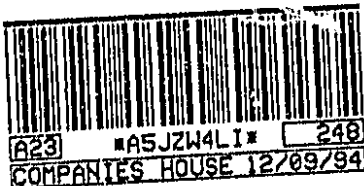


PREMIER LIME AND STONE COMPANY LIMITED

FINANCIAL STATEMENTS
TO 31 DECEMBER 1993

Registered number 664770
England and Wales



SCRUTTON BLAND
COLCHESTER

PREMIER LIMB AND STONE COMPANY LIMITED

Directors D L Colthorpe
J W Moseley

Secretary K D Gooday

Registered office 18 Sir Isaac's Walk
Colchester
CO1 1JL

Registered number 664770 England and Wales

Auditors Scrutton Bland
18 Sir Isaac's Walk
Colchester
CO1 1JL

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DIRECTORS' REPORT

The directors present their report and the audited financial statements for the year ended 31 December 1993.

Principal activities

The principal activity of the holding company is that of quarrying for lime, stone and aggregates, and related trades.

Review of business and future developments

The profit and loss account for the year is set out on page 5.

The outlook for 1994 is not unreasonable given the current order book and the continuing level of civil engineering work. However, in the current economic climate the profitability for the year may again be difficult to maintain at the previous level.

Dividends

The directors recommend a final dividend of £45,000.

Directors

The directors in office during the year, and their interests in the company's share capital, were as follows :

	Ordinary shares of 10p each	
	At 31 December 1993	1992
D L Colthorpe (Chairman)	-	-
J W Moseley	10,000	10,000
R S Blackwell (resigned 31 December 1993)	-	-

Fixed assets

The movements in fixed assets during the year are set out in note 9 to the financial statements.

Market value of land and buildings

In the opinion of the directors, the market value of the parent company's freehold land and buildings is in excess of their book value, but they do not feel that the expense of valuing them professionally is justifiable in view of the intention to continue to use them for the business. The subsidiary's market value of land and buildings held as fixed assets exceeds book value by £496,000.

DIRECTORS' REPORT

Directors' interest in contracts

None of the directors had a material interest in any contract of significance to which this company or a subsidiary was a party during the financial year.

Employment policies

The company places considerable value on the involvement of its employees and has continued its previous practice of keeping them informed on matters affecting them as employees and on various factors affecting the performance of the company.

Employment of disabled persons

It is the policy of the company to give full and fair consideration to applications for employment made by disabled persons having regard to their particular aptitudes and abilities. Where possible, arrangements are made for the continued employment of persons who have become disabled during service.

Auditors

Scrutton Bland have signified their willingness to continue in office as auditors, and a resolution re-appointing them will be submitted to the Annual General Meeting.

Signed by order of the board of directors


K D Gooday

Secretary

Approved by the board on 22 April 1994

STATEMENT OF DIRECTORS' RESPONSIBILITIES
YEAR ENDED 31 DECEMBER 1993

Preparation of financial statements

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

- * select suitable accounting policies and then apply them consistently;
- * make judgements and estimates that are reasonable and prudent;
- * state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- * 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 group and company and enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the group and company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

AUDITORS' REPORT TO THE SHAREHOLDERS OF
PREMIER LIME AND STONE COMPANY LIMITED

4

We have audited the financial statements on pages 5 to 24, which have been prepared under the historical cost convention as modified by the revaluation of certain fixed assets, and the accounting policies set out on pages 12 to 13.

Respective responsibilities of directors and auditors

As described on page 3 the group's and 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 group's and 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 group's and company's affairs as at 31 December 1993 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



SCRUTTON BLAND

Chartered Accountants
and Registered Auditors

Colchester

22 April 1994

GROUP PROFIT AND LOSS ACCOUNT
YEAR ENDED 31 DECEMBER 1993

	Note	£'000	£'000	1992 £'000
Turnover	2		16,251	16,526
Changes in stocks of finished goods and work in progress			12	(119)
Raw materials and consumables		2,763	16,263	16,407
Other external charges		3,278		2,603
			6,041	3,161
			10,222	5,764
				10,643
Staff costs	3	6,486		5,970
Depreciation (net)		1,760		2,009
Other operating charges		914		847
			9,160	8,826
Operating profit			1,062	1,817
Investment income	5		174	236
Trading profit			1,236	2,053
Interest payable	6		162	322
Profit on ordinary activities before taxation	2		1,074	1,731
Taxation on profit on ordinary activities	7		379	574
Profit on ordinary activities after taxation			695	1,157
Minority interest			184	299
			511	858
Dividends	8		45	240
Retained profit for the financial year			466	618
Undistributed profits - brought forward			2,665	2,047
Undistributed profits - carried forward			£ 3,131	£ 2,665
			=====	=====

Continuing operations

None of the group companies' activities were acquired or discontinued during the above two financial years.

Recognised gains and losses

The group had no recognised gains and losses other than the profit for the year.

GROUP BALANCE SHEET
AS AT 31 DECEMBER 1993

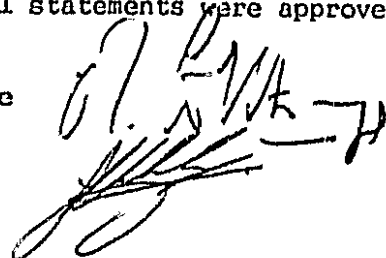
	Note	£'000	£'000	1992 £'000
Assets employed				
Fixed assets				
Tangible assets	9		7,479	8,632
Investments	10		278	278
			<u>7,757</u>	<u>8,910</u>
Current assets				
Stock	11	400		415
Debtors	12	1,771		1,729
Cash at bank and in hand		2,199		3,134
		<u>4,370</u>		<u>5,278</u>
Creditors : amounts falling due within one year	13	5,134		8,462
Net current (liabilities)			(764)	(3,184)
Total assets less current liabilities			<u>6,993</u>	<u>5,726</u>
Creditors : amounts falling due after more than one year	14		1,274	544
			<u>5,719</u>	<u>5,182</u>
Provisions for liabilities and charges	15		764	765
			<u>£ 4,955</u>	<u>£ 4,417</u>
			=====	=====
Financed by :				
Capital and reserves				
Called up share capital	16		110	110
Capital reserve	17		300	300
Profit and loss account	18		3,131	2,665
Share premium			89	89
			<u>3,630</u>	<u>3,164</u>
Minority interest			1,325	1,253
			<u>£ 4,955</u>	<u>£ 4,417</u>
			=====	=====

The financial statements were approved by the directors on 22 April 1994.

D L Colthorpe

J W Moseley

Directors



COMPANY BALANCE SHEET
AS AT 31 DECEMBER 1993

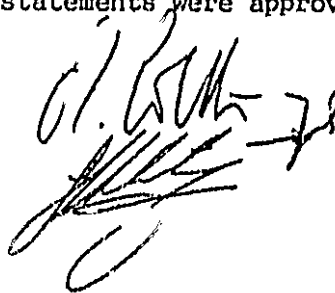
	Note	£'000	£'000	1992 £'000
Assets employed				
Fixed assets				
Tangible assets	9		298	285
Investments	10		1,520	1,520
			<u>1,818</u>	<u>1,805</u>
Current assets				
Stock	11	4		4
Debtors	12	545		577
Cash at bank and in hand		11		4
		<u>560</u>		<u>585</u>
Creditors : amounts falling due within one year	13	159		320
Net current assets			<u>401</u>	<u>265</u>
Total assets less current liabilities			<u>2,219</u>	<u>2,070</u>
Creditors : amounts falling due after more than one year	14		729	713
			<u>1,490</u>	<u>1,357</u>
Provisions for liabilities and charges	15		82	82
			<u>£ 1,408</u>	<u>£ 1,275</u>
			=====	=====
Financed by :				
Capital and reserves				
Called up share capital	16		110	110
Capital reserve	17		173	173
Profit and loss account	18		1,036	903
Share premium			89	89
			<u>£ 1,408</u>	<u>£ 1,275</u>
			=====	=====

The financial statements were approved by the directors on 22 April 1994.

D L Colthorpe

J W Moseley

Directors



STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES
YEAR ENDED 31 DECEMBER 1993

NOTE OF HISTORICAL COST PROFITS AND LOSSES

	Group		Company	
	1993 £	1992 £	1993 £	1992 £
Reported profit on ordinary activities before taxation	1,074	1,731	166	261
Difference between historical cost depreciation charge and the actual depreciation charge for the year calculated on the revalued amount	1	1	-	-
Historical cost profit on ordinary activities before taxation	£ 1,075 =====	£ 1,732 =====	£ 166 ===	£ 261 ===
Retained profit on an unmodified historical cost basis	£ 467 ===	£ 619 ===	£ 133 ===	£ 43 ==

CASH FLOW STATEMENT
YEAR ENDED 31 DECEMBER 1993

	Note	£'000	£'000	1992 £'000
Operating activities				
Cash received from customers		15,194		16,506
Cash payments to suppliers		(6,102)		(6,079)
Cash paid to and on behalf of employees		(6,342)		(6,012)
Other cash payments		(923)		(819)
Net cash inflow from operating activities	1		1,827	3,596
Returns of investments and servicing of finance				
Interest received		174		236
Interest paid		(155)		(246)
Interest element of finance lease rental payments		(33)		(20)
Dividends paid		(209)		(31)
Dividends paid to minority interests		(112)		(67)
Net cash outflow from returns on investments and servicing of finance			(335)	(128)
Taxation				
Value added tax		181		(487)
Corporation tax paid		(584)		(776)
Tax paid			(403)	(1,263)
Investing activities				
Purchase of tangible fixed assets		(572)		(276)
Sale of tangible fixed assets		1,107		339
Net cash outflow from investing activities			535	63
Net cash inflow before financing			£ 1,624	£ 2,268
			=====	=====
Financing				
Repayment of loans		2,096		1,663
Capital element of finance lease rental payments		449		102
Net cash outflow from financing	4, 5		2,545	1,765
Increase in cash and cash equivalents	2, 3		(921)	503
			£ 1,624	£ 2,268
			=====	=====

NOTES TO THE CASH FLOW STATEMENT
YEAR ENDED 31 DECEMBER 1993

1 Reconciliation of operating profit to
net cash inflow from operating activities

	1993 £'000	1992 £'000
Operating profit	1,062	1,817
Depreciation (net)	1,760	2,009
Decrease in stocks	15	179
(Increase)/decrease in debtors	(261)	675
(Decrease) in creditors	(749)	(1,084)
Net cash inflow from operating activities	£ 1,827 =====	£ 3,596 =====

2 Analysis of changes in cash and cash
equivalents during the year

	1993 £'000	1992 £'000
Balance at 1 January	3,109	2,606
Net cash (outflow)/inflow	(921)	503
Balance at 31 December	£ 2,188 =====	£ 3,109 =====

3 Analysis of the balances of cash and cash
equivalents as shown in the balance sheet

	1993 £'000	1992 £'000	Change in year £'000	1992 £'000	1991 £'000	Change in year £'000
Cash at bank and in hand	2,199	3,134	(935)	3,134	2,648	486
Bank overdrafts	(11)	(25)	14	(25)	(42)	17
	£ 2,188 =====	£ 3,109 =====	£ (921) ===	£ 3,109 =====	£ 2,606 =====	£ 503 ===

NOTES TO THE CASH FLOW STATEMENT
YEAR ENDED 31 DECEMBER 1993

4 Analysis of changes in financing during the year

	1993		1992	
	Minority interest £'000	Loans and finance lease obligations £'000	Minority interest £'000	Loans and finance lease obligations £'000
Balance at 1 January	1,253	1,813	1,021	2,750
Cash flows from financing	-	(2,545)	-	(1,765)
Inception of finance lease contracts	-	910	-	-
Inception of hire purchase agreements	-	2,401	-	828
Cash flows from returns on investments and servicing of finance	(112)	-	(67)	-
Profit attributable to minority interests	184	-	299	-
Balance at 31 December	£ 1,325 =====	£ 2,579 =====	£ 1,253 =====	£ 1,813 =====

5 Major non-cash transactions

During the year the group entered into finance lease arrangements in respect of assets with a total capital value at the inception of the leases of £910,000 (1992 : £Nil) and hire purchase agreements in respect of assets with a total capital value at the inception of the agreement of £2,401,000 (1992 : £828,000).

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 1993

1 Accounting policies

Basis of accounting

These financial statements consist of consolidated information relating to the company and its subsidiary companies. No profit and loss account is presented by the company, as permitted by the Companies Act 1985.

The financial statements have been prepared under the historical cost convention, modified by the revaluation of freehold land and buildings and in accordance with applicable accounting standards.

Turnover

Turnover is calculated on the basis of construction work performed during the year together with the invoiced value of the sales and services of other trading activities, net of value added tax.

Depreciation of tangible fixed assets

No depreciation is provided on freehold land. Depreciation of other fixed assets is provided as follows :

Freehold buildings

On a straight line basis over their estimated remaining economic lives with a maximum of 50 years.

Plant and machinery

On reducing balance or straight line methods at rates varying from 10 per cent to 50 per cent so as to write off the assets over their anticipated useful lives.

Investments

Investments in participating interests and other fixed assets investments are included at the lower of cost and net realisable value.

Stocks and work in progress

Stock is valued at the lower of cost and net realisable value in the course of normal trading. Work in progress is valued at cost plus profit estimated to have been earned at the balance sheet date, less foreseeable losses up to completion of the contracts and applicable payments on account. Cost includes appropriate overheads.

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 1993

1 Accounting policies - (continued)

Leases and hire purchase contracts

Assets held under finance leases and hire purchase contracts are capitalised in the Balance Sheet with an equivalent liability included under creditors.

Assets held under finance leases and hire purchase contracts are depreciated over their useful lives. The interest element of the amounts payable is charged as an expense to the Profit and Loss Account and the capital element reduces the liability in the Balance Sheet.

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profit as incurred.

Pension scheme

The group has a defined contribution pension scheme. The cost of the contributions made by the company to the scheme are charged to the Profit and Loss Account as incurred.

Taxation

The charge for taxation is based on the profit for the year. The charge also takes into account taxation deferred because of timing differences between the treatment of certain items for accounting and taxation purposes. Provision is made for deferred taxation, to the extent that, in the opinion of the directors, there is reasonable probability that the liability will arise in the foreseeable future.

2 Turnover and profit before taxation on ordinary activities carried on in the United Kingdom

Group turnover		Group profit before taxation	
1993	1992	1993	1992
£'000	£'000	£'000	£'000
£ 16,251	£ 16,526	£ 1,074	£ 1,731
=====	=====	=====	=====

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 1993

3 Directors and employees

	1993 Number	1992 Number
The average weekly number of employees employed by the group during the year was	280 ===	249 ===

	Group £'000	£'000
Staff costs include the following :		
Wages and salaries	5,684	5,014
Social security costs	516	458
Other pension costs	286	498
	<u>£ 6,486</u> =====	<u>£ 5,970</u> =====

Directors' remuneration
The emoluments of the directors were as follows :

For services as directors	£ 154 ===	£ 153 ===
Compensation paid to a director	£ 93 ==	£ - ==

The individual emoluments, excluding pension contributions and compensation for loss of office, of all the directors who served during the year fell into the following brackets :

	Number	Number
£0 - £ 5,000	1	1
£30,001 - £35,000	1	1
£85,001 - £90,000	1	1

The current chairman's emoluments were nil. The highest paid director earned £89,737 (1992 : £88,375).

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 1993

- 4 Operating profit on ordinary activities before
taxation is stated after charging/(crediting) :

	Group	
	1993 £'000	1992 £'000
Profit on disposal of fixed assets		
Depreciation of and amounts written off fixed assets	(286)	(139)
Directors' emoluments (note 3)	2,046	2,148
Auditors' remuneration	154	153
Hire of plant and machinery	21	17
	1,276	1,019
	=====	=====

The charge for depreciation includes £1,033,000 (1992 : £981,000) in
respect of assets acquired under hire purchase contracts and finance
leases.

- 5 Investment income

	£'000	£'000
Bank interest receivable	171	233
Other interest receivable	3	3
	<u>£ 174</u>	<u>£ 236</u>
	===	===

- 6 Interest payable

	£'000	£'000
Bank loans and overdrafts and other loans repayable within 5 years - by instalments	158	314
- not by instalments	4	8
	<u>£ 162</u>	<u>£ 322</u>
	===	===

- 7 Taxation on profit on ordinary activities

	£'000	£'000
Deferred taxation	(1)	13
Corporation tax	380	561
	<u>£ 379</u>	<u>£ 574</u>
	===	===

- 8 Dividends

	£'000	£'000
Ordinary shares		
Paid - per 10p ordinary share (1992 : 2.81p per share)	45	31
Proposed 4.1p per 10p ordinary share		209
	<u>£ 45</u>	<u>£ 240</u>
	==	===

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 1993

9 Tangible fixed assets

	Freehold land and buildings £'000	Plant and machinery £'000	Total £'000
The Group			
Cost or valuation			
At 1 January 1993	651	21,254	21,905
Additions at cost	-	1,725	1,725
	<u>651</u>	<u>22,979</u>	<u>23,630</u>
Disposals at cost	-	(3,336)	(3,336)
At 31 December 1993	<u>651</u>	<u>19,643</u>	<u>20,294</u>
Depreciation			
At 1 January 1993	77	13,196	13,273
On disposals	-	(2,504)	(2,504)
Charge for the year	19	2,027	2,046
At 31 December 1993	<u>96</u>	<u>12,719</u>	<u>12,815</u>
Net book value			
At 31 December 1993	£ 555 ===	£ 6,924 =====	£ 7,479 =====
At 31 December 1992	£ 574 ===	£ 8,058 =====	£ 8,632 =====

Included above are the following amounts relating to assets acquired under hire purchase contracts and finance leases.

	Plant and machinery 1993 1992	
Net book value :		
Hire purchase	£ 2,766 =====	£ 2,719 =====
Finance lease	£ 890 ===	£ 202 ===

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 1993

9 Tangible fixed assets - (continued)

	1993 £'000	1992 £'000
Group land and buildings		
Cost or valuation at 31 December 1993 was made up as follows :		
Valuation : 1973	55	55
1983	45	45
Cost	551	551
	<u>£ 651</u>	<u>£ 651</u>
	===	===
The total value of land and buildings not depreciated	£ 182	£ 182
	===	===
If land and buildings had not been revalued they would have been included in the following amounts :		
Historical cost	£ 565	£ 565
	===	===
Aggregate depreciation	£ 69	£ 59
	==	==

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 1993

9 Tangible fixed assets - (continued)

	Freehold land and buildings £'000	Plant and machinery etc £'000	Total £'000
The Company			
Cost or valuation			
At 1 January 1993	136	515	651
Additions at cost	-	83	83
Disposals at cost	-	(87)	(87)
At 31 December 1993	136	511	647
Depreciation			
At 1 January 1993	2	364	366
On disposals	-	(70)	(70)
Charge for the year	8	45	53
At 31 December 1993	10	339	349
Net book value			
At 31 December 1993	£ 126 ===	£ 172 ===	£ 298 ===
At 31 December 1992	£ 134 ===	£ 151 ===	£ 285 ===

Included above are the following amounts relating to assets acquired under hire purchase contracts.

	Plant and machinery	
	1993 £'000	1992 £'000
Net book value	£ 78 ==	£ 35 ==

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 1993

9 Tangible fixed assets - (continued)

	1993 £'000	1992 £'000
Company land and buildings		
Cost or valuation at 31 December 1993 was made up as follows :		
Valuation : 1983	45	45
Cost	91	91
	<u>£ 136</u>	<u>£ 136</u>
	===	===
The total value of land and buildings not depreciated	£ 116	£ 116
	===	===
If land and buildings had not been revalued they would have been included in the following amounts :		
Historical cost	£ 105	£ 105
	===	===
Aggregate depreciation	£ 1	£ 1
	==	==

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 1993

10 Fixed asset investments

(a) Listed on recognised stock exchange :

	Company		Group	
	1993 £'000	1992 £'000	1993 £'000	1992 £'000
Cost at beginning and end of year	107	107	107	107
Provision for losses in prior years	104	104	104	104
Book and market value at 31 December	3	3	3	3

(b) Land

Mineral deposits :

Cost at beginning of year	-	-	275	275
Additions	-	-	-	-
Cost at 31 December	-	-	275	275

(c) Shares in subsidiary company

Cost at beginning and end of year	1,517	1,517	-	-
Total book value at 31 December	£ 1,520 =====	£ 1,520 =====	£ 278 ===	£ 278 ===

For investments in subsidiary companies see note 21.

11 Stocks and work in progress

	Company		Group	
	1993 £'000	1992 £'000	1993 £'000	1992 £'000
Contract work in progress	-	-	150	138
Raw materials and consumables	4	4	250	277
	£ 4 ==	£ 4 ==	£ 400 ===	£ 415 ===

There is no material difference between the book value of stocks and replacement cost.

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 1993

12 Debtors

	Company		Group	
	1993 £'000	1992 £'000	1993 £'000	1992 £'000
Amounts falling due within one year :				
Trade debtors	115	81	1,660	1,350
Taxation	-	40	-	40
Prepayments and accrued income	17	6	71	55
Dividend receivable	210	336	-	-
Other debtors	-	100	40	284
Amounts owed by subsidiary company	203	14	-	-
	<u>£ 545</u>	<u>£ 577</u>	<u>£ 1,771</u>	<u>£ 1,729</u>
	===	===	=====	=====

13 Creditors: amounts falling due within one year

	Company		Group	
	1993 £'000	1992 £'000	1993 £'000	1992 £'000
Trade creditors	23	20	2,501	3,412
Hire purchase and finance leases	33	18	1,334	1,273
Advance corporation tax	-	5	-	5
Corporation tax	-	-	256	487
Other taxation and social security payable	7	4	696	182
Other creditors	-	-	24	2,563
Accruals and deferred income	51	64	267	306
Bank overdraft	-	-	11	25
Proposed dividend	45	209	45	209
	<u>£ 159</u>	<u>£ 320</u>	<u>£ 5,134</u>	<u>£ 8,462</u>
	===	===	=====	=====

14 Creditors: amounts falling due after more than one year

	Company		Group	
	1993 £'000	1992 £'000	1993 £'000	1992 £'000
Due between second and fifth years :				
Hire purchase and finance leases	29	13	1,272	540
Amounts owed to subsidiary company	700	700	-	-
Accruals and deferred income	-	-	2	4
	<u>£ 729</u>	<u>£ 713</u>	<u>£ 1,274</u>	<u>£ 544</u>
	===	===	=====	=====

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 1993

15 Provisions for liabilities and charges

Provision for re-instatement and doublehandling

The planning permission granted to the company requires that the quarry be reinstated to its previous condition once the reserves of stone are exhausted. The directors also consider that a provision for doublehandling i.e. the costs of moving overburden and spoil which increase with the years as the quarry's reserves are depleted, should be made. During the year, the provision was not increased :

	Company		Group	
	1993 £'000	1992 £'000	1993 £'000	1992 £'000
At 1 January and 31 December	£ 51 ==	£ 51 ==	£ 51 ==	£ 51 ==
Deferred taxation account				
At 1 January	31	31	714	701
Profit and loss account - charge/(credit) for year	-	-	(1)	13
At 31 December	£ 31 ==	£ 31 ==	£ 713 ===	£ 714 ===
Total provisions for liabilities and charges included in the financial statements	£ 82 ==	£ 82 ==	£ 764 ===	£ 765 ===
Potential amounts of deferred tax are as follows :				
Provided above				
Plant and other timing differences	13	13	695	696
Capital gains rolled over	18	18	18	18
	31	31	713	714
Not provided above				
Revaluations of properties included with fixed assets	9	9	21	21
Capital gains rolled over	-	-	10	10
	£ 40 ==	£ 40 ==	£ 744 ===	£ 745 ===

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 1993

16 Called up share capital

	1993 £'000	1992 £'000
Authorised :		
5,000,000 ordinary shares of 10p each	£ 500 ===	£ 500 ===
Allotted, issued and fully paid :		
1,099,000 ordinary shares of 10p each	£ 110 ===	£ 110 ===

17 Capital reserves

	Company		Group	
	1993 £'000	1992 £'000	1993 £'000	1992 £'000
Surplus arising from revaluation of freehold land and buildings in 1983	31	31	31	31
Arising from the acquisition of a former subsidiary	88	88	88	88
Realised after tax profit on sale of land in November 1983	54	54	54	54
Reserve arising on consolidation	-	-	127	127
	<u>£ 173</u> ===	<u>£ 173</u> ===	<u>£ 300</u> ===	<u>£ 300</u> ===

18 Profit and loss account

	Company		Group	
	1993 £'000	1992 £'000	1993 £'000	1992 £'000
At 1 January	903	860	2,665	2,047
Retained profit for the year	133	43	456	618
At 31 December	<u>£ 1,036</u> =====	<u>£ 903</u> ===	<u>£ 3,131</u> =====	<u>£ 2,665</u> =====

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 1993

19 Reconciliation of movements on shareholders' funds

	Company		Group	
	1993 £'000	1992 £'000	1993 £'000	1992 £'000
Profit for the financial year after taxation	178	283	511	858
Dividends	(45)	(240)	(45)	(240)
	<u>133</u>	<u>43</u>	<u>466</u>	<u>618</u>
Shareholders' funds at 1 January	1,275	1,232	3,164	2,546
Shareholders' funds at 31 December	£ 1,408 =====	£ 1,275 =====	£ 3,630 =====	£ 3,164 =====

20 Pension commitments and contingencies

The group operates defined contribution pension schemes. The assets of the schemes are held separately in independently administered funds. The pension cost charge for the year was £286,270 (1992 : £498,353). Contributions prepaid at 31 December 1993 of £2,118 (1992 : £2,118) are included in prepayments and outstanding contributions of £4,000 (1992 : £4,000) are included in accruals.

The company has provided guarantees in respect of contracts undertaken by by the subsidiary company, and in respect of finance facilities.

The subsidiary company has guaranteed banking facilities for one of its subsidiary companies.

Capital commitments

At 31 December there were capital commitments as follows :

	Company		Group	
	1993 £'000	1992 £'000	1993 £'000	1992 £'000
Authorised and contracted for	£ - ===	£ - ===	£ 966 ===	£ - ===
Authorised but not contracted for	£ - ===	£ - ===	£ - ===	£ - ===

21 Subsidiary company

The share capital of the following subsidiary company is owned by the company :

C A Blackwell (Contracts) Limited
168,000 £1 ordinary shares (representing 75% ownership)

Registered in England and Wales
Engineering and earth moving contractors