

1973

BERGO LIMITED

We hereby certify that this is the document  
referred to in Certification 'A'.

.....*William Haynes*.....Director

.....*[Signature]*.....Secretary

REPORT AND ACCOUNTS  
for the year ended 31st December 1973

4

BERGO LIMITED

(a wholly-owned subsidiary of The Expanded Metal Company Limited  
which is incorporated in England)

DIRECTORS:	W. A. Haynes	(Chairman)
	J. B. Close	
	G. A. Stevens	(resigned 31.5.73.)
	J. R. Lambert	
Secretary:	J. M. Helme	

REPORT OF THE DIRECTORS

PROFITS

The net profit for 1973 after providing for tax, amounted to £12,088. The Directors recommend the payment of a dividend of £12,087.

ACTIVITIES

The company is engaged in the supply and erection of road furniture.

DIRECTORS

The Directors of the company are listed above. Mr. W.A. Haynes and Mr. J.R. Lambert retire by rotation and, being eligible, offer themselves for re-election.

SHAREHOLDINGS

The interests of Directors, who are not also Directors of the holding company, in the capital of that company are set out below:-

	Number of Ordinary Stock Units (all beneficially owned)	
	31st December 1973	1st January 1973 (or date of appointment)
Mr. W. A. Haynes	1,541	1,250
Mr. J.R. Lambert	3,835	3,835

EMPLOYEES

The average number of persons employed by the company in each week of 1973 was 32 (1972 : 50) and the aggregate remuneration paid or payable in respect of that year was £71,432 (1972 : £83,933).

AUDITORS

The Auditors, Price Waterhouse & Co., are willing to continue in office and a resolution as to their remuneration will be proposed at the Annual General Meeting.

By Order of the Board

J. M. Helme, Secretary

Dated the 11th day of April  
1974

BERGO LIMITED

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BALANCE SHEET  
as at 31st December 1973

FIXED ASSETS	Notes	1973	1972
Plant and Equipment	5	23,242	32,276
GROUP BALANCES		(84,551)	(155,627)
CURRENT ASSETS			
Stock and Work-in-Progress	6	117,192	170,308
Debtors		143,678	154,915
Cash and Bank Balances		<u>119</u>	<u>10,739</u>
		<u>260,989</u>	<u>335,962</u>
Deduct:			
CURRENT LIABILITIES			
Creditors		29,999	45,889
Bank Overdraft		10,290	-
Tax	4	<u>11,983</u>	<u>18,515</u>
		<u>52,272</u>	<u>64,404</u>
NET CURRENT ASSETS		<u>208,717</u>	<u>271,558</u>
		147,408	148,207
Deduct:			
Deferred Tax	4	<u>4,200</u>	<u>5,000</u>
		<u>£ 143,208</u>	<u>£ 143,207</u>
Representing			
SHARE CAPITAL			
Authorised, issued and fully paid 10,000 shares of £1. each		10,000	10,000
RESERVES	7	<u>133,208</u>	<u>133,207</u>
		<u>£ 143,208</u>	<u>£ 143,207</u>

W. Alan Haynes

James B. Close

} Directors

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NOTES TO THE ACCOUNTS

1. Accounting policies are included under the appropriate headings in the notes.
2. Net Sales are the amounts invoiced by the company for goods and services provided to external customers.
3. PROFIT

The profit for the year is stated after charging:

	1973	1972
Depreciation	7,901	7,185
Auditors' Remuneration	750	650
Emoluments of Directors (including pension contributions)	6,599	7,976

DIRECTORS' EMOLUMENTS

Chairman £4,565 (1972 : £4,200)	1	1
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Other directors:-

0 - £2,500	2	4
£2,501 - £5,000	=	1
	3	6
	=	=

4. TAXATION

Corporation Tax based on the profit for the year has been provided at the rate of 49%. (40% for 3 months and 52% for 9 months).

Using the deferral method proposed by the Joint Accountancy Bodies, provision is made for corporation tax at the average rate for the year in which it is deferred because of differences between depreciation and other charges in the accounts and the corresponding allowance for tax purposes.

The liability in the Balance Sheet of £11,982 (1972 : £18,515) includes Corporation Tax payable on 1st January 1975 of £11,500 (1974 : £500).

9

## 5. PLANT AND EQUIPMENT

	£
Cost at 31st December 1972	41,649
Additions	<u>6,198</u>
	47,847
Disposals	<u>11,831</u>
Cost at 31st December 1973	<u>36,013</u>
Depreciation at 31st December 1972	9,372
Provided	<u>7,901</u>
	17,273
Released on disposals	<u>4,502</u>
Depreciation at 31st December 1973	<u>£12,771</u>
Net Book Amount at 31st December 1973	<u>£23,242</u>

The policy of the company is to write down the book value of each fixed asset over its estimated life: annual reviews are made of the residual lives of all productive assets, taking into account commercial and technical obsolescence as well as normal wear and tear. Depreciation on assets qualifying for investment grants is calculated on their net cost.

## 6. STOCK VALUATION

Stock and work-in-progress are stated at the lower cost and net realisable value and include manufacturing overheads. Work-in-progress is after deducting progress payments amounting to £10,351 (1972 : £26,872). No profit is taken on long term contracts until completion but provision is made in full for estimated future losses on uncompleted contracts.

## 7. RESERVES

	£
Balance at 31st December 1972	133,207
Profit retained	<u>1</u>
Balance at 31st December 1973	<u>£133,208</u>

BERGO LIMITED

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PROFIT AND LOSS ACCOUNT  
for the year ended 31st December 1973

	Notes	1973	1972
NET SALES	2	<u>645,492</u>	<u>774,786</u>
PROFIT BEFORE TAX	3	21,123	9,178
Deduct:			
TAX - Corporation Tax		9,835	(485)
Deferred Tax		<u>(800)</u> 9,035	<u>3,500</u> 3,015
NET PROFIT AFTER TAX		12,088	6,163
Deduct:			
Dividend		<u>12,087</u>	<u>-</u>
TRANSFERRED TO RESERVES	7	<u>£ 1</u>	<u>£6,163</u>

11

AUDITORS' REPORT TO THE MEMBERS OF BERGO LIMITED

In our opinion the annexed accounts give a true and fair view of the state of the company's affairs at 31st December 1973 and of the profit for the year then ended, and complies with the Companies Acts 1948 and 1967.

PRICEWATERHOUSE & Co.

31 Mosley Street  
NEWCASTLE-ON-TYNE  
NE99 1PL

PRICE WATERHOUSE & COMPANY

Chartered Accountants

Dated the 11th day of April, 1974