

671321

LOMBARD NORTH CENTRAL WHEELEASE LIMITED

REPORT AND ACCOUNTS

FOR THE YEAR ENDED 30 SEPTEMBER 1992



Lombard North Central Wheelease Limited is registered in England No.671321  
Registered Office : Lombard House, 3 Princess Way, Redhill, Surrey, RH1 1NP.

LOMBARD NORTH CENTRAL WHEELEASE LIMITED

DIRECTORS

B A Carte (Chairman)  
J D Fitch  
M A Maberly  
J D Purdy

SECRETARY

P A Stranaghan

## LOMBARD NORTH CENTRAL WHEELEASE LIMITED

### DIRECTORS' REPORT

The Directors have pleasure in submitting their report and the accounts for the year ended 30 September 1992.

#### PRINCIPAL ACTIVITY

The principal activity of the Company is the provision of credit finance by way of instalment credit and leasing.

#### BUSINESS REVIEW

The net amount financed under all forms of financial agreement entered into during the year was £205,000 (1991 - £6,416,000).

The profit on ordinary activities before taxation was £8,178,000 (1991 - £9,286,000) on which there was a taxation charge of £2,639,000 (1991 - £1,959,000). An interim dividend of £5,300,000 has been paid. The Directors propose that the balance of £239,000 (1991 - £(12,173,000)) be dealt with as shown in the Profit and Loss Account on page 5.

The Company traded profitably during the year under review and the Directors expect that it will continue to do so.

#### DIRECTORS

The present members of the Board are as shown on page 1.

Mr J D Purdy retires by rotation and being eligible offers himself for re-election.

#### DIRECTORS' INTERESTS

All of the Directors at the year end were also Directors of the holding company, Lombard North Central PLC, and were not therefore required to notify the Company of their interests in the share and loan capital of Group undertakings.

LOMBARD NORTH CENTRAL WHEELEASE LIMITED

DIRECTORS' REPORT (CONTINUED)

AUDITORS

A resolution for the re-appointment of KPMG Peat Marwick as auditors is to be proposed at the next General Meeting.

By Order of the Board



P A Stranaghan  
Secretary

22<sup>nd</sup> February 1993

REPORT OF THE AUDITORS, KPMG PEAT MARWICK, TO THE MEMBERS OF

LOMBARD NORTH CENTRAL WHEELEASE LIMITED

We have audited the accounts on pages 5 to 13 in accordance with Auditing Standards.

In our opinion the accounts give a true and fair view of the state of affairs of the Company at 30 September 1992 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Guildford

22 February  
C

1993

*KPMG Peat Marwick*

Chartered Accountants  
Registered Auditors

LOMBARD NORTH CENTRAL WHEELEASE LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 30 SEPTEMBER 1992

	Notes	1992 <u>'000</u>	1991 <u>'000</u>
Turnover	2	10,309	11,974
Operating charges	3	<u>(897)</u>	<u>(1,530)</u>
		9,412	10,444
Interest receivable	4	1,793	759
Interest payable	6	<u>(3,027)</u>	<u>(1,917)</u>
Profit on ordinary activities before taxation		8,178	9,286
Taxation charge on profit on ordinary activities	7	<u>(2,639)</u>	<u>(1,959)</u>
Profit on ordinary activities after taxation		5,539	7,327
Interim dividend		(5,300)	-
Proposed ordinary dividend		-	(19,500)
Surplus/(Deficit) for the financial year transferred to/(from) general reserve	10	<u>239</u>	<u>(12,173)</u>


The notes on pages 7 to 13 form part of these accounts.

LOMBARD NORTH CENTRAL WHEELEASE LIMITED

BALANCE SHEET

AT 30 SEPTEMBER 1992

	Notes	1992 <u>£'000</u>	1991 <u>£'000</u>
<u>ASSETS</u>			
CURRENT ASSETS			
Debtors falling due within one year	8	47,821	22,209
Debtors falling due after more than one year	8	34,746	48,408
		<u>82,567</u>	<u>70,617</u>
<u>LIABILITIES</u>			
CAPITAL AND RESERVES			
Called up share capital	9	25	25
General reserve	10	<u>5,516</u>	<u>5,277</u>
		5,541	5,302
PROVISION FOR LIABILITIES AND CHARGES			
Deferred taxation	11	16,141	20,605
CREDITORS	12	<u>60,885</u>	<u>44,710</u>
		<u>82,567</u>	<u>70,617</u>



Brian Addison Carte

Director

Approved by the Board on 22 February 1993

The notes on pages 7 to 13 form part of these accounts.

LOMBARD NORTH CENTRAL WHEELEASE LIMITED

NOTES TO THE ACCOUNTS

1. ACCOUNTING POLICIES

(a) Accounting Convention

The accounts have been prepared upon the basis of historical cost and in accordance with applicable accounting standards.

(b) Finance Leases

Assets made available to third parties under finance leases are treated as amounts receivable.

Income from finance leases is credited to Profit and Loss Account in proportion to the funds invested.

(c) Income from Instalment Credit Business

Charges and interest on instalment credit agreements are credited to Profit and Loss Account in proportion to the monthly balances outstanding.

(d) Deferred Taxation

Deferred Taxation is provided on the liability method on all timing differences to the extent that a taxation liability is expected to arise in the future.

- (e) The Company has adopted FRS1 (cash flow statements). No cash flow statement has been presented as the Company is a wholly-owned subsidiary undertaking of a UK company whose consolidated financial statements include a consolidated cash flow statement dealing with the cash flows of the Group.



LOMBARD NORTH CENTRAL WHEELEASE LIMITED

NOTES TO THE ACCOUNTS (Continued)

2. TURNOVER

- i) Turnover represents lease income, charges on instalment credit agreements and termination adjustments credited to the Profit and Loss Account during the year, all of which arises in the United Kingdom.

	1992 <u>£'000</u>	1991 <u>£'000</u>
ii) Net amounts financed under finance leases entered into during the year	<u>205</u>	<u>6,416</u>
iii) Aggregate rentals receivable during the year were as follows:		
Finance leases	15,559	19,491
Instalment credit agreements	<u>21</u>	<u>50</u>
	<u>15,580</u>	<u>19,541</u>

3. OPERATING CHARGES

There is no charge in this year's accounts for auditors' remuneration as the fee is to be charged in the holding Company's accounts (1991-£nil).

4. INTEREST RECEIVABLE

	1992 <u>£'000</u>	1991 <u>£'000</u>
From National Westminster Bank Group undertakings	<u>1,793</u>	<u>759</u>

5. DIRECTORS' REMUNERATION AND INTERESTS

No emoluments were paid to any Director during the year (1991 - £nil).

None of the Directors had any material interest in any contract of significance in relation to the business of the Company.

LOMBARD NORTH CENTRAL WHEELEASE LIMITED

NOTES TO THE ACCOUNTS (Continued)

6. INTEREST PAYABLE

	1992 <u>£'000</u>	1991 <u>£'000</u>
On bank loans and overdrafts, and other loans wholly repayable within five years:		
From National Westminster Bank Group undertakings	<u>3,027</u>	<u>1,917</u>

7. TAXATION CHARGE

	1992 <u>£'000</u>	1991 <u>£'000</u>
UK corporation tax based on the results for the year at 33% (1991 - 33.5%)	(7,348)	(6,190)
Transfer from Deferred taxation (note 11)	4,691	3,389
Net effect of change in corporation tax rates contained in the Finance Act 1991	-	(683)
Revision in respect of prior years:		
UK corporation tax	16,114	5,601
Transfer (to)/from deferred taxation (note 11)	(227)	1,404
Group relief payable *	(15,869)	(5,480)
	<u>(2,639)</u>	<u>(1,959)</u>

\*Provision for group relief is made on the assumption that the claimant companies will make payment to the surrendering companies at rates appropriate to the periods in which the losses claimed are utilised.

LOMBARD NORTH CENTRAL WHEELEASE LIMITED

NOTES TO THE ACCOUNTS (Continued)

8. DEBTORS

	1992 <u>£'000</u>	1991 <u>£'000</u>
Amounts falling due:		
i) Within one year		
Amounts owed by National Westminster		
Bank Group undertakings	35,568	9,269
Trade debtors	142	136
Current corporation tax	2,576	-
Net investment in finance leases*	9,532	12,783
Net investment in instalment credit agreements	3	21
	<u>47,821</u>	<u>22,209</u>
ii) After more than one year		
Net investment in finance leases*	34,746	48,406
Net investment in instalment credit agreements	-	2
	<u>34,746</u>	<u>48,408</u>
Total debtors	<u>82,567</u>	<u>70,617</u>

\* This includes amounts receivable of £10,158,000 (1991 - £18,158,000) in respect of assets charged in favour of third parties, and £179,000 (1991 - £359,000) in respect of capitalised interest.

LOMBARD NORTH CENTRAL WHEELEASE LIMITED

NOTES TO THE ACCOUNTS (Continued)

9. CALLED UP SHARE CAPITAL

	1992		1991	
	<u>Authorised</u>	<u>Allotted issued and fully paid</u>	<u>Authorised</u>	<u>Allotted issued and fully paid</u>
	<u>£'000</u>	<u>£'000</u>	<u>£'000</u>	<u>£'000</u>
200,000 Ordinary shares of 12½p each	<u>25</u>	<u>25</u>	<u>25</u>	<u>25</u>

10. GENERAL RESERVE

	<u>£'000</u>
Balance at 1 October 1991	5,277
Transfer from Profit and Loss Account	239
Balance at 30 September 1992	<u>5,516</u>

11. DEFERRED TAXATION

	<u>£'000</u>
Balance at 1 October 1991	20,605
Transfer to Profit and Loss Account (note 7)	(4,464)
Balance at 30 September 1992	<u>16,141</u>

The above balance represents the full potential liability in respect of capital allowances.

LOMBARD NORTH CENTRAL WHEELEASE LIMITED

NOTES TO THE ACCOUNTS (Continued)

12. CREDITORS

Amounts falling due:	1992	1991
	<u>'000</u>	<u>'000</u>
i) Wholly within one year		
Amounts owed to National Westminster		
Bank Group undertakings	53,569	520
Trade creditors	154	9,545
Current corporation tax	-	6,147
Interim dividend	5300	-
Proposed dividend	-	19,500
Other creditors	362	498
	<u>59,385</u>	<u>36,210</u>

Loans from National Westminster Bank  
Group undertakings:

Not wholly repayable within five years\* due:

Within one year	1,500	5,000
Between one and five years	-	3,500
	<u>1,500</u>	<u>8,500</u>
Total creditors	<u>60,885</u>	<u>44,710</u>

\* Includes a loan of 1,500,000 (1991 - 8,500,000) at an interest rate of 13.75% per annum repayable on 9 March 1993.

LOMBARD NORTH CENTRAL WHEELEASE LIMITED

NOTES TO THE ACCOUNTS (Continued)

13. FORWARD SALE OF FOREIGN CURRENCY

Certain rentals in respect of leasing contracts are receivable in foreign currency and contracts have been entered into to sell such currencies on receipt to National Westminster Bank PLC at agreed rates of exchange. At the Balance Sheet date, the outstanding forward sale contracts amounted to £nil (1991 - £4,640,000).

14. HOLDING COMPANY

The immediate holding company is Lombard North Central PLC, the ultimate holding company being National Westminster Bank PLC; both are registered in England and Wales.

Copies of the accounts of Lombard North Central PLC can be obtained from:  
The Secretary, Lombard North Central PLC, Lombard House, 3 Princess Way, Redhill, Surrey, RH1 1NP.

Copies of the accounts of National Westminster Bank PLC can be obtained from:  
The Secretary, National Westminster Bank PLC, 41 Lothbury, London EC2P 2BP.