

D. W. GENERAL WOOD MACHINISTS LIMITED

AND ITS SUBSIDIARY COMPANY

Company Number 607717

CONSOLIDATED FINANCIAL STATEMENTS

- for the year ended -

31ST AUGUST 1994

Paul Da Costa & Co.,
13/17 High Beech Road,
Loughton, Essex.

IG10 4BN



P. W. GENERAL WOOD MACHINISTS LIMITED

DIRECTORS

E. E. Dossett, Esq.
A. E. Woodley, Esq.
B. Dossett, Esq.
A. Howard, Esq.

SECRETARY

B. Dossett, Esq.

REGISTERED OFFICE

855/857 High Road,
Tottenham,
London.
N17

AUDITORS

Paul Da Costa & Co.,
13/17 High Beech Road,
Loughton,
Essex.
IG10 4BN

BANKERS

Midland Bank PLC,
Central Hall,
Storeys Gate,
Westminster,
London.
SW1P 3AS

D. W. GENERAL WOOD MACHINISTS LIMITED
REPORT OF THE DIRECTORS

FINANCIAL STATEMENTS

The Directors present their report and the audited financial statements of the Group for the year ended 31st August 1994.

ACTIVITIES

The principal activity of the Company is that of wood machinists, wood moulders and general timber merchants.

REVIEW OF BUSINESS

A summary of the Company's results during the trading period is set out in the financial statements.

Group turnover has increased during the year by 12% to £2403117. The Directors consider the profit achieved on ordinary activities before taxation to be satisfactory, particularly in the light of current trading conditions.

PROPOSED DIVIDEND

The Directors do not recommend payment of a dividend.

EVENTS SINCE THE END OF YEAR

No events have occurred since the date of the Balance Sheet that are of such significance that they require disclosure.

FUTURE DEVELOPMENTS

The Company does not envisage any future developments outside the normal course of business.

RESEARCH AND DEVELOPMENT

The Company does not carry out a research and development programme.

FIXED ASSETS

All movements in Fixed Assets are disclosed in the Notes to the Financial Statements.

Contd.../

D. W. GENERAL WOOD MACHINISTS LIMITED

REPORT OF THE DIRECTORS

(Continued)

DIRECTORS AND THEIR INTERESTS

The Directors who held office at the accounting date and their interests in the shares of the Company as shown in the Register of Directors' Interests were as stated below.

| | <u>Class of Share</u> | <u>Number Held</u> | |
|--|-----------------------|--------------------|-------------|
| | | <u>1994</u> | <u>1993</u> |
| E. E. Dossett, Esq. | Ordinary | 5416 | 5416 |
| E. E. Dossett, Esq. (Joint Trustee Grandchildrens Settlement) | Ordinary | 3984 | 3984 |
| A. E. Woodley, Esq. | Ordinary | 90 | 90 |
| B. Dossett, Esq. and Family | Ordinary | 16959 | 16959 |
| A. Howard, Esq. and Family | Ordinary | 13559 | 13559 |

DIRECTORS RESPONSIBILITIES

Company Law requires the Directors to prepare financial statements for each 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 the period. In preparing those financial statements, the 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) Follow applicable accounting standards, 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 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.

TAXATION STATUS

The Company is a Close Company as defined by the Income and Corporation Taxes Act 1988.

Contd.../

D. W. GENERAL WOOD MACHINISTS LIMITED

REPORT OF THE DIRECTORS

(Continued)

AUDITORS

In accordance with Section 385 of the Companies Act 1985, a resolution proposing the re-appointment of Messrs. Paul Da Costa & Co., Chartered Accountants as Auditors to the Company will be put to the Annual General Meeting.

BY ORDER OF THE BOARD

Date15/12/94.....

.....*D. Donnett*.....
Secretary

REPORT OF THE AUDITORS TO THE MEMBERS OF
D. W. GENERAL WOOD MACHINISTS LIMITED

We have audited the financial statements annexed hereto which have been prepared under the historical cost convention and the accounting policies as set out in Note 1, in accordance with Auditing Standards.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described in the Report of the Directors, 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 financial 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 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.

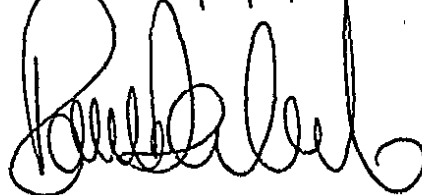
We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material mis-statement, whether caused by fraud or other irregularity 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 as at 31st August 1994 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985.

13/17 High Beech Road,
Loughton, Essex.

Date 19/12/94



Paul Da Costa & Co.,
Registered Auditor,
Chartered Accountants.

P. H. GENERAL HOOD MACHINISTS LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST AUGUST 1994

| | | 1994 | 1993 |
|---|-------|---------|----------|
| | NOTES | £ | £ |
| TURNOVER | 2 | 1142521 | 925260 |
| COST OF SALES | | 858468 | 694681 |
| GROSS PROFIT | | 284053 | 230579 |
| OVERHEADS | | | |
| Administrative Expenses | | 98603 | 105507 |
| Other Operating Charges | | 175115 | 145576 |
| | | 273718 | 251083 |
| OPERATING PROFIT | 3 | 10335 | (20504) |
| OTHER INCOME | | | |
| Interest Receivable | | 8997 | 12122 |
| Rent Received | | 20307 | 29503 |
| Service Charge | | 60500 | 60500 |
| Miscellaneous | | - | 102 |
| | | 69804 | 102227 |
| | | 100139 | 81723 |
| Interest Payable | | - | 1338 |
| PROFIT on Ordinary Activities before taxation | | 100139 | 80385 |
| TAXATION | 4 | 25964 | 18547 |
| PROFIT on Ordinary Activities after taxation | | 74175 | 61838 |
| RETAINED PROFIT brought forward | | 878593 | 816755 |
| RETAINED PROFIT carried forward | | £952768 | £878593 |
| | | ***** | ***** |

D. W. GENERAL WOOD MACHINISTS LIMITED
AND ITS SUBSIDIARY COMPANY
CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST AUGUST 1994

| | | 1994 | 1993 |
|---|--------|----------|----------|
| | NOTES | £ | £ |
| TURNOVER | 2 | 2403117 | 2145606 |
| COST OF SALES | | 1861620 | 1690325 |
| GROSS PROFIT | | 541497 | 455281 |
| OVERHEADS | | | |
| Administrative Expenses | 210054 | 186129 | |
| Other Operating Charges | 250296 | 228423 | |
| | | 460350 | 414552 |
| OPERATING PROFIT | 3 | 81147 | 40729 |
| OTHER INCOME | | | |
| Interest Receivable | 8997 | 13740 | |
| Rent Received | 20307 | 29503 | |
| Miscellaneous | - | 102 | |
| | | 29304 | 43345 |
| | | 110451 | 84074 |
| Interest Payable | | - | 1338 |
| PROFIT on Ordinary Activities before taxation | | 110451 | 82736 |
| TAXATION | 4 | 28705 | 18889 |
| PROFIT on Ordinary Activities after taxation | | 81746 | 63847 |
| RETAINED PROFIT brought forward | | 1272034 | 1208187 |
| RETAINED PROFIT carried forward | | £1353780 | £1272034 |
| | | ***** | ***** |

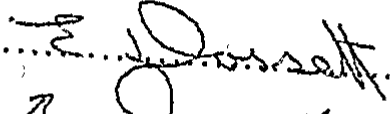
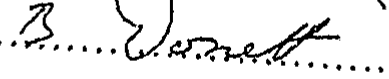
D. W. GENERAL WOOD MACHINISTS LIMITED

BALANCE SHEET

AS AT 31ST AUGUST 1994

| | NOTES | £ | 1994 | £ | 1993 | £ |
|--|-------|---------------|-----------------|---------------|----------------|----------------|
| FIXED ASSETS | | | | | | |
| Tangible Assets | | | | | | |
| Other Assets | 5b | | 755709 | | | 775820 |
| | 5c | | 7657 | | | 7657 |
| | | | <u>763366</u> | | | <u>784477</u> |
| CURRENT ASSETS | | | | | | |
| Stocks | | 89042 | | 70296 | | |
| Debtors | 6 | 337438 | | 212364 | | |
| Cash at Bank and In Hand | | 225183 | | 253705 | | |
| | | <u>651663</u> | | <u>536365</u> | | |
| CREDITORS: Amounts due within one year | 7 | 310898 | | 292323 | | |
| NET CURRENT ASSETS | | | <u>340765</u> | | | <u>244042</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | <u>1104131</u> | | | <u>1028519</u> |
| PROVISIONS FOR LIABILITIES AND CHARGES | 8 | | 101363 | | 99926 | |
| | | | <u>£1002768</u> | | <u>£928593</u> | |
| | | | ***** | | ***** | |
| CAPITAL AND RESERVES | | | | | | |
| Called up Share Capital | 9 | | 50000 | | 50000 | |
| Profit and Loss Account | | | 952768 | | 878593 | |
| | | | <u>£1002768</u> | | <u>£928593</u> | |
| | | | ***** | | ***** | |

Signed on behalf of the Board

Directors

D. W. GENERAL WOOD MACHINISTS LIMITED
AND ITS SUBSIDIARY COMPANY
CONSOLIDATED BALANCE SHEET
AS AT 31ST AUGUST 1994

| | NOTES | £ | 1994 | £ | 1993 |
|--|-------|---------|----------|---------|----------|
| FIXED ASSETS | | | | | |
| | 5a | | | | |
| Tangible Assets | | | 800913 | | 823551 |
| CURRENT ASSETS | | | | | |
| Stocks | | 378950 | | 373675 | |
| Debtors | 6 | 497918 | | 445235 | |
| Cash at Bank and In Hand | | 243518 | | 253881 | |
| | | 1120386 | | 1072791 | |
| CREDITORS: Amounts due within one year | 7 | 416156 | | 474382 | |
| NET CURRENT ASSETS | | | 704230 | | 598409 |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | 1505143 | | 1421960 |
| PROVISIONS FOR LIABILITIES AND CHARGES | 8 | | 101363 | | 99926 |
| | | | £1403780 | | £1322034 |
| | | | ===== | | ===== |
| CAPITAL AND RESERVES | | | | | |
| Called up Share Capital | 9 | 50000 | | 50000 | |
| Profit and Loss Account | | 1353780 | | 1272034 | |
| | | | £1403780 | | £1322034 |
| | | | ===== | | ===== |

Signed on behalf of the Board

.....*E. Dorsett*.....
.....*D. Dorsett*.....
Directors

D. W. GENERAL WOOD MACHINISTS LIMITED
AND ITS (SUBSIDIARY COMPANY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST AUGUST 1994

1. ACCOUNTING POLICIES

a) Basis of Financial Statements

These financial statements have been prepared under the historical cost convention whereby assets and liabilities are included in the Balance Sheet at or below costs incurred at their dates of acquisition.

The Company has taken advantage of the exemption in Financial Reporting Standard No. 1 from the requirement to produce a Cash Flow Statement on the grounds that it is a small company.

b) Turnover

Turnover represents the total invoice value, excluding Value Added Tax, of goods sold and services rendered during the year.

c) Stock

Stock is valued at the lower of cost and estimated net realisable value.

d) Leased Assets

Where assets are financed by leasing or hire purchase agreements, the assets are treated as if they had been purchased. The present value of the minimum lease payments payable during the lease term is capitalised as a tangible asset and the corresponding leasing commitment is included as a liability. Rentals payable are apportioned between interest which is charged to the Profit and Loss Account, and capital which reduces the outstanding commitment.

All other leases are treated as operating leases. Their annual rentals are charged to the Profit and Loss Account on a payable basis.

e) Deferred Taxation

Provision is made for deferred taxation on the liability method for all short term timing differences. Provision is also made for long term timing differences, except to the extent that there is a reasonable probability of the tax not falling due for payment in the foreseeable future. Such tax not provided for is disclosed as a contingent liability.

Contd.../

D. W. GENERAL WOOD MACHINISTS LIMITED
AND ITS SUBSIDIARY COMPANY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST AUGUST 1994
(Continued)

1. ACCOUNTING POLICIES Contd.

f) Depreciation

Depreciation has been provided using the following rates and bases to reduce by annual instalments the cost of the tangible fixed assets over their estimated useful lives:-

| | | |
|----------------------------------|---|----------------------------|
| Freehold Properties | - | Over 100 Years |
| Plant and Machinery | - | Over 6 Years |
| Fixtures and Fittings | - | 10% P. A. Reducing Balance |
| Motor Vehicles | - | 25% P. A. Reducing Balance |
| Leasehold Property Over 50 Years | - | Over the Life of the Lease |

2. TURNOVER

The turnover and profit before taxation is attributable to the one principal activity of the Company.

| | <u>Group</u> | | <u>Company</u> | |
|----------------------|--------------|-------------|----------------|-------------|
| | <u>1994</u> | <u>1993</u> | <u>1994</u> | <u>1993</u> |
| United Kingdom Sales | £2403117 | £2145606 | £1142521 | £925260 |
| | ===== | ===== | ===== | ===== |

3. OPERATING PROFIT

| | <u>Group</u> | | <u>Company</u> | |
|---------------------------------------|--------------|-------------|----------------|-------------|
| | <u>1994</u> | <u>1993</u> | <u>1994</u> | <u>1993</u> |
| This is stated after charging: | | | | |
| Depreciation of Tangible Fixed Assets | 41338 | 59741 | 21811 | 37891 |
| Directors Remuneration | 100599 | 85123 | 46722 | 51773 |
| Audit and Accountancy | 8000 | 11050 | 4250 | 6500 |
| Staff Costs: | | | | |
| Wages and Salaries | 678372 | 619659 | 271233 | 238272 |
| Social Security Costs | 72023 | 65694 | 30315 | 28176 |
| Other Pension Costs | 8092 | 7297 | 5988 | 6477 |
| | ===== | ===== | ===== | ===== |

Contd.../

D. W. GENERAL WOOD MACHINISTS LIMITED
AND ITS SUBSIDIARY COMPANY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST AUGUST 1994
(Continued)

4. TAXATION

United Kingdom Corporation tax has been provided at the rate of 25% based on the results for the year.

| | <u>Group</u> | | <u>Company</u> | |
|-----------------------|----------------|----------------|----------------|----------------|
| | <u>1994</u> | <u>1993</u> | <u>1994</u> | <u>1993</u> |
| U. K. Corporation Tax | 27268 | 22920 | 24527 | 22578 |
| Deferred Taxation | 1437 | (4031) | 1437 | (4031) |
| | <u>£ 28705</u> | <u>£ 18889</u> | <u>£ 25964</u> | <u>£ 18547</u> |
| | ***** | ***** | ***** | ***** |

5a. TANGIBLE FIXED ASSETS

| <u>GROUP</u> | <u>Plant and Equipment</u> | <u>Motor Vehicles</u> | <u>Fixtures and Fittings</u> | <u>Leasehold Property Over 50 Years</u> | <u>Freehold Properties</u> | <u>Total</u> |
|-----------------------|--------------------------------|---------------------------|--------------------------------------|---|--------------------------------|----------------|
| <u>Cost</u> | | | | | | |
| At 1st September 1993 | 764484 | 77377 | 52399 | 317724 | 487089 | 1699073 |
| Additions | 18700 | - | - | - | - | 18700 |
| At 31st August 1994 | <u>783184</u> | <u>77377</u> | <u>52399</u> | <u>317724</u> | <u>487089</u> | <u>1717773</u> |
| <u>Depreciation</u> | | | | | | |
| At 1st September 1993 | 723617 | 38240 | 33026 | 43307 | 37332 | 875522 |
| Charge for the Year | 21711 | 9783 | 1670 | 3303 | 4871 | 41338 |
| At 31st August 1994 | <u>745328</u> | <u>48023</u> | <u>34696</u> | <u>46610</u> | <u>42203</u> | <u>916860</u> |
| <u>Net Book Value</u> | | | | | | |
| At 31st August 1994 | £ 37856 | £ 29354 | £ 17703 | £271114 | £444886 | £800913 |
| | ***** | ***** | ***** | ***** | ***** | ***** |
| At 31st August 1993 | £ 40867 | £ 39137 | £ 19373 | £274417 | £449757 | £823551 |
| | ***** | ***** | ***** | ***** | ***** | ***** |

Contd.../

D. W. GENERAL WOOD MACHINISTS LIMITED
AND ITS SUBSIDIARY COMPANY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST AUGUST 1994
(Continued)

5b. TANGIBLE FIXED ASSETS

| <u>COMPANY</u> | <u>Plant and Motor Equipment</u> | <u>Motor Vehicles</u> | <u>Fixtures and Fittings</u> | <u>Leasehold Property Over 50 Years</u> | <u>Freehold Properties</u> | <u>Total</u> |
|-----------------------|--------------------------------------|---------------------------|--------------------------------------|---|--------------------------------|--------------|
| <u>Cost</u> | | | | | | |
| At 1st September 1993 | 240844 | 43549 | 52399 | 317724 | 487089 | 1141605 |
| Additions | 700 | - | - | - | - | 700 |
| At 31st August 1994 | 241544 | 43549 | 52399 | 317724 | 487089 | 1142305 |
| <u>Depreciation</u> | | | | | | |
| At 1st September 1993 | 230936 | 20184 | 33026 | 43307 | 37332 | 364785 |
| Charge for the Year | 6127 | 5840 | 1670 | 3303 | 4871 | 21811 |
| At 31st August 1994 | 237063 | 26024 | 34696 | 46610 | 42203 | 386596 |
| <u>Net Book Value</u> | | | | | | |
| At 31st August 1994 | £ 4481 | £ 17525 | £ 17703 | £271114 | £444886 | £755709 |
| | ===== | ===== | ===== | ===== | ===== | ===== |
| At 31st August 1993 | £ 9908 | £ 23365 | £ 19373 | £274417 | £449757 | £776920 |
| | ===== | ===== | ===== | ===== | ===== | ===== |

5c. FIXED ASSET INVESTMENTS

Investment in Group Undertaking

At 31st August 1994, D. W. General Wood Machinists Limited held 100% of the Issued Share Capital of D. W. Mouldings Limited, a Company incorporated in the United Kingdom, whose principal activities are those of wood moulders and general timber merchants.

| | <u>1994</u> | <u>1993</u> |
|---|-------------|-------------|
| Investment in Subsidiary Company (Unquoted) | | |
| At Cost | £ 7657 | £ 7657 |
| | ===== | ===== |

The Directors are of the opinion that the market value of the investment is not less than cost.

Contd.../

D. W. GENERAL WOOD MACHINISTS LIMITED
AND ITS SUBSIDIARY COMPANY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST AUGUST 1994
(Continued)

6. DEBTORS

| | <u>Group</u> | | <u>Company</u> | |
|---------------------------------|----------------|----------------|----------------|----------------|
| | <u>1994</u> | <u>1993</u> | <u>1994</u> | <u>1993</u> |
| Trade Debtors | 439393 | 376366 | 217397 | 144262 |
| Amounts owed by Group Companies | - | - | 96501 | 32381 |
| Prepayments and Accrued Income | 53852 | 57607 | 23540 | 29469 |
| Other Debtors | 4673 | 11262 | - | 6252 |
| | <u>£497918</u> | <u>£445235</u> | <u>£337438</u> | <u>£212364</u> |
| | ===== | ===== | ===== | ===== |

7. CREDITORS: Amounts falling due within one year

| | <u>Group</u> | | <u>Company</u> | |
|---------------------------------|----------------|----------------|----------------|----------------|
| | <u>1994</u> | <u>1993</u> | <u>1994</u> | <u>1993</u> |
| Trade Creditors | 161591 | 207559 | 113595 | 85562 |
| Social Security and Other Taxes | 64116 | 66119 | 26657 | 26421 |
| Directors Loan Accounts | 127169 | 134171 | 127169 | 134171 |
| Other Creditors | 1360 | 1330 | 1360 | 1330 |
| Accruals and Deferred Income | 34652 | 39810 | 17590 | 22261 |
| | <u>388888</u> | <u>448989</u> | <u>286371</u> | <u>269745</u> |
| Taxation | 27268 | 22920 | 24527 | 22578 |
| Bank Overdraft | - | 2473 | - | - |
| | <u>£416156</u> | <u>£474382</u> | <u>£310898</u> | <u>£292323</u> |
| | ===== | ===== | ===== | ===== |

Contd.../

D. W. GENERAL WOOD MACHINISTS LIMITED
AND ITS SUBSIDIARY COMPANY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST AUGUST 1994
(Continued)

8. PROVISIONS FOR LIABILITIES AND CHARGES

| | <u>Group</u> | | <u>Company</u> | |
|--------------------------|----------------|----------------|----------------|----------------|
| | <u>1994</u> | <u>1993</u> | <u>1994</u> | <u>1993</u> |
| <u>Deferred Taxation</u> | | | | |
| At 1st September 1993 | 99926 | 103957 | 99926 | 103957 |
| Transfer for the Year | 1437 | (4031) | 1437 | (4031) |
| | <u>£101363</u> | <u>£ 99926</u> | <u>£101363</u> | <u>£ 99926</u> |
| | ===== | ===== | ===== | ===== |

The balance at 31st August 1994 represents the full potential liability and is entirely in respect of accelerated capital allowances.

9. CALLED UP SHARE CAPITAL

| | <u>Group</u> | | <u>Company</u> | |
|----------------------------------|--------------|-------------|----------------|-------------|
| | <u>1994</u> | <u>1993</u> | <u>1994</u> | <u>1993</u> |
| <u>Authorised</u> | | | | |
| 50000 Ordinary Shares of £1 each | £ 50000 | £ 50000 | £ 50000 | £ 50000 |
| | ===== | ===== | ===== | ===== |
| <u>Issued and Fully Paid</u> | | | | |
| 50000 Ordinary Shares of £1 each | £ 50000 | £ 50000 | £ 50000 | £ 50000 |
| | ===== | ===== | ===== | ===== |

Contd.../.

D. W. GENERAL WOOD MACHINISTS LIMITED
AND ITS SUBSIDIARY COMPANY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST AUGUST 1994
(Continued)

10a. PROFIT AND LOSS ACCOUNT

| | <u>Group</u> | | <u>Company</u> | |
|----------------------------------|-----------------|-----------------|----------------|----------------|
| | <u>1994</u> | <u>1993</u> | <u>1994</u> | <u>1993</u> |
| At 1st September 1993 | 1274691 | 1210844 | 878593 | 816755 |
| Profit for the Year | 83183 | 58998 | 75612 | 57807 |
| | <u>1357874</u> | <u>1269842</u> | <u>954205</u> | <u>874562</u> |
| Goodwill Written off to Reserves | 2657 | 2657 | - | - |
| | <u>£1355217</u> | <u>£1267185</u> | <u>£954205</u> | <u>£874562</u> |
| | ===== | ===== | ===== | ===== |
| Holding Company | 954205 | 874562 | | |
| Subsidiary Company | 403659 | 395280 | | |
| | <u>1357874</u> | <u>1269842</u> | | |
| Goodwill Written Off to Reserves | 2657 | 2657 | | |
| | <u>£1355217</u> | <u>£1267185</u> | | |
| | ===== | ===== | | |

10b. PROFIT ATTRIBUTABLE TO MEMBERS OF THE HOLDING COMPANY

| | <u>1994</u> | <u>1993</u> |
|--|----------------|----------------|
| Dealt within the Accounts of the Holding Company | 75612 | 57807 |
| Retained by Subsidiary Company | 7571 | 1191 |
| | <u>£ 83183</u> | <u>£ 58998</u> |
| | ===== | ===== |

Contd.../

D. W. GENERAL WOOD MACHINISTS LIMITED
AND ITS SUBSIDIARY COMPANY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST AUGUST 1994
(Continued)

11. PARTICULARS OF EMPLOYEES

| | <u>Group</u> | | <u>Company</u> | |
|---|--------------|-------------|----------------|-------------|
| | <u>1994</u> | <u>1993</u> | <u>1994</u> | <u>1993</u> |
| The average number of persons employed during the year was: | | | | |
| Office and Management | 5 | 5 | 4 | 4 |
| Production and Sales | 60 | 56 | 21 | 19 |
| | <u>65</u> | <u>61</u> | <u>25</u> | <u>23</u> |
| | ===== | ===== | ===== | ===== |

12. DIRECTORS REMUNERATION

Directors Remuneration for the year was as follows:

| | <u>1994</u> | <u>1993</u> |
|----------------|-------------|-------------|
| Directors Fees | £100599 | £ 85123 |
| | ===== | ===== |

The Remuneration of the Directors fell within the following ranges:

| | <u>1994</u> | <u>1993</u> |
|-------------------|-------------|-------------|
| £ 1 - £ 5000 | - | 1 |
| £ 5001 - £ 10000 | - | - |
| £ 10001 - £ 20000 | - | - |
| £ 20001 - £ 30000 | 3 | 2 |
| | ===== | ===== |

Contd.../

D. W. GENERAL WOOD MACHINISTS LIMITED
AND ITS SUBSIDIARY COMPANY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST AUGUST 1994

(Continued)

13. CONTINGENT LIABILITIES

The Company has entered into cross guarantees in respect of bank borrowings of its subsidiary, the maximum liability under which amounted to nil (1993 - nil) at the Balance Sheet date.

The Group has provided a guarantee to Midland Bank in respect of duty deferment to H. M. Customs and Excise, the maximum liability under which amounts to £10000 (1993 - £10000).

14. PENSION COMMITMENTS

The Group operates a defined contribution pension plan for certain of its senior employees, the costs of which are calculated annually and charged in the Profit and Loss Account when they arise. Costs for 1994 amounted to £8092 (1993 - £7297)

15. CHARGED ASSETS

Midland Bank PLC, hold a second mortgage in respect of the Group's leasehold property at Sandy. In addition, the bank also hold a fixed charge against the Group's book debts in relation to any bank borrowings.