

Vyne House Securities Limited  
AND SUBSIDIARY COMPANIES

REPORTS AND ACCOUNTS

FOR THE YEAR ENDED

31st MARCH 1982



SPIRO & CO  
Chartered Accountants

VYNE HOUSE SECURITIES LIMITED  
AND SUBSIDIARY COMPANIES

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VYNE HOUSE SECURITIES LIMITED  
AND SUBSIDIARY COMPANIES

REPORT OF THE DIRECTORS  
FOR THE YEAR ENDED 31st MARCH 1982

The directors submit their report together with the accounts of the group for the year ended 31st March 1982.

1. PRINCIPAL ACTIVITIES

The group acts as lessors of plant and equipment, traders and investors in property and financiers.

2. RESULTS

The results for the year are set out in the Consolidated Profit and Loss Account on page 4.

3. TURNOVER AND PROFIT

The proportion of turnover and group profit of the financial activities during the year is as follows:-

	Proportion of Turnover		Proportion of Group Profit before Taxation	
	1982 %	1981 %	1982 %	1981 %
Leasing Rentals	82	85	68	103
Loan Financing	13	10	9	(26)
Property Trading	1	2	2	2
Share Dealing	1	-	5	1
Property Rents	2	2	16	14
Other	1	1	-	6
	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>

4. CHANGES IN FIXED ASSETS

The movements in fixed assets during the year are set out in note 6 on page 10 of the accounts.

5. VALUATION OF ASSETS

In the directors' opinion freehold and leasehold property included in the Consolidated Balance Sheet at their cost of £376855 have a market value at 31st March 1982 of £475000.

VINE HOUSE SECURITIES LIMITED  
AND SUBSIDIARY COMPANIES

REPORT OF THE DIRECTORS  
FOR THE YEAR ENDED 31st MARCH 1982  
(CONTINUED)

6. DIRECTORS AND DIRECTORS' INTERESTS

The directors of the company at 31st March 1982, together with their interests in shares of the company throughout the year were:-

	Ordinary Shares of £1 each	'A' Non-Voting Shares of £1 each
W.R. Ruffler (Senior)	30000	-
W.R. Ruffler (Junior)	<u>30000</u>	<u>25000</u>

7. ISSUE OF SHARES

On 21st May 1982 the company issued 4000 Ordinary Shares of £1 each. These were issued in exchange for 50% of the voting shares in Peter Pans Playground Limited.

8. CLOSE COMPANY

In the opinion of the directors the company is a close company within the meaning of the Income and Corporation Taxes Act 1970.

9. AUDITORS

The Auditor's Messrs. Spiro & Co., being eligible, have signified their willingness to stand for re-appointment in accordance with Section 14 (1) of the Companies Act 1976.

BY ORDER OF THE BOARD

*C. E. Papaiacovou*

5th January 1983  
111/113 Wandsworth High Street  
London SW18 4JB

C.E. Papaiacovou  
Secretary

VYNE HOUSE SECURITIES LIMITED  
AND SUBSIDIARY COMPANIES

REPORT OF THE AUDITORS TO THE MEMBERS  
OF VYNE HOUSE SECURITIES LIMITED  
AND SUBSIDIARY COMPANIES

We have audited the accounts on pages 4 to 12 in accordance with approved Auditing Standards.

As stated in note 7(b), the accounts of one of the subsidiaries has not been consolidated as required by Statement of Standard Accounting Practice No. 14.

Except for the effects of the above, in our opinion the accounts, which have been prepared under the historical cost convention, give a true and fair view of the state of affairs of the company and of the group at 31st March 1982 and of the loss and source and application of funds for the group for the year then ended and comply with the Companies Acts 1948 to 1981.

11th January 1983  
Charter House  
52 Gloucester Place  
London W1H 4EB



SPIRO & CO

Chartered Accountants

VYNE HOUSE SECURITIES LIMITED  
AND SUBSIDIARY COMPANIES

CONSOLIDATED PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 31st MARCH 1982

	NOTES	1982 £	1981 £
TURNOVER	1d	<u>2817184</u>	<u>2665713</u>
Profit before Taxation		323199	359668
After Crediting:			
Rents Receivable		71579	63047
Interest Receivable		10555	16512
Dividends Received		2025	540
Profit on Disposal of Fixed Assets		<u>5509</u>	<u>-</u>
After Charging:			
Directors' Emoluments	3	30000	29000
Directors' Pension Contributions		1050	1575
Auditors' Remuneration		9190	6475
Bank Interest		63423	104683
Deposit Interest		79418	47957
Mortgage Interest		2012	2012
Depreciation	1e	<u>2066037</u>	<u>1896670</u>
Taxation	4	(399049)	(132676)
(Loss) Profit after Taxation	5	(75850)	226992
Retained Profits as at 1st April 1981		613644	676622
Transfer to Capital Reserve		<u>-</u>	<u>290000</u>
		<u>613614</u>	<u>386622</u>
RETAINED PROFITS AS AT 31st MARCH 1982		<u>537764</u>	<u>613614</u>
Holding Company		(47604)	(47604)
Subsidiary Companies		<u>585368</u>	<u>661218</u>
		<u>537764</u>	<u>613614</u>

VYNE HOUSE SECURITIES LIMITED  
AND SUBSIDIARY COMPANIES

CONSOLIDATED BALANCE SHEET  
AS AT 31st MARCH 1982

	NOTES	£	1982	£	1981	£
EMPLOYMENT OF CAPITAL						
FIXED ASSETS	6		1839358		2288366	
INVESTMENTS IN SUBSIDIARIES	7		100600		100600	
CURRENT ASSETS						
Stock	1g	146945		123937		
Quoted Investments (at cost)	8	131962		25067		
Taxation Recoverable		4949		4655		
Debtors and Prepayments		2173134		1373090		
Cash and Bank Balances		828		209		
		<u>2457818</u>		<u>1526958</u>		
CURRENT LIABILITIES						
Taxation		160032		840		
Creditors		360433		475104		
Amount due to Subsidiary not consolidated		1000		-		
Mortgage (Secured)		2300		4600		
Deposits	9	680245		637879		
Bank Loans and Overdrafts (Secured)	10	844336		540884		
		<u>2048346</u>		<u>1659307</u>		
NET CURRENT ASSETS (LIABILITIES)			409472		(132349)	
			<u>2349430</u>		<u>2256617</u>	
CAPITAL EMPLOYED						
SHARE CAPITAL	11		85000		85000	
CAPITAL RESERVE	1c & 12		293009		293009	
RETAINED PROFITS			537764		613614	
SHAREHOLDERS' FUNDS			915773		991623	
DIRECTORS' LOANS	13		683457		754044	
DEFERRED TAXATION	1h & 4		750200		510950	
			<u>2349430</u>		<u>2256617</u>	
W.R. RUFFLER (SENIOR)						
W.R. RUFFLER (JUNIOR)						
5th January 1983						

) DIRECTORS

# VYNE HOUSE SECURITIES LIMITED

## BALANCE SHEET AS AT 31st MARCH 1982

	NOTES	£	1982	£	£	1981	£
SUBSIDIARY COMPANIES	7			37615		37615	
CURRENT ASSETS							
Debtor			<u>1</u>			<u>1</u>	
CURRENT LIABILITIES							
Creditors			<u>220</u>			<u>220</u>	
NET CURRENT (LIABILITIES)				(219)		(219)	
				37396		37396	
				<u><u>          </u></u>		<u><u>          </u></u>	
Financed by:							
SHARE CAPITAL	11			85000		85000	
ACCUMULATED DEFICIT				(47604)		(47604)	
				37396		37396	
				<u><u>          </u></u>		<u><u>          </u></u>	
W.R. RUFFLER (SENIOR)							
W.R. RUFFLER (JUNIOR)							
5th January 1983							

) DIRECTORS

*W.R. Ruffler*

*W.R. Ruffler*



VYNE HOUSE SECURITIES LIMITED  
AND SUBSIDIARY COMPANIES

SOURCE AND APPLICATION OF FUNDS  
FOR THE YEAR ENDED 31st MARCH 1982

SOURCE OF FUNDS	£	1982	£	1981	£
Profit before Taxation			323199		359668
Adjustment for Items not involving the movement of funds:					
Depreciation	2066037			1896670	
(Profit) Loss on Sale of Fixed Assets	(5509)			3611	
(Profit) on Sale of Investments	(17697)			(4713)	
		<u>2042831</u>		<u>1895568</u>	
TOTAL GENERATED FROM OPERATIONS		2366030		2255236	
FUNDS FROM OTHER SOURCES					
Disposal of Fixed Assets	11657			3060	
Tax Recovered	-			736	
		<u>11657</u>		<u>3796</u>	
		2377687		2259032	
APPLICATION OF FUNDS					
Tax Paid	607			162	
Investment in Subsidiary	-			100600	
Purchase of Fixed Assets	1623177			2242420	
Purchase less Sale of Quoted Investments	89198			12466	
Decrease in Directors' Loans	70587			2293	
		<u>1783569</u>		<u>2357941</u>	
		594118		(98909)	
INCREASE (DECREASE) IN WORKING CAPITAL					
Increase in Stocks	23008			22500	
Increase in Debtors	800338			386091	
Decrease (Increase) in Creditors	115971			(260849)	
(Increase) in Deposits	(42366)			(451071)	
		<u>896951</u>		<u>(303329)</u>	
Movement in Net Liquid Funds:					
Increase (Decrease) in Cash	619			(173338)	
(Increase) Decrease in Overdraft	(303452)			377758	
		<u>(302833)</u>		<u>204420</u>	
		594118		(98909)	

VYNE HOUSE SECURITIES LIMITED  
AND SUBSIDIARY COMPANIES

NOTES TO THE CONSOLIDATED ACCOUNTS

1. PRINCIPAL ACCOUNTING POLICIES

(a) Accounting Convention

The accounts have been prepared under the historical cost convention.

(b) Basis of Consolidation

The group accounts consolidate the accounts of the company and its subsidiaries, which are made up to a date co-terminous with the financial year of the parent company. Peter Pans Playground Limited has not been consolidated in these accounts as explained in note 6(b) to the accounts.

(c) Capital Reserve Arising on Consolidation

Capital Reserve represents the excess of net assets of subsidiary companies, which have been consolidated, over the cost of acquisition of those companies at the date of acquisition, plus reserves capitalised by the bonus issue of shares in the subsidiary company.

(d) Turnover

Turnover represents the total amount receivable by the group, excluding Value Added Tax, in the ordinary course of business for transactions with third parties during the year.

(e) Depreciation

Depreciation is provided on the reducing balance method at rates considered appropriate to the expected useful lives of the assets, as follows:-

Fixtures, Fittings and other Equipment - 15% per annum

Motor Vehicles - 25% per annum

Computer Equipment - 25% per annum

Freehold and Leasehold Properties have not been depreciated, as in the opinion of the directors the open market value of these properties is no less than the book value.

Depreciation on leased assets is provided on a scheduled straight line basis over the prime period of the lease. The company does not generally enter into leasing contracts for terms in excess of three years. For accounting purposes assets are treated as disposed of when their net book value is nil.

(f) Interest Receivable

The interest receivable on hire purchase and money lending contracts is brought into account in equal amounts spread over the period of the agreement.

(g) Stock

Stock is valued at cost.

(h) Deferred Taxation

Provision is made for taxation deferred by timing differences except to the extent that there is reasonable probability that the liability will not crystallise in the foreseeable future. Deferred Tax is now fully provided for.

VYNE HOUSE SECURITIES LIMITED  
AND SUBSIDIARY COMPANIES

NOTES TO THE CONSOLIDATED ACCOUNTS  
(CONTINUED)

2.	TURNOVER	1982 £	1981 £
	Interest	377751	242256
	Property Rents	82134	63047
	Property Trading	6453	43500
	Leasing Rentals	2323425	2283278
	Share Trading	17111	11523
	Other	10310	22109
		<u>2817184</u>	<u>2665713</u>
3.	DIRECTORS' EMOLUMENTS	1982 £	1981 £
	Chairman's Emoluments	<u>19000</u>	<u>16000</u>
	The other director's remuneration was in the range of £10001 - £15000 (1981 - £10001 - £15000).		
4.	TAXATION	1982 £	1981 £
	Charge for the year:-		
	Corporation Tax at 52%	158190	-
	Adjustment to previous years	1002	-
	Tax on Dividends Received	607	162
	Deferred Taxation	239250	133250
	Corporation Tax Repayment Supplement	-	(736)
		<u>399049</u>	<u>132676</u>
	DEFERRED TAXATION	1982 £	1981 £
	The potential liability to Deferred Tax calculated at 52% is as follows:-		
	Capital Expenditure Allowances	710250	993060
	Stock Appreciation Relief	39950	39950
		<u>750200</u>	<u>1033010</u>
	Less: Loss Relief available	-	(233880)
		<u>750200</u>	<u>799130</u>
	Amounts provided in these accounts	750200	510950
	Potential liability not provided in these accounts	-	288180
5.	LOSS FOR THE YEAR ATTRIBUTABLE TO MEMBERS OF THE HOLDING COMPANY	1982 £	1981 £
		<u>-</u>	<u>-</u>

VYNE HOUSE SECURITIES LIMITED  
AND SUBSIDIARY COMPANIES

NOTES TO THE CONSOLIDATED ACCOUNTS  
(CONTINUED)

6. FIXED ASSETS

	Freehold Property £	Long Leasehold Premises £	Motor Vehicles £	Furniture, Fittings and Equipment £	Leased Equipment £	TOTAL £
COST						
1st April 1981	303652	20584	26943	50095	3524812	3926086
Additions	52619	-	13945	55409	1501204	1623177
Disposals	-	-	(10347)	-	(2090752)	(2101099)
31st March 1982	356271	20584	30541	105504	2935264	3448100
DEPRECIATION						
1st April 1981	-	-	12831	14383	1610506	1637720
Charge for the year	-	-	5957	15379	2044701	2066037
Disposals	-	-	(4199)	-	(2090752)	(2094951)
31st March 1982	-	-	14589	29762	1564455	1608806
NET BOOK VALUE						
31st March 1982	356271	20584	15952	75742	1370809	1839358
31st March 1981	303652	20584	14112	35712	1914306	2288366

7. (a) SUBSIDIARY COMPANIES

	1982 £	1981 £
Shares at cost	162544	162544
Amount owed by subsidiary company	225	225
Amount owing to subsidiary companies	162769 (125154)	162769 (125154)
	37615	37615

The company has the following subsidiary companies which are all incorporated in England.

	Trade	% of Equity	1982 £	Cost 1981 £
Alten Finance Ltd	Lessors & Financiers	100%	580	580
Lordsvale Finance Ltd	Finance & Investment	100%	24870	24870
Lordsvale Leasing Ltd	Lessors	100%	25274	25274
Lockgate Ltd	Non-Trading	100%	11220	11220
Peter Pans Playground Ltd	Financiers	50%	100600	100600
			162544	162544

- (b) Peter Pans Playground Limited whose board of directors is controlled by the directors of this company has not been consolidated in these accounts as required by Statement of Standard Accounting Practice No.14, as its audited accounts are not yet available, and the directors are of the opinion that its inclusion would involve expense and delay out of proportion to the value to members.

VYNE HOUSE SECURITIES LIMITED  
AND SUBSIDIARY COMPANIES

NOTES TO THE CONSOLIDATED ACCOUNTS  
(CONTINUED)

8.	QUOTED INVESTMENTS	1982 £	1981 £
	The market value at 31st March 1982 is:-	<u>124227</u>	<u>25626</u>
9.	DEPOSITS		
	These are short term interest bearing deposits taken in the ordinary course of business.		
10.	BANK LOAN AND OVERDRAFT (SECURED)		
	On April 22nd 1982 the security was replaced by a negative pledge.		
11.	SHARE CAPITAL	1982 £	1981 £
	Authorised -		
	75000 Ordinary Shares of £1 each	75000	75000
	25000 'A' Non-Voting Shares of £1 each	25000	25000
		<u>100000</u>	<u>100000</u>
	Issued and Fully Paid -		
	60000 Ordinary Shares of £1 each	60000	60000
	25000 'A' Non-Voting Shares of £1 each	25000	25000
		<u>85000</u>	<u>85000</u>
	On 21st May 1982 the company issued a further 4000 Ordinary Shares of £1 each.		
12.	CAPITAL RESERVES	1982 £	1981 £
	Balance at 1st April 1981	293009	3009
	Capitalisation of reserves of wholly owned subsidiary by the bonus issue of 290000 Ordinary Shares of £1 each in that subsidiary	-	290000
	Balance at 31st March 1982	<u>293009</u>	<u>293009</u>

VYNE HOUSE SECURITIES LIMITED  
AND SUBSIDIARY COMPANIES

NOTES TO THE CONSOLIDATED ACCOUNTS  
(CONTINUED)

13. DIRECTORS' LOANS

Loans from the directors are unsecured and interest free.  
On 20th September 1982 £300000 of directors loans in a subsidiary company  
were converted to unsecured subordinated loan stock.

14. CONTINGENT LIABILITIES	1982 £	1981 £
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The group had the following contingent liabilities:-

Letters of Credit	-	11495
In respect of other guarantees	58548	-
	<u>58548</u>	<u>11495</u>