |   | <u>106,875</u> | <u>102,046</u> |
|   |   | 1997<br>£'000  | 1996<br>£'000  |
|   | DIRECTORS' REMUNERATION   |                |                |
|   | Other emoluments (including pension contributions and benefits in kind)   | 1,148          | 899            |
|   |   | <u>1,148</u>   | <u>899</u>     |
|   | The directors' fees and other emoluments disclosed above (excluding pension contributions) include amounts paid to:   |                |                |
|   |   | 1997<br>£'000  | 1996<br>£'000  |
|   | The highest paid director   | 172            | 154            |
|   |   | <u>172</u>     | <u>154</u>     |
|   | The highest paid director   |                |                |
|   | Accrued pension entitlement   | 27             | 24             |
|   |   | <u>27</u>      | <u>24</u>      |
| 5 | PENSIONS  |                |                |
|   | The company's share of the costs of the Group's defined benefit pension scheme amounted to £3,842,000 (1996: £4,602,000).   |                |                |
|   | The pension costs are assessed on the advice of independent qualified actuaries using the projected unit credit method. The most recent actuarial valuation was 5 April 1997. The assets of the scheme are held in separate trustee administered funds. |                |                |
|   | Full particulars of the pension scheme are disclosed in the published accounts of Securicor plc.  |                |                |
| 6 | TAXATION  | 1997<br>£'000  | 1996<br>£'000  |
|   | Based on the result for the year:   |                |                |
|   | UK corporation tax at 33% (1996 - 33%)  | (561)          | (1,958)        |
|   |   | <u>(561)</u>   | <u>(1,958)</u> |
| 7 | DIVIDENDS   | 1997<br>£'000  | 1996<br>£'000  |
|   | Ordinary  |                |                |
|   | Final paid 2.744p per share (1996: Nil)   | 439            | -              |
|   |   | <u>439</u>     | <u>-</u>       |

**Securicor Cash Services Limited**  
**NOTES TO THE FINANCIAL STATEMENTS**  
for the year ended 30 September 1997

| 8 | TANGIBLE FIXED ASSETS | <i>Freehold<br/>land and<br/>buildings<br/>£'000</i> | <i>Leasehold Properties<br/>Long term<br/>£'000</i> | <i>Short term<br/>£'000</i> | <i>Equipment<br/>and<br/>vehicles<br/>£'000</i> | <i>Total<br/>£'000</i> |
|---|-----------------------|--|---|-----------------------------|---|------------------------|
|   | Cost:                 |  |   |                             |   |                        |
|   | 1 October 1996        | 10,957   | 6,586   | 6,622                       | 19,312  | 43,477                 |
|   | Additions             | 1,429  | 373   | 695                         | 4,831   | 7,328                  |
|   | Intercompany transfer | -  | -   | -                           | 1,269   | 1,269                  |
|   | Disposals             | -  | -   | (14)                        | (1,961)   | (1,975)                |
|   | 30 September 1997     | 12,386   | 6,959   | 7,303                       | 23,451  | 50,099                 |
|   | Depreciation          |  |   |                             |   |                        |
|   | 1 October 1996        | 1,346  | 902   | 2,929                       | 8,375   | 13,552                 |
|   | Charged in the year   | 187  | 107   | 438                         | 2,599   | 3,331                  |
|   | Disposals             | -  | -   | (11)                        | (1,894)   | (1,905)                |
|   | Intercompany transfer | -  | -   | -                           | 8   | 8                      |
|   | 30 September 1997     | 1,533  | 1,009   | 3,356                       | 9,088   | 14,986                 |
|   | Net book value        |  |   |                             |   |                        |
|   | 30 September 1997     | 10,853   | 5,950   | 3,947                       | 14,363  | 35,113                 |
|   | 30 September 1996     | 9,611  | 5,684   | 3,693                       | 10,937  | 29,925                 |

| 9 | FIXED ASSET INVESTMENT                              | 1997<br>£'000 | 1996<br>£'000 |
|---|---|---------------|---------------|
|   | Investment in subsidiary at cost                    |               |               |
|   | 1 October 1996                                      | 10,000        | 10,000        |
|   | Transfer to Securicor Distribution Services Limited | (10,000)      | -             |
|   | 30 September 1997                                   | NIL           | 10,000        |

The value of this investment, using the equity method of accounting as at 30 September 1996 was £15,772,000.

| 10 | STOCKS                              | 1997<br>£'000 | 1996<br>£'000 |
|----|-------------------------------------|---------------|---------------|
|    | Finished goods and goods for resale | 777           | 832           |

**Securicor Cash Services Limited**  
**NOTES TO THE FINANCIAL STATEMENTS**  
for the year ended 30 September 1997

|  | 1997<br>£'000 | 1996<br>£'000 |
|--|---------------|---------------|
| 11 DEBTORS                               |               |               |
| Due within one year:                     |               |               |
| Trade debtors                            | 15,796        | 17,289        |
| Amounts due from group undertakings      | 2,468         | 2,967         |
| Amounts due from associated undertakings | 198           | 44            |
| Other debtors                            | 795           | 1,189         |
| Prepayments and accrued income           | 2,542         | 3,274         |
|  | <u>21,799</u> | <u>24,763</u> |

|   | 1997<br>£'000 | 1996<br>£'000 |
|---|---------------|---------------|
| 12 CREDITORS: Amounts falling due within one year |               |               |
| Bank loans and overdrafts                         | 3,070         | -             |
| Trade creditors                                   | 2,141         | 3,842         |
| Amounts owed to fellow subsidiary undertakings    | 21,971        | 31,130        |
| Amounts owed to associated undertakings           | 7             | 12            |
| Corporation tax                                   | -             | -             |
| Other taxation and social security costs          | 5,276         | 5,167         |
| Other creditors                                   | 1,179         | 688           |
| Accruals and deferred income                      | 5,305         | 4,667         |
|   | <u>38,949</u> | <u>45,506</u> |

The bank loans and overdrafts are secured by a debenture giving fixed or floating charges on all assets of the company.

|   | 1997<br>£'000 | 1996<br>£'000 |
|---|---------------|---------------|
| 13 CREDITORS: Amounts falling due in more than one year |               |               |
| Amounts owed to fellow subsidiary undertakings          | -             | 2,856         |

14 PROVISION FOR LIABILITIES AND CHARGES

Deferred taxation provided in the financial statements and the unprovided potential liability are as follows:

|                                | <i>Amount provided</i> |               | <i>Unprovided liability</i> |               |
|--------------------------------|------------------------|---------------|-----------------------------|---------------|
|                                | 1997<br>£'000          | 1996<br>£'000 | 1997<br>£'000               | 1996<br>£'000 |
| Accelerated Capital Allowances | -                      | -             | 400                         | -             |
| Other timing differences       | -                      | -             | 96                          | 11            |
|                                | <u>NIL</u>             | <u>NIL</u>    | <u>496</u>                  | <u>11</u>     |

# Securicor Cash Services Limited

## NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 September 1997

|    |   |               |               |
|----|---|---------------|---------------|
| 15 | SHARE CAPITAL   | 1997<br>£'000 | 1996<br>£'000 |
|    | Authorised, issued and fully paid:<br>16,000,000 ordinary shares of £1 each | 16,000        | 16,000        |

The ultimate holding company of Securicor Cash Services Limited is Securicor plc which is registered in England and Wales. Copies of the group accounts of Securicor plc can be obtained from Sutton Park House, 15 Carshalton Road, Sutton, Surrey SM1 4LD.

|    |                                      |               |               |
|----|--------------------------------------|---------------|---------------|
| 16 | PROFIT AND LOSS ACCOUNT              | 1997<br>£'000 | 1996<br>£'000 |
|    | 1 October 1996                       | 1,356         | 4,930         |
|    | Profit/(loss) for the financial year | 1,588         | (3,539)       |
|    | Purchased goodwill written off       | -             | (35)          |
|    | 30 September 1997                    | 2,944         | 1,356         |

The goodwill write off in the year represents consideration paid in connection with the acquisition of trading contracts from Enquiry Data Limited.

|    |   |               |               |
|----|---|---------------|---------------|
| 17 | RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS | 1997<br>£'000 | 1996<br>£'000 |
|    | Profit/(loss) after taxation                      | 2,027         | (3,539)       |
|    | Goodwill written off                              | -             | (35)          |
|    | Dividends   | 439           | -             |
|    | Net increase/(decrease) in shareholders' funds    | 1,588         | (3,574)       |
|    | Opening shareholders' funds                       | 17,356        | 20,930        |
|    | Closing shareholders' funds                       | 18,944        | 17,356        |

|    |   |               |               |
|----|---|---------------|---------------|
| 18 | CAPITAL COMMITMENTS   | 1997<br>£'000 | 1996<br>£'000 |
|    | Capital expenditure contracted for but not provided in the financial statements | 24,155        | NIL           |

# Securicor Cash Services Limited

## NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 September 1997

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### 19 COMMITMENTS UNDER OPERATING LEASES

At 30 September 1997 the company had annual commitments under non-cancellable operating leases as follows:

|                                | 1997<br>£'000 | 1996<br>£'000 |
|--------------------------------|---------------|---------------|
| Plant and machinery            |               |               |
| expiring within 1 year         | -             | 14            |
| expiring between 1 and 2 years | -             | 13            |
| expiring between 2 and 5 years | -             | 8             |
| Land and buildings             |               |               |
| expiring within 1 year         | 76            | 33            |
| expiring between 1 and 2 years | 50            | 65            |
| expiring between 2 and 5 years | 666           | 643           |
| expiring after 5 years         | 2,525         | 2,596         |
|                                | <u>3,317</u>  | <u>3,372</u>  |

### 20 CONTINGENT LIABILITIES

- a) The company is included in a group registration for VAT purposes and is therefore jointly and severally liable for all other group companies' unpaid debts in this connection.
- b) The company is included within a divisional composite banking arrangement with certain fellow subsidiary undertakings and has provided an unlimited guarantee.
- c) The company, together with certain other group companies, is jointly and severally liable under the terms of a guarantee provided in respect of a revolving credit loan facility granted to Security Services plc.

### 21 RELATED PARTY TRANSACTIONS

The company has taken advantage of the exemption in FRS8 that transactions do not need to be disclosed with companies 90% or more of whose voting rights are controlled within the group.