

AE EXPORT SERVICES LIMITED

FINANCIAL STATEMENTS

30 SEPTEMBER 1982



AE Export Services Limited
Directors' report

The directors submit to the members their report and the audited financial statements for the year ended 30 September 1982.

Change of name

The name of the Company was changed from Associated Engineering (Export Services) Limited to AE Export Services Limited on 26 January 1982.

Activities

The principal activities of the Company are the licensing and provision of plant and technical assistance.

Profit, dividends and reserves

The net profit for the year ended 30 September 1982 attributable to shareholders amounted to £28,249, compared with £28,623 in the previous year.

The directors do not recommend the payment of a dividend (1981 : £NIL).

Directors

The present members of the board and their interests in the ordinary shares of 25p in the holding company, AE PLC, are as follows:

	30 September 1982		30 September 1981	
	Beneficially	Not	Beneficially	Not
	Owned	Beneficially	Owned	Beneficially
		Owned		Owned
A C Barr	-	-	-	-
J B Cunningham	5,750	-	5,750	-
J B Hesketh	-	-	-	-
R A Vickery	443	-	443	-
T Vowles	-	-	-	-
D G Hanton	-	-	-	-

AE Export Services Limited

No director has any interest in any other class of stock, shares or debentures of the holding company. During the period from 30 September 1982 to 16 December 1982 there was no change in the holdings of the directors.

As at 16 December 1982 the following options were outstanding to certain directors of the Company in respect of the ordinary shares of 25p of the holding company:

1982 SAYE Employee Share Option Scheme:

6,167 shares at 43p per share, exercisable on 9 June 1987.

None of the directors had either during the year or at the end of the year any material interest in a contract with the Company which was of significance in relation to the Company's business.

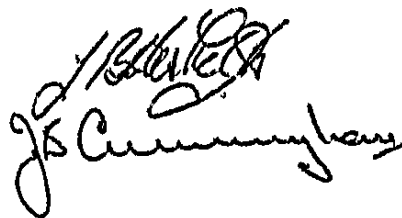
Exports

The value of goods exported by the Company from the UK during the year amounted to £248,895 (1981 : £147,833).

Auditors

In accordance with Section 14 of the Companies Act 1976 a resolution will be proposed at the annual general meeting for the re-appointment of Thomson McLintock & Co as auditors to the Company. In addition, a resolution will be proposed authorising the directors to fix the remuneration of the auditors.

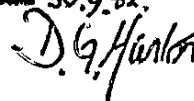
J B Hesketh
J B Cunningham
Directors



16 December 1982

Certified to be a true copy of the balance sheet laid before the Company in general meeting during the period to which this return relates (including every document required by law to be annexed to the balance sheet) and of the report of the auditors thereon.

Certified to be a true copy of the report of the Directors accompanying the balance sheet dated 30.9.82.



AE Export Services Limited
Financial statements for the year to 30 September 1982

Auditors' report

To the members of AE Export Services Limited

We have audited the financial statements on pages 4 to 8 in accordance with approved Auditing Standards.

In our opinion the financial statements, which have been prepared under the historical cost convention, give a true and fair view of the state of the company's affairs at 30 September 1982 and of its profit and source and use of funds for the year then ended and comply with the provisions of the Companies Acts 1948 to 1981.

Thomson McLintock & Co
Chartered Accountants

London - 16 December 1982

AE Export Services Limited

Source and use of funds

For the year ended 30 September 1982

	1982	1981
	£	£
Source of funds		
Net profit after taxation	28,249	28,623
	<hr/>	<hr/>
Total funds generated from operations	28,249	28,623
	<hr/>	<hr/>
Increase in working capital		
Stocks	82,651	(143,049)
Debtors	(26,718)	(9,344)
Creditors (including current taxation)	(103,789)	32,790
Group balances	(92,035)	111,637
	<hr/>	<hr/>
	(139,891)	(7,966)
	<hr/>	<hr/>
Total (use)/source of funds	(111,642)	20,657
	<hr/>	<hr/>
Represented by:		
(Decrease)/increase in cash at bank	(111,642)	20,657
	<hr/>	<hr/>

AE Export Services Limited
Profit and loss account

For the year ended 30 September 1982

	Notes	1982 £	1981 £
Sales to external customers exclusive of value added tax		248,895	147,833
		<u> </u>	<u> </u>
Profit for the year before taxation	1	14,971	32,864
Taxation	6	13,278	(4,241)
		<u> </u>	<u> </u>
Retained profit		28,249	28,623
		<u> </u>	<u> </u>

The notes on pages 7 - 8 form an integral part of these financial statements

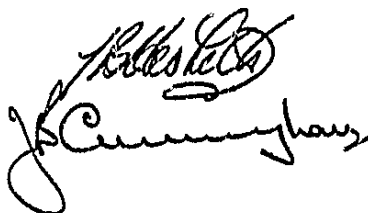
AE Export Services Limited

Balance sheet

At 30 September 1982

	Note	1982 £	1981 £
<u>Capital employed</u>			
Current assets less current liabilities	4	(55,621)	(83,870)
		<u>(55,621)</u>	<u>(83,870)</u>
<u>Financed by</u>			
Ordinary share capital of the Company	5	100	100
Deficit on profit and loss account	3	(55,721)	(83,970)

J B Hesketh
J B Cunningham
Directors

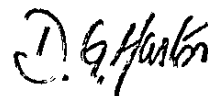


16 December 1982

<u>(55,621)</u>	<u>(83,870)</u>
<u><u>(55,621)</u></u>	<u><u>(83,870)</u></u>

The notes on pages 7 - 8 form an integral part of these financial statements.

Certified to be a true copy of the balance sheet laid before the Company in general meeting during the period to which this return relates (including every document required by law to be annexed to the balance sheet) and of the report of the auditors thereon.



AE Export Services Limited

Notes relating to the accounts

The financial statements have been prepared under the historical cost convention in accordance with Section 149A and Schedule 8A of the Companies Act 1948.

1	<u>Net profit before taxation</u>	1982	1981
		£	£
	is stated after charging:		
	provision for stock obsolescence	<u>67,138</u>	<u>-</u>
	and after crediting:		
	Bad debt provision no longer required	<u>60,744</u>	<u>-</u>
2	No directors' remuneration was paid in the year (1981 : £NIL).		
3	<u>Deficit on profit and loss account</u>	1982	1981
		£	£
	Retained profit for the year	28,249	28,623
	Balance brought forward	(83,970)	(112,593)
	At 30 September	<u>(55,721)</u>	<u>(83,970)</u>
		<u><u> </u></u>	<u><u> </u></u>
4	<u>Current assets less current liabilities</u>		
	Current assets		
	Stocks	143,038	225,689
	Debtors	56,883	30,165
	Cash at bank (Note 9)	30,502	142,144
		<u>230,423</u>	<u>397,998</u>
		<u><u> </u></u>	<u><u> </u></u>
	(Deduct): current liabilities		
	Creditors	(12,248)	(102,759)
	Amounts due to fellow subsidiaries	(11,050)	(3,085)
	Amount due to holding company (Note 8)	(262,115)	(362,115)
	Current taxation	(631)	(13,909)
		<u>(286,044)</u>	<u>(481,868)</u>
		<u><u> </u></u>	<u><u> </u></u>
	Net current liabilities	<u>(55,621)</u>	<u>(83,870)</u>
		<u><u> </u></u>	<u><u> </u></u>

Stocks comprise goods to be delivered to overseas customers and are valued at purchase cost.

AE Export Services Limited

5	<u>Share capital of the Company</u>	Authorised	Issued and fully paid
		£	£
	400 Ordinary shares of 25p each	100	100
		=====	=====
6	<u>Taxation on the profits of the year</u>	1982	1981
		£	£
	UK Corporation tax at 52%	631	13,909
	Overprovision for taxation in prior years	(13,909)	(9,668)
		=====	=====
		(13,278)	4,241
		=====	=====

7 Guarantees

The Company and certain other United Kingdom subsidiary companies of the Group have guaranteed on behalf of AE PLC the repayment of monies due under trust deeds constituting £9,950,000 6½% and £455,637 7½% debenture stock 1980/85, of which £1,973,322 and £108,662 respectively now remain outstanding, and £4,500,000 11% debenture stock 1991/96, all of which is outstanding. These guarantees are secured by first floating charges.

8 Ultimate holding company

The Company is a wholly owned subsidiary of AE PLC, a company incorporated in Great Britain and registered in England, and this company has agreed not to claim repayment of the balance of £262,115 shown as outstanding, prior to the settlement of the claims of third party creditors.

9 Cash at bank

The Company is party to a Group banking arrangement whereby its bank balance may be utilised to reduce the overdraft of the holding company.