

400002/133

# PLYSU PLC ANNUAL REPORT

# Plysu PLC

<b>Financial Summary — £000's</b>	<b>1982</b>	<b>1981</b>
Sales	<u>16,974</u>	<u>16,339</u>
Profit before tax	<u>2,057</u>	<u>1,394</u>
Dividends	<u>284</u>	<u>233</u>
Retained profits	<u>1,059</u>	<u>941</u>
Earnings per share	<u>10.9p</u>	<u>9.5p</u>

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# Notice of Meeting

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Notice is hereby given that the thirty fifth annual general meeting of Plysu PLC will be held at the Great Eastern Hotel, Liverpool Street, London EC2 at 12 noon on 15th July, 1982 for the following purposes:

To consider the company's financial statements and the reports of the directors and auditors for the year ended 31st March, 1982.

To confirm the interim dividend of 0.75p per share, paid 4th February, 1982 and to approve the proposed final dividend of 1.55p per share payable 16th July, 1982.

To elect directors:

- (1) M. V. S. Macintyre, who was appointed a director on 29th January, 1982 offers himself for re-election.
- (2) M. J. Summerlin, who was appointed a director on 29th January, 1982 offers himself for re-election.
- (3) H. A. G. Durbidge, although being over the age of 70, offers himself for re-election.

To appoint auditors and to authorise the directors to fix their remuneration.

As special business, to consider the following resolutions concerning the share capital of the company as ordinary resolutions:

- (1) That the authorised share capital of the company be increased from £1,300,000 in 13,000,000 ordinary shares of 10p each to £1,400,000 in 14,000,000 ordinary shares of 10p each by the creation of 1,000,000 ordinary shares of 10p each.
- (2) That the sum of £124,344 being part of the balance standing to the credit of the company's reserve funds be capitalised and appropriated as capital to and among the holders of the ordinary shares of the company as shown on the register of the members at the close of business on 18th June, 1982 and applied in paying up in full at par 1,243,440 ordinary shares of 10p each in the capital of the company and that such shares be allotted as fully paid to and amongst such holders in the proportion of one ordinary share of 10p for every ten ordinary shares of 10p then held. The new shares shall rank pari passu in all respects with the existing fully paid ordinary shares of 10p each except that they will not rank for the final dividend for the year ended 31st March, 1982. Fractions of ordinary shares arising from the capitalisation issue will be sold for the benefit of the company.

To transact any other ordinary business of the company.

Every member entitled to attend and vote at the meeting is entitled to appoint one or more proxies to attend, and, in a poll, vote in his stead.

A proxy need not be a member of the company. Completion of a form of proxy will not preclude a member from attending and voting in person.

By order of the board,  
N. A. SLOCOCK,  
Secretary.

*N. A. Slocock*

22nd June, 1982  
120 Station Road,  
Woburn Sands,  
Milton Keynes MK17 8SE,  
Buckinghamshire.

*A statement of all transactions by each director of the company and his family interests in the ordinary shares of the company during the twelve months prior to the date of this notice will be available for inspection during normal business hours at the company's registered office until the date of the annual general meeting. This statement will also be available for inspection at the Great Eastern Hotel on the day of the annual general meeting from 11.45 am until the conclusion of the meeting. There are no service contracts with the directors.*



# Directors and officers

## *DIRECTORS*

CHARLES SIDNEY JAMES SUMMERLIN (*Chairman*)

RICHARD EDWARD GORDON, C.A. (*Managing director*)

MALCOLM VALENTINE STRICKLAND MACINTYRE C.ENG. (*Production director*)

MAXWELL JAMES SUMMERLIN (*Sales director*)

HENRY ADRIAN GREENHILL DURBRIDGE M.A. (Oxon.) (*Non-executive director*)

## *SECRETARY*

NOEL ANTHONY SLOCOCK

## *BANKERS*

BARCLAYS BANK PLC

## *AUDITORS*

THOMSON McLINTOCK & CO

## *REGISTERED OFFICE*

120 STATION ROAD,  
WOBBURN SANDS,  
MILTON KEYNES MK17 8SE,  
BUCKINGHAMSHIRE

## *REGISTRARS AND TRANSFER OFFICE*

TUDOR REGISTRARS LIMITED  
BOURNE HOUSE, 34 BECKENHAM STREET,  
BECKENHAM, KENT BR3 4TU

# Chairman's Statement

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## The Board of Directors

The board of Plysu PLC has been strengthened by the appointment of two additional directors.

Mr. Maxwell Summerlin, who is my son, joined the company in 1962 and has experience of most facets of the business. He has been sales director of Plysu Containers for the last few years and will now take over the main board responsibility for that function.

Mr. Malcolm Macintyre, a relatively recent arrival, has been manufacturing manager since 1979 and his influence has contributed a great deal to the improved efficiency we have seen in the factory during that period. I welcome him as group production director.

In accordance with the articles of association, having been appointed during the year, they both retire but offer themselves for re-election.

## The Year

We have been able to maintain the improved performance reflected in our interim figures and profit before tax shows an increase of 48% for 1981/82 on sales volume not very different from last year.

The total dividend for the year is 2.3p, payable on the capital as increased by last year's capitalisation issue of one for ten, compared with 2.0786p for 1981.

We are again proposing a one for ten capitalisation issue and in the absence of unforeseen circumstances the directors intend to maintain the current rate of dividend on the capital as increased by the proposed issue.

## Containers

Although there are few signs of a sustained improvement in sales we have bettered last year's profitability mainly as a result of greater overall efficiency.

There is still a great deal of competition in our industry born of excess capacity resulting from economic conditions. However we retain our position as leaders in the field not as a rule by the sacrifice of margins but by guarding our established reputation for quality and service.

Our policy of replacing or upgrading older machinery continues and £1,732,000 of capital expenditure over the year was in the main devoted towards new and improved blow moulding equipment.

There has been no shortage of plastics materials but an unstable market brought about by excess capacity has required constant vigilance.

## Housewares

We are still holding our own in housewares despite continuing depression in the High Street. We have maintained a policy of broadening our outlets and our sales effort is regularly stimulated by the introduction of new lines.

We are continuing to enjoy the benefits of the new injection moulding machines purchased over the last two years and as a result the quality and efficiency of our production is still on the increase.

## Other Activities

Although a relatively small part of the operation as a whole there has been considerable improvement in the performance of our associate company Plysu Europe BV with a pre-tax profit of £137,000 (last year £33,000) to be shared between ourselves and our Dutch partners. It would be unrealistic to assume that progress will continue at this rate but there are indications that a satisfactory pattern of growth can now be sustained.

Plysu Industrial continues to trade profitably and we appear to be returning to a more normal pattern of demand.

## The Future

We are still looking forward to a real improvement in the economic climate when we shall be able to utilise profitably our considerable reserve of production capacity. Despite this spare capacity we still strive to improve our production efficiency and in the months ahead we shall see a big advance in the way we make 20 and 25 litre containers. Certain housewares products could also benefit from this development.

Meanwhile we are actively exploring new outlets for plastics containers and the prospects are encouraging.

This statement would not be complete without once more expressing my thanks to all who work for Plysu. There is a great deal of willing cooperation at all levels and this is the foundation of our success.

C. S. J. SUMMERLIN

Chairman

# Report of the Directors

The directors are pleased to submit their thirty fifth annual report together with the financial statements for the year ended 31st March, 1982.

## Activities:

The two principal activities of the group continue to be the manufacture in plastics of blow moulded containers ("Containers") for industrial use and a range of injection and blow moulded domestic ware ("Housewares"). The group also manufactures a range of high frequency welded PVC products, including pressure ventilated clothing, and small PVC bottles for the toiletry and pharmaceutical trades.

Group sales this year amounted to £16,974,000 (1981 £16,339,000). The bulk of this figure came from the sales of Containers £12,978,000 (1981 £12,933,000) and Housewares £3,308,000 (1981 £2,749,000).

## Profit:

The net profit for the year before taxation is £2,057,000 which is £663,000 more than last year's figure of £1,394,000.

The charge for taxation this year amounts to £714,000 (1981 £220,000). The major factor which has reduced the charge below the notional 52% is the excess of tax allowances on capital expenditure over depreciation £296,000 (1981 £420,000).

The rate of dividends paid or proposed totals 2.3p this year against 2.0786p for 1981. The amount absorbed by dividends is £284,000 (1981 £233,000).

The profit for the year added to reserve amounts to £1,059,000 (1981 £941,000).

## Current Cost Accounts:

Accounts, compiled in accordance with Statement of Standard Accounting Practice No. 16, are set out on pages 14 and 15. These show the results of expressing the affairs of the group on a current cost basis, making certain allowances for the effects of inflation which are not reflected in the financial statements produced under the historical cost convention.

## Fixed Assets:

Additions to fixed assets this year total £1,586,000.

## Share Capital:

The resolution submitted to the annual general meeting in July, 1981 to increase the issued share capital by the capitalisation of £113,040 of the company's reserves was passed and 1,130,400 shares were duly issued as fully paid in the proportion of 1 for 10.

In order that the issued share capital may be brought more into line with the capital involved in the business the directors are again recommending the capitalisation of £124,344 being a part of the Company's reserve funds which would be applied in the issue of one new ordinary share of 10p credited as fully paid for every ten ordinary shares of 10p. The appropriate resolutions concerning this issue and an increase in the authorised capital to cover this issue are shown in the notice of meeting on page 1. In the event of these resolutions being passed 322,160 ordinary shares of 10p (2.3% of the authorised capital) would remain unissued.

The issue would be made on the following basis:

1. The new shares will rank pari passu with the existing fully paid ordinary shares of 10p except that they will not rank for the proposed final dividend for the year ended 31st March, 1982 payable 16th July, 1982.
2. The shares will be issued to those members whose names were on the company's share register at the close of business on 18th June, 1982.
3. Application will be made to the Council of The Stock Exchange for the new shares being issued to be admitted to the Official List.

4. Provided that the resolution, contained in the notice of meeting on page 1, concerning the capitalisation issue is passed at the annual general meeting, the company will issue renounceable certificates for the new shares on 16th July, 1982 and dealings in these shares are expected to commence on 19th July, 1982. The last date for the splitting of these shares is at the close of business on 25th August, 1982; the last date for registration of renunciation is at the close of business on 27th August, 1982.
5. Fractions of ordinary shares arising from the capitalisation issue will be sold for the benefit of the company.

**Directors' interests:**

The directors' interests in the ordinary shares of the company, at the date of the balance sheet and at 1st June, 1982 were as follows:

	1982	1981 <i>(Adjusted for capitalisation issue in July 1981)</i>
Beneficial:		
C. S. J. Summerlin	1,727,380	1,859,880
H. A. G. Durbridge	44,000	44,000
R. E. Gordon (inc 30,000 0.42p paid)	341,000	286,000
M. V. S. Macintyre (appointed 29th January, 1982)	—	— <i>(on appointment)</i>
M. J. Summerlin (appointed 29th January, 1982)	295,900	295,900 <i>(on appointment)</i>
Non beneficial:		
H. A. G. Durbridge and R. E. Gordon	180,000	154,000

**Other interests of 5% or more as notified to the company:**

Barclaytrust Channel Islands Limited	2,615,800	2,615,800
Mr. & Mrs. A. A. Slocock	676,500	731,500

**Other matters:**

There were no significant contracts in which a director was materially interested.

There are no service contracts with the directors.

The average number of employees during the past year was 791 (1981—851) and their aggregate remuneration £4,311,000 (1981 £4,109,000).

It is the company's policy that disabled people should have the same consideration as others for all job vacancies for which they apply as suitable candidates. Depending on their skills and abilities, the disabled have the same career prospects and opportunities for promotion as other employees.

The company has recently received a 'Fit for Work' award from the Manpower Services Commission in recognition of outstanding achievements in the practical application of positive policies in the employment of disabled people.

The company is not a close company within the terms of the Income and Corporation Taxes Act, 1970.

The auditors, Thomson McLintock & Co, are willing to continue in office and a resolution concerning their reappointment and remuneration will be submitted to the annual general meeting.

By order of the board,

N. A. SLOCOCK,

Secretary.

22nd June, 1982



# Report of the Auditors to the members of Plysu PLC

LONDON, 22nd June, 1982. We have audited the financial statements on pages 6 to 13 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 affairs of the company and the group at 31st March, 1982 and of the profit and source and application of funds of the group for the year then ended and comply with the Companies Acts 1948 to 1981.

In our opinion the supplementary current cost accounts set out on pages 14 and 15 have been properly prepared in accordance with the policies and methods described in the notes on pages 14 and 15 to give the information required by Statement of Standard Accounting Practice No. 16.

THOMSON McLINTOCK & CO,  
*Chartered Accountants*

## Group accounting policies

### 1 Consolidation:

The group profit and loss account and balance sheet consolidate the accounts of the parent company and its subsidiaries. Internal sales and profits are eliminated on consolidation so that the sales and profit figures relate to external transactions only. The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain land and buildings, and in accordance with section 152A and schedule 8A of the Companies Act, 1948.

### 2 Turnover:

Turnover is the amount invoiced for goods sold to outside customers, exclusive of value added tax.

### 3 Depreciation:

The group's general policy is to write off the book value of each fixed asset evenly over its estimated remaining life making due allowance for commercial and technical obsolescence in addition to normal wear and tear.

Depreciation of the main items of plant and equipment is charged on original cost from the date of commissioning as follows:

- (a) Blow moulding equipment — 20%
- (b) Injection moulding equipment — 10%
- (c) Moulds are in general written off over two or three years.

Buildings are depreciated at a rate of 2% per annum.



#### 4 Stock Valuation:

In general stocks of raw materials and stores are stated at the lower of cost and net realisable value. Work in progress and finished goods are valued on the basis of direct cost plus attributable manufacturing overheads or net realisable value where lower.

#### 5 Deferred taxation:

No provision is made for deferred taxation if the directors' estimates over a three year period indicate a reasonable probability that during that period capital allowances will exceed the depreciation charge.

## Source and application of funds

	1982 £000's	1981 £000's
<b>Source of Funds:</b>		
Profit before taxation .....	2,057	1,394
Add: Depreciation and amounts written off moulds .....	1,109	897
Total generated from operations .....	3,166	2,291
Proceeds of sale of fixed assets .....	45	162
	<u>3,211</u>	<u>2,453</u>
<b>Application of Funds:</b>		
Loan repayments .....	—	187
Dividends paid .....	250	212
Tax paid .....	593	229
Purchase of fixed assets and moulds ...	1,732	1,802
Increase/(Decrease) in working capital		
Stocks .....	246	(426)
Debtors .....	513	(786)
Creditors .....	124	(43)
Associate company .....	19	29
	<u>902</u>	<u>(1,226)</u>
	<u>3,477</u>	<u>1,204</u>
Decrease/(Increase) in cash .....	<u>266</u>	<u>(1,249)</u>

# Plysu PLC and subsidiary companies

## GROUP PROFIT AND LOSS ACCOUNT

For the year ended 31st March, 1982

	Notes	1982 £000's	1981 £000's
Turnover .....		<u>16,974</u>	<u>16,339</u>
Net profit for the year before taxation .....	1	2,057	1,394
Deduct:			
Taxation	2		
Corporation tax .....		691	220
Overseas tax .....		<u>23</u>	<u>—</u>
		714	220
Net profit for the year after taxation .....		<u>1,343</u>	<u>1,174</u>
Deduct:			
Dividends .....	3	284	233
Retained profit added to reserve .....	4	<u>1,059</u>	<u>941</u>
<b>Earnings per fully paid ordinary share</b>			
Calculated by dividing net profit for the year after taxation by the number of shares in issue. The calculation for 1981 has been adjusted to reflect the capitalisation issue of 1 for 10 made in July, 1981 .....			
		<u>10.9p</u>	<u>9.5p</u>

## NOTES TO THE GROUP PROFIT AND LOSS ACCOUNT

	1982 £000's	1981 £000's
<b>1. Net profit for the year before taxation</b> is stated after taking into account:		
Directors' remuneration:		
Fees .....	3	2
Other emoluments .....	71	64
	<u>74</u>	<u>66</u>
Details of directors' remuneration excluding pension contributions are as follows:		
Emoluments of chairman .....	29	27
Emoluments of the other directors fell into the following brackets:		
	Numbers	
£25,001 — £30,000 .....	1 1	
£0 — £ 5,000 .....	3 1	
Auditors' remuneration .....	20	18
Depreciation, including amounts written off moulds .....	1,109	897
Hire of plant, machinery and equipment .....	58	70
Interest payable .....	1	74
Interest receivable .....	119	4
Share of profit in associate company in Holland .....	<u>67</u>	<u>15</u>
<b>2. Taxation</b>		
The tax charge for the year has been reduced as follows:		
Excess of tax allowances on capital expenditure over depreciation .....	296	420
Stock appreciation relief .....	55	54
	<u>351</u>	<u>474</u>
<b>3. Dividends</b> on the fully paid ordinary shares:		
Interim of 0.75p (0.6786p) paid 4th February, 1982 .....	93	76
Proposed final of 1.55p (1.4p) payable 16th July, 1982 .....	191	157
	<u>284</u>	<u>233</u>
<b>4. Retained profits</b> have been added to reserve by:		
Plysu PLC .....	971	890
Subsidiaries and associate .....	88	51
	<u>1,059</u>	<u>941</u>

# Plysu PLC and subsidiary companies

## GROUP BALANCE SHEET

As at 31st March, 1982

	Notes	1982 £000's	1981 £000's
<b>Fixed Assets</b> .....	1	7,930	7,381
<b>Moulds, at net book value</b> .....		275	265
		<u>8,205</u>	<u>7,646</u>
<b>Associate company</b> .....	2	98	79
<b>Current assets</b>			
Stocks .....	3	1,684	1,438
Debtors .....		3,232	2,719
Cash .....		77	343
		<u>4,993</u>	<u>4,500</u>
<b>Current liabilities</b>			
Creditors .....		2,530	2,654
Current taxation .....		711	595
Proposed dividend .....		191	157
		<u>3,432</u>	<u>3,406</u>
<b>Net current assets</b> .....		<u>1,561</u>	<u>1,094</u>
		<u>9,864</u>	<u>8,819</u>
<b>Advance corporation tax recoverable</b> .....		82	68
		<u>9,946</u>	<u>8,887</u>
<b>Share capital</b> .....	5	1,237	1,124
<b>Reserves</b> .....	6	8,709	7,763
		<u>9,946</u>	<u>8,887</u>

C. S. J. SUMMERLIN, Director  
R. E. GORDON, Director

22nd June, 1982

# **Plysu PLC**

## **BALANCE SHEET**

As at 31st March, 1982

	Notes	1982 £000's	1981 £000's
<b>Fixed assets</b> .....	1	7,927	7,376
<b>Moulds, at net book value</b> .....		275	265
		<u>8,202</u>	<u>7,641</u>
<b>Associate company</b> .....	2	66	79
<b>Shares in subsidiaries</b> .....	4	15	15
<b>Current assets</b>			
Stocks .....	3	1,672	1,426
Debtors .....		27	44
Amounts due by subsidiaries .....		2,588	2,099
Cash .....		77	343
		<u>4,364</u>	<u>3,912</u>
<b>Current liabilities</b>			
Creditors .....		2,489	2,595
Current taxation .....		694	579
Proposed dividend .....		191	157
		<u>3,374</u>	<u>3,331</u>
<b>Net current assets</b> .....		<u>990</u>	<u>581</u>
		<u>9,273</u>	<u>8,316</u>
<b>Advance corporation tax recoverable</b> .....		82	68
		<u>9,355</u>	<u>8,384</u>
<b>Share capital</b> .....	5	1,237	1,124
<b>Reserves</b> .....	6	8,118	7,260
		<u>9,355</u>	<u>8,384</u>

# Plysu PLC and subsidiary companies

## NOTES TO THE BALANCE SHEETS — £000's

### 1. Fixed assets

	<i>Freehold land</i>		<i>Freehold buildings</i>		<i>Plant and equipment</i>	
	<i>Cost</i>	<i>Valuation</i>	<i>Cost</i>	<i>Valuation</i>	<i>Cost</i>	<i>Total</i>
Cost or 1978 valuation						
At 1st April, 1981 .....	20	875	138	2,020	8,198	11,251
Additions .....	—	—	—	—	1,586	1,586
Disposals .....	—	—	—	—	(314)	(314)
At 31st March, 1982 .....	20	875	138	2,020	9,470	12,523
Depreciation						
At 1st April, 1981 .....	—	—	6	120	3,744	3,870
Disposals .....	—	—	—	—	(246)	(246)
Charge for the year .....	—	—	2	41	926	969
At 31st March, 1982 .....	—	—	8	161	4,424	4,593
Net book values						
At 31st March, 1982 .....	20	875	130	1,859	5,046	7,930
At 31st March, 1981 .....	20	875	132	1,900	4,454	7,381

The above table includes the fixed assets of the subsidiaries at a net book value of £3,000 (1981 £5,000) and original cost £21,000 (1981 £24,000).

#### Future capital expenditure:

	<i>1982</i>	<i>1981</i>
For which orders have been placed .....	600	120
Which had been sanctioned but not ordered .....	55	20

### 2. Associate company

The Group has a 49% interest in the capital of Plysu Europe B.V., a company in Holland which manufactures and sells moulded plastics containers for industrial use.

### 3. Stocks

	<i>The Group</i>		<i>Plysu PLC</i>	
	<i>1982</i>	<i>1981</i>	<i>1982</i>	<i>1981</i>
Stocks comprise:				
Raw materials .....	1,113	978	1,103	970
Work in progress .....	115	117	115	117
Finished goods .....	456	343	454	339
	1,684	1,438	1,672	1,426

#### 4. Shares in subsidiaries

Details of the company's subsidiaries all of which are wholly owned and incorporated in England are as follows:

Name	Business
Plysu Containers Ltd.	Sale of moulded plastics containers for industrial use.
Plysu Housewares Ltd.	Sale of moulded plastics products for domestic use.
Plysu Industrial Ltd.	Sale of plastics protective clothing.
Paklite Ltd.	Manufacture and sale of small containers moulded in PVC.

#### 5. Share capital

The authorised capital is £1,300,000 in ordinary shares of 10p each.

The issued capital is:

Fully paid — At 31st March, 1981, 11,238,000 ordinary shares of 10p each .....	1,123
Add: Issued as fully paid during year 1,130,400 ordinary shares .....	113
Partly paid — 56,000 ordinary shares of 10p each ..	1
	<u>1,237</u>

The partly paid shares were issued to certain executives at 47 ½p. (0.42p paid).

The balance is payable at the discretion of the executive concerned or on the liquidation of the company.

#### 6. Reserves

	The Group	Plysu PLC
At 31st March, 1981 .....	7,763	7,260
Deduct: Amount appropriated by capitalisation issue .....	113	113
	<u>7,650</u>	<u>7,147</u>
Add: Retained profit for the year .....	1,059	971
Reserves at 31st March, 1982 .....	<u>8,709</u>	<u>8,118</u>
Of which distributable .....		<u>6,470</u>

#### 7. Deferred taxation

The amount of deferred tax for which, in accordance with the group's accounting policies described on page 7, no provision is considered necessary is:

	1982	1981
Amounts relating to the excess of book values of fixed assets, excluding land and buildings, over tax values .....	2,693	2,429
Capital gains tax on property revaluation surplus .....	480	480
	<u>3,173</u>	<u>2,909</u>

# Plysu PLC and subsidiary companies

## CURRENT COST ACCOUNTS

These accounts are based on Statement of Standard Accounting Practice No. 16, and are intended to indicate the effect of price changes on the profits and assets of the group.

## CURRENT COST PROFIT AND LOSS ACCOUNT

For the year ended 31st March, 1982

	Notes	1982 £000's	1981 £000's
Turnover .....	1	16,974	16,339
Historical cost profit for the year before interest and taxation .....	1	1,939	1,464
Deduct: Current cost operating adjustments			
Cost of Sales .....	2	150	(168)
Monetary working capital .....	3	(14)	272
Working capital .....		136	104
Depreciation .....	4	498	424
		634	528
Operating profit .....		1,305	936
Add: Interest receivable, less payable .....	1	112	(70)
Gearing adjustment .....	5	36	63
		154	(7)
Profit before taxation .....		1,459	929
Deduct: Taxation .....	1	714	220
Profit after taxation .....		745	709
Deduct: Dividends .....	1	284	233
Retained profit for the year .....		461	476
Current cost ratios			
Earnings per share .....		6.0p	5.7p
Dividend cover .....		2.6	3.0

### Notes:

- 1 These figures are taken direct from the financial statements produced on the historical cost basis.
- 2 This adjusts profits for an estimate of the current cost of stocks, calculated using the averaging method, at the time they were sold.
- 3 This adjusts profits for an estimate of the impact, also calculated using the averaging method, of price changes on the total net operating assets.
- 4 The additional charge for depreciation results from increasing the values of the fixed assets for the purpose of these accounts. See note 1 to the balance sheet on page 15.
- 5 That proportion of the current cost operating adjustments which is financed by borrowing has been credited in arriving at the current cost profit attributable to shareholders.
- 6 For comparison purposes, the corresponding figures for 1981 are calculated on the basis of current costs applicable in that year.



## SUMMARISED CURRENT COST BALANCE SHEET

As at the year ended 31st March, 1982

	Notes	1982 £000's	1981 £000's
<b>Assets employed:</b>			
Fixed assets and moulds .....	1	9,509	8,988
Net current assets			
Stocks.....	2	1,684	1,438
Monetary working capital .....		1,021	499
Total working capital .....		2,705	1,937
Proposed dividends .....		(191)	(157)
Other current liabilities (net) .....		(773)	(539)
		<u>1,741</u>	<u>1,241</u>
		<u>11,250</u>	<u>10,229</u>
<b>Financed by:</b>			
Share capital .....		1,237	1,124
Current cost reserve .....	3	3,389	2,829
Other reserves and retained profits .....	3	6,624	6,276
		<u>10,013</u>	<u>9,105</u>
		<u>11,250</u>	<u>10,229</u>

### Notes

- Plant, equipment and moulds have been revalued by applying appropriate Government indices; current values of land and buildings have been estimated by the directors.
- Stocks are stated at their historical values as it is not considered that their current cost would be materially different.
- The movements in the reserves during the year are as follows:

Current cost:	£000's
At 31st March, 1981 .....	2,829
Revaluation surpluses reflecting price changes:	
Land and buildings .....	(125)
Plant, equipment and moulds .....	585
Cost of sales adjustment.....	150
Monetary working capital adjustment .....	(14)
Gearing adjustment .....	(36)
	<u>560</u>
At 31st March, 1982 .....	<u>3,389</u>
Other reserves and retained profit:	
At 31st March, 1981 .....	6,276
Deduct: Amount appropriated for capitalisation issue .....	113
	<u>6,163</u>
Add: Retained profit for the year .....	461
At 31st March, 1982 .....	<u>6,624</u>

## Five year record — £000's

These figures are taken from financial statements prepared on the historical cost basis.

Years ended 31st March	1978	1979	1980	1981	1982
<b>Group Turnover</b>					
Containers.....	8,560	10,197	14,512	12,933	12,978
Housewares.....	2,014	2,365	2,565	2,749	3,308
Other .....	485	690	746	657	688
<b>Total.....</b>	<b><u>11,060</u></b>	<b><u>13,252</u></b>	<b><u>17,823</u></b>	<b><u>16,339</u></b>	<b><u>16,974</u></b>
Depreciation .....	<u>453</u>	<u>672</u>	<u>834</u>	<u>897</u>	<u>1,109</u>
Interest payable .....	<u>107</u>	<u>203</u>	<u>164</u>	<u>74</u>	<u>1</u>
Interest receivable .....	<u>—</u>	<u>—</u>	<u>—</u>	<u>4</u>	<u>119</u>
Group profits before tax .....	<u>750</u>	<u>1,226</u>	<u>2,332</u>	<u>1,394</u>	<u>2,057</u>
Total funds generated from operations .....	<u>1,203</u>	<u>1,898</u>	<u>3,166</u>	<u>2,291</u>	<u>3,166</u>
Expenditure on fixed assets and moulds .....	<u>1,793</u>	<u>1,123</u>	<u>1,623</u>	<u>1,802</u>	<u>1,732</u>
Earnings per share, adjusted for capitalisation issues .....	<u>5.3p</u>	<u>9.5p</u>	<u>13.2p</u>	<u>9.5p</u>	<u>10.9p</u>
Dividends per share, adjusted for capitalisation issues .....	<u>0.63p</u>	<u>0.86p</u>	<u>1.72p</u>	<u>1.89p</u>	<u>2.30p</u>
Shareholders' funds (being share capital and reserves) .....	<u>5,266</u>	<u>6,342</u>	<u>7,763</u>	<u>8,887</u>	<u>9,946</u>