

806/28

CLEANAWAY LIMITED
and
SUBSIDIARY COMPANIES

DIRECTORS' REPORT
and
CONSOLIDATED ACCOUNTS

for the year ended

31 DECEMBER 1987

**CLEANAWAY LIMITED
and
SUBSIDIARY COMPANIES**

**DIRECTORS' REPORT
and
CONSOLIDATED ACCOUNTS**

for the year ended

31 DECEMBER 1987

CLEANAWAY LIMITED

REPORT OF THE DIRECTORS

for the year ended 31 DECEMBER 1987

The directors submit their report and the audited accounts for the year ended 31 December 1987.

ACTIVITIES

The principal activity of the company continues to be the treatment and disposal of waste.

REVIEW OF THE BUSINESS

The company has continued to trade satisfactorily during the year, and its operating profit was substantially higher than in 1986. The company's business continues to be the treatment, transportation and disposal of domestic, commercial and industrial waste. The company looks forward to continued expansion in waste management in the United Kingdom.

DIVIDENDS

An interim dividend of £1,788,000 was paid on 29 June 1987

SIGNIFICANT CHANGES IN FIXED ASSETS

The company's investment in fixed assets did not increase significantly during the year. Further details of the movement in fixed assets are given in notes 5 and 6 to the accounts.

INTERESTS IN LAND

The market value of interests in land is, in the opinion of the directors, not less in total than its book value. Since the company's and its subsidiaries' interests in land are held for use in the business and are not specifically held for realisation, the directors consider that the cost of a full professional revaluation at frequent intervals would not be justified and hence no valuation of the company's and its subsidiaries' interests in land has been carried out for the purposes of these accounts.

DIRECTORS AND THEIR INTERESTS

Contracts

There were no contracts subsisting during or at the end of the year, either with the company or with any of its subsidiaries, in which any director was, or is, materially interested.

Shares

No director had at any time during the year any beneficial interest in the shares of the company or in the shares of its holding company Cleanaway Holdings Limited

CLEANAWAY LIMITED

REPORT OF THE DIRECTORS

for the year ended 31 DECEMBER 1987
(continued)

DIRECTORS AND THEIR INTERESTS (continued)

The directors of the company during the year, and at the end of the year unless otherwise indicated, were as follows:

P T Williams - Chairman
M McCarthy
D W Benjafield
P A M Heath
C Hoskisson (resigned 6 April 1987)
P J Jansen
A Jones (appointed 4 November 1987)
P A Neill (appointed 4 November 1987)
J Walker
D T Weir

SHARE CAPITAL

There were no changes in the authorised and allotted share capital of the company during the year.

CHARITABLE DONATIONS

During the year the group made donations of £668 to charities.

DISABLED PERSONS

It has been, and is, the group's policy to give full and fair consideration to the employment and development of disabled persons, having regard to their qualifications and abilities.


EMPLOYEE INVOLVEMENT

Through appropriate regular formal and informal communication, the group continued to provide employees with information regarding the financial, economic and other factors affecting its performance. Where decisions were reached which directly affected employees, the company developed the approach of advising and consulting them and their representatives.

AUDITORS

A resolution will be submitted to the annual general meeting of the company to re-appoint Binder Hamlyn as auditors.

BY ORDER OF THE BOARD



Secretary

Dated: 28 April 1988

The Drive
Warley
Brentwood
Essex

REPORT OF THE AUDITORS TO THE MEMBERS OF
CLEANAWAY LIMITED

We have audited the financial statements on pages 4 to 17 in accordance with approved Auditing Standards.

In our opinion the financial statements, which have been prepared on the basis of the accounting policies set out on pages 8 and 9, give a true and fair view of the state of affairs of the company and the group at 31 December 1987 and of the profit and source and application of funds of the group for the year then ended and comply with the Companies Act 1985.

Binder Hamlyn

Chartered Accountants

Dated: 28 April 1988

CLEANAWAY LIMITED

CONSOLIDATED PROFIT AND LOSS ACCOUNT

for the year ended 31 DECEMBER 1987

	Notes	1987 £'000	1986 £'000
TURNOVER			
United Kingdom		57,916	50,307
Rest of Europe		1,809	1,780
		<u>59,725</u>	<u>52,087</u>
Consumable stores and repairs		(7,052)	(6,876)
Staff costs		(16,113)	(14,844)
Depreciation		(7,162)	(6,639)
Other operating charges		(20,993)	(17,128)
		<u>8,405</u>	<u>6,600</u>
OPERATING PROFIT			
Interest payable		(1,764)	(2,068)
		<u>PROFIT ON ORDINARY ACTIVITIES</u>	<u>BEFORE TAXATION</u>
	2	6,641	4,532
Tax on profit on ordinary activities	4	(2,373)	(1,744)
		<u>PROFIT ON ORDINARY ACTIVITIES</u>	<u>AFTER TAXATION</u>
		4,268	2,788
Dividends - Paid		(1,788)	(1,600)
- Proposed		-	(700)
		<u>(1,788)</u>	<u>(2,300)</u>
TRANSFERRED TO RESERVES	13	<u>2,480</u>	<u>488</u>

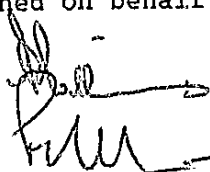
All of the profit for the financial year has been dealt with in the accounts of the parent company.

CLEANAWAY LIMITED

CONSOLIDATED BALANCE SHEET at 31. DECEMBER 1987

	Notes	1987 £'000	1986 £'000
FIXED ASSETS			
Intangible assets	5	932	1,207
Tangible assets	6	34,108	34,732
		<u>35,040</u>	<u>35,939</u>
CURRENT ASSETS			
Stocks	1	386	419
Debtors	8	13,934	11,957
Cash at bank and in hand		7	7
		<u>14,327</u>	<u>12,383</u>
CREDITORS: Amounts falling due within one year	9	(14,469)	(13,751)
NET CURRENT LIABILITIES		<u>(142)</u>	<u>(1,368)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		34,898	34,571
CREDITORS: Amounts falling due after more than one year	9	(21,467)	(22,810)
PROVISIONS FOR LIABILITIES AND CHARGES			
Deferred taxation	10	(4,605)	(5,530)
Other provisions	11	(1,279)	(1,164)
		<u>7,547</u>	<u>5,067</u>
CAPITAL AND RESERVES			
Called up share capital	12	1,481	1,481
Share premium account		704	704
Revaluation reserve		1,340	1,340
Other reserves		413	413
Profit and loss account	13	3,609	1,129
		<u>7,547</u>	<u>5,067</u>

Signed on behalf of the board



) Directors

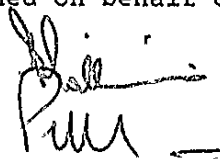
Dated: 28 April 1988

CLEANAWAY LIMITED

BALANCE SHEET at 31 DECEMBER 1987

	Notes	1987 £'000	1986 £'000
FIXED ASSETS			
Intangible assets	5	932	1,207
Tangible assets	6	34,108	34,732
Investments	7	487	487
		<hr/>	<hr/>
		35,527	36,426
CURRENT ASSETS			
Stocks	1	386	419
Debtors	8	13,934	11,957
Cash at bank and in hand		7	7
		<hr/>	<hr/>
		14,327	12,383
CREDITORS: Amounts falling due within one year	9	(14,954)	(14,236)
		<hr/>	<hr/>
NET CURRENT LIABILITIES		(627)	(1,853)
		<hr/>	<hr/>
TOTAL ASSETS LESS CURRENT LIABILITIES		34,900	34,573
CREDITORS: Amounts falling due after more than one year	9	(21,467)	(22,810)
PROVISIONS FOR LIABILITIES AND CHARGES			
Deferred taxation	10	(4,605)	(5,530)
Other provisions	11	(1,279)	(1,164)
		<hr/>	<hr/>
		7,549	5,069
		<hr/>	<hr/>
CAPITAL AND RESERVES			
Called up share capital	12	1,481	1,481
Share premium account		704	704
Revaluation reserve		1,340	1,340
Profit and loss account	13	4,024	1,544
		<hr/>	<hr/>
		7,549	5,069
		<hr/>	<hr/>

Signed on behalf of the board


)
) Directors
)

Dated: 28 April 1988

CLEANAWAY LIMITED

CONSOLIDATED STATEMENT OF SOURCE AND APPLICATION OF FUNDS

for the year ended 31 DECEMBER 1987

	1987 £'000	1986 £'000
FUNDS GENERATED FROM OPERATIONS		
Profit from ordinary activities before taxation	6,641	4,532
Adjustment for items not involving the movement of funds:		
Depreciation and depletion	7,162	6,639
Site restoration provision and other provisions	115	203
Profit on disposal of fixed assets	(10)	(150)
TOTAL GENERATED FROM OPERATIONS	<u>13,908</u>	<u>11,224</u>
Dividend paid	(2,488)	(2,000)
Tax paid	(1,812)	(3)
NET FUNDS GENERATED FROM OPERATIONS	<u>9,608</u>	<u>9,221</u>
FIXED ASSETS		
Cost of assets acquired	7,214	8,300
Disposal proceeds	(961)	(351)
	<u>6,253</u>	<u>8,449</u>
ADDITIONAL/(REDUCED) WORKING CAPITAL		
Stocks	(33)	17
Debtors	1,977	1,690
Creditors (excluding loans, overdrafts and corporation tax)	(1,054)	(885)
	<u>890</u>	<u>822</u>
TOTAL FUNDS APPLIED	<u>7,143</u>	<u>9,271</u>
EXTERNAL FINANCE REPAID (REQUIRED)	<u>2,465</u>	<u>(50)</u>
EXTERNAL FINANCE		
Reduction (increase) in bank loans and overdrafts	3,385	(51)
Funding by parent company	(920)	-
Increase in cash at bank and in hand	-	-
	<u>2,465</u>	<u>(50)</u>

CLEANAWAY LIMITED

NOTES TO THE ACCOUNTS

for the year ended 31 DECEMBER 1987

1. ACCOUNTING POLICIES

(a) Accounting basis

As in previous years, the accounts have been prepared under the historical cost convention, except to the extent that certain fixed assets are stated at valuation as shown in note 6.

(b) Group accounts

The accounts incorporate the results of the parent company and its subsidiaries for the year ended 31 December 1987. As permitted by Sections 227 and 228 of the Companies Act 1985 the profit and loss account of the parent company is not presented as part of these accounts.

(c) Goodwill

Goodwill arising on the acquisition of unincorporated business concerns is the excess of the consideration paid for such businesses over the fair value of assets acquired. Such goodwill is written off over a period not exceeding its useful economic life (see note 5).

(d) Profits/losses from sale of surplus land and property

The group's business is such that it involves the continual acquisition and disposal of land and property. Consequently, profits and losses from sales of land and property surplus to operating requirements are not considered to be extraordinary items and are included in the profit on ordinary activities before taxation.

(e) Deferred taxation

Provision is made for deferred taxation where it is thought reasonably probable that a liability will crystallise in the foreseeable future. The provision is calculated on the liability basis using the rates of corporation tax expected to apply on taxation deferred by accelerated capital allowances and other timing differences, less recoverable tax losses. No provision is made for taxation on surpluses on revaluation of assets in respect of any chargeable gains unless sales are contemplated in the foreseeable future.

(f) Depreciation and depletion

Depreciation of fixed assets is provided on a straight-line basis to write the assets down to their estimated residual values over their estimated useful lives at the following annual rates:

Freehold land and buildings - landfill) Rate of write off determined by
Leasehold land and buildings:) the shorter of site life,
over fifty years) length of lease or site
under fifty years) licence.
Freehold land - other	Nil
Freehold buildings - other	2%
Plant, machinery and vehicles	20%
with the exception of:	
Containers	10%
Private cars	25%
Tugs and barges	10%

CLEANAWAY LIMITED

NOTES TO THE ACCOUNTS (continued)

1. ACCOUNTING POLICIES (continued)

(g) Stocks

Stocks of consumable stores are valued at the lower of cost and net realisable value.

(h) Site restoration provision

Provision is made out of revenue to cover the future cost of restoration of landfill sites.

(i) Leases

Rental payments under operating and finance leases are charged to profit and loss account on a straight-line basis over the term of the lease. Assets under finance leases have not been capitalised.

(j) Pensions

Contributions are charged against the profits for the period in which they arise.

2. PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

The following items have been included in arriving at the profit on ordinary activities before taxation:

	1987		1986	
	£'000	£'000	£'000	£'000
INCOME				
Profit on sale of fixed assets		10		150
Rent receivable, less outgoings		17		18
Royalties and licence fees		-		-
		<u> </u>		<u> </u>
EXPENDITURE				
Directors' emoluments (note 3)		223		206
Auditors' remuneration		62		47
Finance leases, plant and machinery	220		225	
Operating leases, plant and machinery	84		67	
Operating leases, other	634		492	
Other hire of plant, machinery and equipment	1,228		697	
	<u> </u>	2,166	<u> </u>	1,481
Depreciation and depletion of assets:				
Freehold land and buildings	143		123	
Leasehold, land and buildings -				
over fifty years	14		12	
under fifty years	790		653	
Plant, machinery and vehicles	5,937		5,553	
Goodwill	278		298	
	<u> </u>	7,162	<u> </u>	6,639
Provision for site restoration		618		451
		<u> </u>		<u> </u>

CLEANAWAY LIMITED

NOTES TO THE ACCOUNTS
(continued)

2. PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION (continued)

	1987 £'000	1986 £'000
STAFF COSTS		
Wages and salaries	15,011	13,505
Social security costs	1,090	987
Other pension costs	12	352
	<hr/>	<hr/>
	16,113	14,844
	<hr/>	<hr/>
Average number of employees	1,212	1,212
	<hr/>	<hr/>

During the year to 31 December 1987 the company reduced its pension contributions following actuarial valuations of the pension schemes.

The remuneration for higher paid employees (other than directors) fall within the following bands.

£30,001 - £35,000	5
£35,001 - £40,000	2

3. DIRECTORS' EMOLUMENTS

	1987 £'000	1986 £'000
Aggregate emoluments are made up of:		
Salaries and pension contributions	215	198
Fees	8	8
Compensation for loss of office	115	-
	<hr/>	<hr/>

Directors' emoluments, excluding pension scheme contributions, are made up as follows:

	1987	1986
Emoluments of the chairman	-	-
Emoluments of the highest paid director	56,160	48,149
	<hr/>	<hr/>
	Number	Number
Emoluments of other directors		
£ 0 - £ 5,000	2	3
£ 5,001 - £10,000	1	1
£10,001 - £15,000	2	-
£15,001 - £20,000	1	-
£35,001 - £40,000	-	2
£40,001 - £45,000	-	1
£45,001 - £50,000	2	-
	<hr/>	<hr/>

NOTES TO THE ACCOUNTS

(continued)

4. TAXATION

	1987 £'000	1986 £'000
The charge consists of:		
United Kingdom corporation tax at 35% (1986 : 36.25%)	3,181	1,587
Overseas taxes	117	-
Provision for deferred taxation	(925)	157
	<u>2,373</u>	<u>1,744</u>

5. INTANGIBLE ASSETS: GOODWILL AND CONCESSIONS

	Concessions £'000	Goodwill £'000	Total £'000
Group and company			
Cost			
At 31 December 1986	125	2,142	2,267
Additions	-	3	3
	<u>125</u>	<u>2,145</u>	<u>2,270</u>
At 31 December 1987	125	2,145	2,270
Accumulated depreciation			
At 31 December 1986	125	935	1,060
Charge for the year	-	278	278
	<u>125</u>	<u>1,213</u>	<u>1,338</u>
At 31 December 1987	125	1,213	1,338
Net book amount			
At 31 December 1987	-	932	932
	<u>-</u>	<u>932</u>	<u>932</u>
At 31 December 1986	-	1,207	1,207
	<u>-</u>	<u>1,207</u>	<u>1,207</u>

The cost of goodwill is amortised over the following periods:

	1987 £'000	1986 £'000
5 years or less	1,017	1,014
10 years	1,128	1,128
	<u>2,145</u>	<u>2,142</u>

CLEANAWAY LIMITED

NOTES TO THE ACCOUNTS
(continued)

6. TANGIBLE ASSETS

	Land and buildings £'000	Plant, machinery and vehicles £'000	Total £'000
Group and company			
Cost or valuation			
At 31 December 1986	13,782	45,360	59,142
Capital expenditure	739	6,472	7,211
Disposals	(157)	(3,729)	(3,886)
	<hr/>	<hr/>	<hr/>
At 31 December 1987	14,364	48,103	62,467
	<hr/>	<hr/>	<hr/>
Accumulated depreciation			
At 31 December 1986	2,915	21,495	24,410
Disposals	-	(2,935)	(2,935)
Charge for year	947	5,937	6,884
	<hr/>	<hr/>	<hr/>
At 31 December 1987	3,862	24,497	28,359
	<hr/>	<hr/>	<hr/>
Net book amount			
At 31 December 1987	10,502	23,606	34,108
	<hr/>	<hr/>	<hr/>
At 31 December 1986	10,867	23,865	34,732
	<hr/>	<hr/>	<hr/>

Total cost and valuation of group land and buildings shown above at £14,364,000 (1986 - £13,782,000) is analysed as follows:

	1987		1986	
	Cost	Valuation	Cost	Valuation
	£'000	1971 £'000	£'000	1971 £'000
Freehold	3,323	1,700	3,279	1,700
Leasehold over 50 years	963	-	952	-
Leasehold under 50 years	8,378	-	7,851	-
	<hr/>	<hr/>	<hr/>	<hr/>
	12,664	1,700	12,082	1,700
	<hr/>	<hr/>	<hr/>	<hr/>

CLEANAWAY LIMITED

NOTES TO THE ACCOUNTS

(continued)

6. TANGIBLE ASSETS (continued)

Total net book amount of group land and buildings shown at £10,502,000 (1986 - £10,867,000) is analysed as follows:

	1987		1986	
	Cost	Valuation	Cost	Valuation
	£'000	1971 £'000	£'000	1971 £'000
Freehold	2,333	1,540	2,416	1,555
Leasehold over 50 years	707	-	711	-
Leasehold under 50 years	5,922	-	6,185	-
	<u>8,962</u>	<u>1,540</u>	<u>9,312</u>	<u>1,555</u>

7. INVESTMENTS

	1987 £'000	1986 £'000
Shares in subsidiary companies at cost	1,792	1,792
<u>Less: Provisions</u>	<u>(1,305)</u>	<u>(1,305)</u>
	<u>487</u>	<u>487</u>

The company's subsidiaries, none of which traded in 1987 at 31 December 1987 were as follows:

Subsidiary	Country of Incorporation	Share of equity held by:	
		The company	A subsidiary
A G Homes Refuse Disposal Limited	Great Britain	100%	
Land Reclamation Company Limited	Great Britain	100%	
Cleanaway (Bristol) Limited	Great Britain	100%	
Cleanaway (N.I.) Limited	Northern Ireland	100%	
Industrial Waste Disposals (South Wales) Limited	Great Britain	100%	
Easibins Limited	Great Britain	100%	
T Ivory & Sons Limited	Great Britain	100%	
W R Cunis (Waste Disposal) Limited	Great Britain		100%
Cleanaway (UK) Limited	Great Britain	100%	
Purle Limited	Great Britain	100%	

CLEANAWAY LIMITED

NOTES TO THE ACCOUNTS
(continued)

8. DEBTORS

	Group and Company	
	1987	1986
	£'000	£'000
Trade debtors	12,162	10,124
Other debtors	283	259
Prepayments and accrued income	1,489	1,574
	<u>13,934</u>	<u>11,957</u>

9. CREDITORS

	Group		Company	
	1987	1986	1987	1986
	£'000	£'000	£'000	£'000
(a) Amounts falling due within one year				
Bank loans and overdrafts	1,447	3,489	1,447	3,489
Trade creditors	2,388	2,652	2,388	2,652
Amounts owed to parent company	920	-	920	-
Amounts owed to subsidiaries	-	-	485	485
Other creditors	680	569	680	569
Corporation tax	3,130	1,644	3,130	1,644
Other taxes and social security	1,188	1,320	1,188	1,320
Unpaid dividend	4	4	4	4
Proposed dividend	-	700	-	700
Accruals and deferred income	4,712	3,373	4,712	3,373
	<u>14,469</u>	<u>13,751</u>	<u>14,954</u>	<u>14,236</u>

Bank loans and overdrafts include bills of exchange payable to banks under acceptance credit facilities, and includes £344,000 secured by way of mortgage on certain fixed assets.

	Group		Company	
	1987	1986	1987	1986
	£'000	£'000	£'000	£'000
(b) Amounts falling due after more than one year				
Bank loans	14,717	16,060	14,717	16,060
Amounts due to parent company	6,750	6,750	6,750	6,750
	<u>21,467</u>	<u>22,810</u>	<u>21,467</u>	<u>22,810</u>

Included in (b) above is £1,716,957 of loan secured by way of mortgage on certain fixed assets. The rest of the medium-term finance has been provided by banks by way of revolving unsecured loans and acceptance credit facilities. Though the individual bills and loans drawn are due within 12 months, the company has options, for periods which do not exceed five years, to replace them.

CLEANAWAY LIMITED

NOTES TO THE ACCOUNTS
(continued)

10. DEFERRED TAXATION

	£'000	
Group and company		
Balance at 31 December 1986		5,530
Transferred to profit and loss account		(925)
		<hr/>
Balance at 31 December 1987		4,605
		<hr/>
	1987	1986
	Provided and	Provided and
	Potential	Potential
	£'000	£'000
Accelerated capital allowances	5,218	6,300
Other timing differences	(596)	(436)
Unrelieved losses	-	(21)
Restricted ACT set off	(17)	(313)
	<hr/>	<hr/>
	4,605	5,530
	<hr/>	<hr/>

In accordance with the accounting policy in note 1 no provision has been made for the tax estimated at £475,000 (1986 - £475,000) which might arise on the disposal of the properties at their revalued amount.

11. OTHER PROVISIONS

	Site restoration provision £'000	Legal expenses £'000	Total £'000
Group and company			
At 31 December 1986	1,074	90	1,164
Expenditure during year	(413)	-	(413)
Further provision	618	-	618
Release from provision	-	(90)	(90)
	<hr/>	<hr/>	<hr/>
At 31 December 1987	1,279	-	1,279
	<hr/>	<hr/>	<hr/>

The site restoration provision represents provision made for the cost of restoring landfill sites. The provision for legal expense represented a recognition of the fact that certain issues extant at 31 December 1986 may have required resolution through litigation.

CLEANAWAY LIMITED

NOTES TO THE ACCOUNTS
(continued)

12. CALLED UP SHARE CAPITAL

	1987 £'000	1986 £'000
Authorised		
7,500,000 shares of 20p each	1,500	1,500
	<u> </u>	<u> </u>
Allotted and fully paid		
673,140 new ordinary shares of 20p each	135	135
6,731,405 deferred shares of 20p each	1,346	1,346
	<u> </u>	<u> </u>
	1,481	1,481
	<u> </u>	<u> </u>

13. PROFIT AND LOSS ACCOUNT

	Group £'000	Company £'000
Balance at 31 December 1986	1,129	1,544
Retained profit	2,480	2,480
	<u> </u>	<u> </u>
Balance at 31 December 1987	3,609	4,024
	<u> </u>	<u> </u>

14. CONTINGENT LIABILITIES

At 31 December 1987 there were contingent liabilities of £819,880 (1986 - £674,395) in respect of performance bonds given by the company.

Claims have been lodged with the Engineer by the main contractor for costs of construction of the Coldharbour jetty at Rainham in addition to the contract price. The directors believe that given the overall contractual position no further provision for the cost of construction is necessary in these accounts.

15. FINANCIAL COMMITMENTS

The company is committed to the following payments under finance leases:

	1987 £'000	1986 £'000
1987	-	224
1988	1	1
1989	1	1
1990	1	1
	<u> </u>	<u> </u>
	3	227
	<u> </u>	<u> </u>

CLEANAWAY LIMITED

NOTES TO THE ACCOUNTS
(continued)

15. FINANCIAL COMMITMENTS (continued)

The company is committed to the following payments in 1988 under operating leases:

	Land and Buildings £'000	Others £'000	Total £'000
Expiry within 1 year	-	-	-
Expiry within 2 - 5 years	19	153	172
Expiry over 5 years	459	24	483
	<hr/>	<hr/>	<hr/>
	478	177	655
	<hr/>	<hr/>	<hr/>

16. FUTURE CAPITAL EXPENDITURE

The board of directors of Cleanaway Limited has authorised and contracted capital expenditure of £867,170 (1986 - £633,507) for which no provision has been made in these accounts.

17. ULTIMATE HOLDING COMPANY

The directors regard Cleanaway Holdings Limited a company incorporated in Great Britain, as the ultimate holding company. Cleanaway Holdings Limited is jointly owned by subsidiaries of GKN plc and Brambles Industries Limited of Australia.

18. APPROVAL OF ACCOUNTS

These accounts were approved by the board of directors on 28 April 1988.