

1

COLONNADE INSURANCE BROKERS LIMITED

REPORT OF THE DIRECTORS FOR  
THE YEAR ENDED 31ST DECEMBER 1982

1. 809558

55

1. The directors present herewith the audited accounts for the year ended 31st December 1982.

Principal activity of the Company

2. The principal activity of the Company is that of insurance broking.

Results

3. The profit for the year is set out on page 3.

Dividend

4. The directors recommend the payment of a dividend of £50,000 for the year ended 31st December 1982.

Directors

5. The directors of the Company at 31st December 1982 and at the beginning of the year, or date of appointment if later, were:-

Mr. B.P. Hogg	(Chairman)	(Appointed 9. 7.82)
Mr. C.W. Jackson	(Managing Director)	
Mr. D.R. Jones		(Appointed 25.10.82)

Mr. A.M. Edgar resigned as a director on 9th July 1982.

Directors' interests

6. According to the register required to be kept under Section 29 of the Companies Act 1967, none of the directors held any shares or debentures in any group company at any time during the year. As permitted by Statutory Instrument the register does not include the interests of directors who are also directors of the holding company.

Income and Corporation Taxes Act 1970

7. In the opinion of the directors the close company provisions of the Income and Corporation Taxes Act 1970 (and of any amendments thereto) do not apply to the Company.

Auditors

8. A resolution to re-appoint the auditors, Coopers & Lybrand, will be proposed at the Annual General Meeting.

BY ORDER OF THE BOARD

*P.A. VEVERS*

P.A. VEVERS  
Secretary

8th March 1983  
Colonnade,  
Bradford.



AUDITORS' REPORT TO THE MEMBERS OF  
COLONNADE INSURANCE BROKERS LIMITED

We have audited the accounts on pages 3 to 7 in accordance with approved Auditing Standards. The accounts have been prepared under the historical cost convention.

In our opinion the accounts give a true and fair view of the state of affairs of the company at 31st December 1982 and of its profit and source and application of funds for the year then ended and comply with the Companies Acts 1948 to 1981.

LEEDS: 8th March 1983

*Coopers & Lybrand*  
COOPERS & LYBRAND  
Chartered Accountants

COLONNADE INSURANCE BROKERS LIMITED

3.

PROFIT AND LOSS ACCOUNT FOR  
THE YEAR ENDED 31ST DECEMBER 1982

	<u>Notes</u>	<u>1982</u>	<u>1981</u>
		£	£
TURNOVER	2	£ 1,748,861	£ 1,646,865
OPERATING PROFIT		341,228	337,775
ASSOCIATED COMPANY	3	(10,197)	-
PROFIT BEFORE TAXATION	4	331,031	337,775
TAXATION	5	245,440	175,549
PROFIT AFTER TAXATION		85,591	162,226
PROPOSED DIVIDEND		50,000	-
RETAINED PROFIT		£35,591	£162,226

STATEMENT OF RETAINED PROFIT

	£	£
RETAINED PROFIT AT 1ST JANUARY 1982	394,177	231,951
PROFIT FOR THE YEAR	35,591	162,226
RETAINED PROFIT AT 31ST DECEMBER 1982	£429,768	£394,177

The notes on pages 6 and 7 form part of these accounts

Auditors' report page 2

COLONNADE INSURANCE BROKERS LIMITED

BALANCE SHEET - 31ST DECEMBER 1982

	<u>Notes</u>	<u>1982</u>	<u>1981</u>
		£	£
EMPLOYMENT OF FUNDS			
ASSOCIATED COMPANY	3	(3,747)	-
CURRENT ASSETS			
Amounts due from group companies		781,182	398,389
Debtors and prepayments		22,007	16,489
Bank balances (designated broking accounts)		233,865	581,045
Cash in hand		200	166
		<u>1,037,254</u>	<u>996,089</u>
CURRENT LIABILITIES			
Creditors			
Amounts due to group companies		306,766	236,352
Bank advances		28,389	89,506
Current taxation		2,584	-
Proposed dividend		116,000	176,054
		50,000	-
		<u>503,739</u>	<u>501,912</u>
NET CURRENT ASSETS		<u>533,515</u>	<u>494,177</u>
		<u>£529,768</u>	<u>£494,177</u>
SOURCE OF FUNDS			
SHARE CAPITAL			
RETAINED PROFIT	7	100,000	100,000
		429,768	394,177
		<u>£529,768</u>	<u>£494,177</u>

B.P. HOGG )  
C.W. JACKSON )

Directors

The notes on pages 6 and 7 form part of these accounts

Auditors' report page 2.

COLONNADE INSURANCE BROKERS LIMITED

STATEMENT OF SOURCE AND APPLICATION OF FUNDS

	<u>1982</u>		<u>1981</u>	
	£	£	£	£
<b>SOURCE OF FUNDS</b>				
Profit before taxation		331,031		337,775
Adjustment for item not involving the movement of funds				
Share of loss of associated company		<u>10,197</u>		<u>-</u>
		341,228		337,775
<b>APPLICATION OF FUNDS</b>				
Taxation paid	174,494		28,722	
Amounts payable for taxation losses surrendered by group companies	131,000		140,495	
Investment in associated company	<u>6,450</u>	<u>311,944</u>	<u>-</u>	<u>169,217</u>
		29,284		168,558
<b>INCREASE/(DECREASE) IN WORKING CAPITAL</b>				
Increase in debtors and prepayments	5,518		8,279	
Increase in creditors	(70,414)		(39,102)	
Increase/(decrease) in amounts due from group companies	443,910		(363,987)	
<b>Movement in net liquid funds:</b>				
(Decrease)/increase in cash and bank balances		<u>(349,730)</u>	<u>563,368</u>	<u>£168,558</u>
		<u>£29,284</u>		

COLONNADE INSURANCE BROKERS LIMITED

NOTES ON THE ACCOUNTS - 31ST DECEMBER 1982

Basis of preparation of the accounts

1. These accounts have been prepared in compliance with Section 149A of, and Schedule 8A to, the Companies Act 1948.

Turnover

2. Turnover represents commission earned and receivable including group commission of £679,644 (1981: £641,327).

Associated company

	<u>1982</u>	<u>1981</u>
	£	£
Shares at cost	1,450	-
Loan to associated company	5,000	-
	<u>6,450</u>	<u>-</u>
<u>Less:</u> Share of post acquisition loss	(10,197)	-
	<u>£(3,747)</u>	<u>-</u>

The investment represents a 29% shareholding in Motorists Legal Protection Limited. This Company commenced trading in June 1982 and provides motorists uninsured loss recovery services.

Profit before taxation

4. The profit before taxation is stated after charging:

	<u>1982</u>	<u>1981</u>
Auditors' remuneration	£3,000	£2,600
	<u>£34,966</u>	<u>£29,898</u>
Directors' emoluments (note 6)	£103,883	£73,122
Allocation of Group head office costs including computer services	<u>£115,000</u>	<u>£75,000</u>
and after crediting:-		
Interest received from holding company	<u>£115,000</u>	<u>£75,000</u>

COLONNADE INSURANCE BROKERS LIMITED  
NOTES ON THE ACCOUNTS - 31ST DECEMBER 1982

7.

Taxation

5.

	<u>1982</u>	<u>1981</u>
	£	£
Corporation tax on the profit for the year at the rate of 52% (1981:52%)		
Amounts payable for losses surrendered by group companies	116,000	176,054
Overprovision for taxation in previous years	131,000	-
	(1,560)	(505)
	<u>£245,440</u>	<u>£175,549</u>

The taxation charge has been increased by payments being made for group relief at a rate in excess of 52%.

Directors' Emoluments

6. Particulars of the emoluments of the directors (excluding pension contributions) disclosed in accordance with Section 6 of the Companies Act 1967 are as follows:

	<u>1982</u>	<u>1981</u>
	£Nil	£Nil
Emoluments of the Chairman	=	=
Emoluments of the highest paid director	£24,813	£23,149
Number of other directors whose emoluments were within the range:	=	=
Up to £5,000	1	Nil

Share capital

7.

Ordinary shares of £1 each

	<u>1982</u>	<u>1981</u>
	£100,000	£100,000
	<u>£100,000</u>	<u>£100,000</u>

Holding company

8. At 31st December 1982 the Company's ultimate holding company was Provident Financial Group PLC, which company is incorporated in England.

Contingent liability

9. As a result of group registration for V.A.T. purposes, the Company is contingently liable for V.A.T. liabilities arising in other companies in the group. The amount at 31st December 1981 was £393,276.