

COLONNADE INSURANCE PLACEMENTS LIMITED1.
46REPORT OF THE DIRECTORS FOR
THE YEAR ENDED 31ST DECEMBER 1979

1. The directors present herewith the audited accounts for the year ended 31st December 1979.

Principal activity

2. The principal activity of the company is that of insurance brokers.

Results

3. The profit for the year and the appropriation thereof are set out on page 3.

Directors

4. The directors of the company at 31st December 1979, all of whom were directors for the whole of the year ended on that date were:-

A.M. Edgar	(Chairman)
C.W. Jackson	(Managing Director)
J.B. Harris	

Directors' interests

5. None of the directors held any shares or debentures in Provident Financial Group Limited 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 ultimate holding company.

Income and Corporation Taxes Act 1970

6. 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

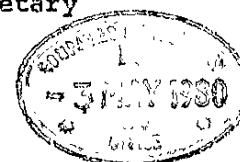
7. A resolution to reappoint the auditors, Coopers & Lybrand, will be proposed at the Annual General Meeting.

BY ORDER OF THE BOARD

P.A. Vevers

P.A. Vevers
Secretary

17th March 1980
Colonnade,
Bradford.



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COLCOTHADE INSURANCE BROKERS LIMITED

REPORT OF THE AUDITORS TO THE MEMBERS

In our opinion the accounts set out on pages 3 to 7 give a true and fair view of the state of the company's affairs at 31st December 1979 and of its profit and source and application of funds for the year ended on that date, according to the historical cost convention, and comply with the Companies Acts 1948 and 1967.

LEEDS: 17th March 1980

Coopers Lybrand.

COOPERS & LYBRAND
Chartered Accountants

COLONNADE INSURANCE BROKERS LIMITED

PROFIT AND LOSS ACCOUNT FOR
THE YEAR ENDED 31ST DECEMBER 1979

	<u>Notes</u>	<u>1979</u> £	<u>1978</u> £
TURNOVER	1	<u>1,001,741</u>	<u>581,067</u>
PROFIT FOR THE YEAR	2	151,027	81,843
TAXATION	3	<u>80,094</u>	<u>42,600</u>
RETAINED PROFIT FOR THE YEAR		<u>£70,933</u>	<u>£39,243</u>

STATEMENT OF RETAINED PROFIT

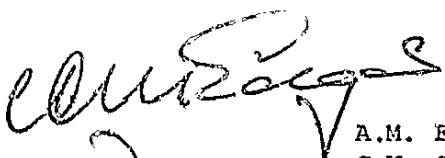
RETAINED PROFIT AT 1ST JANUARY 1979	39,243	-
RETAINED PROFIT FOR THE YEAR	<u>70,933</u>	<u>39,243</u>
RETAINED PROFIT AT 31ST DECEMBER 1979	<u>£110,176</u>	<u>£39,243</u>

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

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COLONNADE INSURANCE BROKERS LIMITEDBALANCE SHEET - 31ST DECEMBER 1979

	<u>Notes</u>	<u>1979</u>	<u>1978</u>
		£	£
EMPLOYMENT OF FUNDS			
CURRENT ASSETS			
Amounts due from group companies		508,726	497,614
Debtors		7,358	8,079
Cash and bank balances		4,840	223
		<u>520,924</u>	<u>505,916</u>
CURRENT LIABILITIES			
Creditors		77,077	166,755
Amounts due to group companies		103,511	157,318
Bank overdraft		7,466	-
Current tax		42,694	-
Corporation tax payable 1st October 1980		80,000	42,600
		<u>310,748</u>	<u>366,673</u>
NET CURRENT ASSETS		<u>£210,176</u>	<u>£139,243</u>
SOURCE OF FUNDS			
SHARE CAPITAL	5	100,000	100,000
RETAINED PROFIT		110,176	39,243
		<u>£210,176</u>	<u>£139,243</u>


 A.M. EDGAR)
 C.W. JACKSON)

Directors

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

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COLONNAGE INSURANCE BROKERS LIMITED

STATEMENT OF SOURCE AND APPLICATION OF FUNDS

	£	<u>1972</u>	£	£	<u>1973</u>	£
SOURCE OF FUNDS						
Profit before tax		151,027			81,843	
FUNDS FROM OTHER SOURCES						
Increase in share capital		"			99,900	
			151,027			181,743
INCREASE/(DECREASE) IN WORKING CAPITAL						
Increase (Decrease) in debtors		13,721			(271,940)	
Decrease in creditors		89,678			447,480	
Increase in amounts due from group companies		50,477			11,470	
MOVEMENTS IN NET LIQUID FUNDS:						
Increase in net borrowings from bank		(2,849)			(5,267)	
			<u>£151,027</u>			<u>£181,743</u>

ORIONMADE INSURANCE BROKERS LIMITED

NOTES ON THE ACCOUNTS - 31ST DECEMBER 1979

Turnover/Revenue

1. Turnover represents commission earned and receivable.

Profit for the year

2. The profit for the year is stated after charging:

	<u>1979</u>	<u>1978</u>
	£	£
Auditors' remuneration	£2,000	11,200
	<u> </u>	<u> </u>
Management charge	£20,926	£399,855
	<u> </u>	<u> </u>

Taxation

	<u>1979</u>	<u>1978</u>
	£	£
On the profit of the year:		
Corporation Tax at 52% (1978 52%)	£0,000	42,600
Underprovision in respect of previous year	94	-
	<u>£80,094</u>	<u>£42,600</u>

Directors' emoluments

4. Particulars of the emoluments of the directors disclosed in accordance with Section 6 of the Companies Act 1967 are as follows:

	<u>1979</u>	<u>1978</u>
	£	£
Emoluments of the Chairman	<u>nil</u>	<u>nil</u>
Highest paid director (paid by holding company)	<u>£18,141</u>	<u>£3,756</u>

The other director did not receive any emoluments

COLDENADE INSURANCE BROKERS LIMITED

NOTES ON THE ACCOUNTS - 31ST DECEMBER 1979 (continued)

<u>Share capital</u>	<u>Authorised</u>		<u>Issued and fully paid</u>	
	<u>1979</u>	<u>1978</u>	<u>1979</u>	<u>1978</u>
5.				
Ordinary shares of £1 each	<u>£100,000</u>	<u>£100,000</u>	<u>£100,000</u>	<u>£100,000</u>

Holding company

6. At 31st December 1979 the Company's ultimate holding company was Provident Financial Group Limited which company is incorporated in England.

Contingent liability

7. The company is currently party to a Group registration for VAT purposes and as a result required to declare the amount of £81,046 for which it is contingently liable at 31st December 1979. In the opinion of the directors no loss will arise.

CELEBRATE INSURANCE PROMERS LIMITED

PROFIT STATEMENT FOR THE
YEAR ENDED 31ST DECEMBER 1979

	<u>£</u>	<u>£</u>
INCOME		
Commission		
Debt insurance	426,093	
Motor insurance	548,781	
Life insurance	9,204	
Home contents	16,657	
Miscellaneous	<u>1,006</u>	1,001,741
<u>Less</u>		
Introductory commission		276,808
Debt administration charge		40,924
Salaries	238,454	
Earnings related	28,454	
Superannuation	6,818	
Temporary staff	227	
Recruitment	726	
Staff discount	13,407	
Training	403	
Other personnel charges	<u>1</u>	288,490
Heating and lighting	2,935	
Rent and rates	33,750	
Telephone	21,733	
Repairs and maintenance	2,862	
Cleaning	2,784	
General decorating	105	
Travelling and entertaining	<u>33,562</u>	97,731
Postage	23,153	
Printing and stationery	41,476	
Repairs - office equipment	158	
Minor purchases	1,161	
Legal and professional	2,781	
Subscriptions	140	
VAT	10,530	
Canteen expenses	981	
Insurance (indemnity)	3,275	
Promotional	<u>1,072</u>	84,727
Interest received		(22,700)
L & E charge		12,893
PMSL charges		65,228
Lumley's commission & salary costs		28,384
<u>Less</u> recharges		(27,108)
Crown Life recoveries rent	(7,500)	
comp. process	<u>(2,483)</u>	(9,983)
Management charge (depreciation)		20,926
Net adjustment for 1978 items		(5,606)
		<u>850,714</u>
Net profit before taxation		<u>£151,027</u>