

log of cos

~~8-17-81~~

1067505  
/33

GLOSTER DESIGN SERVICES (C&B) LIMITED

REPORTS AND ACCOUNTS

10TH JULY 1981

FRYER WHITEHILL & CO  
Chartered Accountants  
Carrick House  
Lyplatt Road  
Cheltenham  
Glos. GL50 2QJ



GLOSTER DESIGN SERVICES (C&B) LIMITED

DIRECTORS' REPORT

1.

DIRECTORS: R.W. Smedley Chairman (appointed 27th June 1980)  
R.T. Jones  
N.A. Micklefield (appointed 27th June 1980)  
J.J. Partridge

The directors have pleasure in presenting their report and the accounts for the sixty-seven weeks ended 10th July 1981

PRINCIPAL ACTIVITIES

The principal activities of the company continued to be the printing of technical publications and manuals and engineering design.

HOLDING COMPANY

The company is a subsidiary of Gloster Design Services Limited. On 12th June 1980, this latter company became a wholly-owned subsidiary of S.A.C. Consultants Limited.

RESULTS FOR THE PERIOD

Loss after taxation	
Dividend - proposed	(16,664)
	<hr/>
Retained loss for the period	£ <u>(16,664)</u>

The retained loss for the period is added to retained profits brought forward from the previous period and the total of £ 21,829 is carried forward.

The Directors consider the state of affairs of the Company to be satisfactory but do not recommend the payment of a dividend.

EXPORTS

The value of goods exported during the period was £nil.

By Order of the Board

  
Secretary

AUDITORS REPORT

TO THE MEMBERS OF GLOSTER DESIGN SERVICES (C&B) LIMITED

We have audited the accounts on pages 3 to 8 in accordance with approved Auditing Standards.

In our opinion the accounts, which have been prepared as in previous years under the historical cost convention, give a true and fair view of the state of the company's affairs at 10th July 1981 and of its loss and source and application of funds for the sixty seven weeks then ended and comply with the Companies Acts 1948 to 1980.

Carrick House  
Lypiatt Road  
Cheltenham

11th February 1982

Fryer Whitehill & Co.  
Chartered Accountants

GLOSTER DESIGN SERVICES (C&B) LIMITED

3.

PROFIT AND LOSS ACCOUNT

SIXTY SEVEN WEEKS ENDED 10TH JULY 1981

	<u>Notes</u>	<u>1981</u>	<u>1980</u>
		£	£
TURNOVER		<u>445,876</u>	<u>335,054</u>
(LOSS)/PROFIT BEFORE TAXATION	5	(28,307)	24,247
TAXATION (RELEASE)/CHARGE	7	(11,643)	<u>9,570</u>
(LOSS)/PROFIT FOR THE PERIOD		(16,664)	14,677
DIVIDEND		-	-
RETAINED LOSS/(PROFIT) FOR THE PERIOD		£ <u>(16,664)</u>	£ <u>14,677</u>
<u>RETAINED PROFITS</u>			
RETAINED PROFITS at 1st April 1980 as previously stated		20,342	5,665
prior year adjustments	12	<u>18,151</u>	-
as re-stated		38,493	5,665
RETAINED (LOSS)/PROFIT FOR THE PERIOD		(16,664)	<u>14,677</u>
RETAINED PROFITS at 10th July 1981		£ <u>21,829</u> £	<u>20,342</u>

GLOSTER DESIGN SERVICES (C&B) LIMITED

4.

BALANCE SHEET

10TH JULY 1981

	Notes	1981	31.3.80
		£	£
FIXED ASSETS	4	3,384	<u>7,218</u>
CURRENT ASSETS			
Stock and work in progress	11	11,771	33,448
Debtors and prepayments		60,970	63,299
Amounts due from group companies		14,189	-
Short term deposits		-	31,481
Bank balance and cash		<u>33,794</u>	<u>19,993</u>
		<u>120,724</u>	<u>148,221</u>
CURRENT LIABILITIES			
Creditors and accrued charges		49,439	47,667
Bank overdraft (secured)		-	3,128
Directors' loan accounts		-	(2,031)
Amounts due to group companies	2	32,363	62,363
Taxation		<u>18,477</u>	<u>7,920</u>
		<u>100,279</u>	<u>119,047</u>
NET CURRENT ASSETS		<u>20,445</u>	<u>29,174</u>
DEFERRED LIABILITIES		23,829	36,392
Deferred taxation	8	-	<u>8,050</u>
NET ASSETS		<u>£ 23,829</u>	<u>£ 28,342</u>
Financed by:			
SHARE CAPITAL	9	2,000	2,000
RETAINED PROFITS		<u>21,829</u>	<u>20,342</u>
SHAREHOLDERS FUNDS		23,829	22,342
DEBENTURES	3	-	<u>6,000</u>
		<u>£ 23,829</u>	<u>£ 28,342</u>

*P.W. Smedley*  
*N. H. Hildesley*

Directors

8 January 1982

Date

GLOSTER DESIGN SERVICES (C&B) LIMITED

5.

SOURCE AND APPLICATION OF FUNDS

SIXTY SEVEN WEEKS ENDED 10TH JULY 1981

	<u>1981</u>	<u>1980</u>
	£	£
SOURCE OF FUNDS		
FUNDS GENERATED FROM OPERATIONS		
Profit before taxation	-	24,247
Adjustment for item not involving funds movement:		
Depreciation	-	<u>1,417</u>
	-	25,664
OTHER FUNDS GENERATED		
Proceeds of sale of fixed assets	1,014	8
Additional loan from holding company	-	15,000
Sale of tax losses	<u>17,000</u>	-
	<u>£18,014</u>	<u>£40,672</u>
APPLICATION OF FUNDS		
FUNDS ABSORBED BY OPERATIONS		
Loss before taxation	28,307	-
Adjustment for items not involving funds movement:		
Depreciation	(1,616)	-
Profit on sale of assets	<u>140</u>	-
	26,831	-
EXTERNAL APPLICATIONS		
Purchase of fixed assets	3,375	896
Tax paid	2,850	-
Repayment of holding company debt	-	600
Repayment of debentures	<u>6,000</u>	-
	<u>£39,056</u>	<u>£1,496</u>
INCREASE/(DECREASE) IN WORKING CAPITAL		
(Decrease)/increase in stocks	(21,677)	11,470
(Decrease) in debtors	(2,329)	(5,972)
Increase in group balances	14,189	-
Decrease/(increase) in creditors	5,358	(3,631)
(Increase)/decrease in directors loans	<u>(2,031)</u>	<u>3,355</u>
	<u>(6,490)</u>	<u>5,222</u>
Increase/(decrease) in net liquid funds:		
Bank balance and cash	13,801	29,064
Bank deposits	(31,481)	-
Bank overdraft	<u>3,128</u>	<u>4,890</u>
	<u>(14,552)</u>	<u>33,954</u>
	<u>£(21,042)</u>	<u>£39,176</u>

GLOSTER DESIGN SERVICES (C&B) LIMITED

NOTES TO THE ACCOUNTS

6.

SIXTY SEVEN WEEKS ENDED 10TH JULY 1981

1. ACCOUNTING POLICIES

a) HISTORICAL COST CONVENTION

These accounts are prepared under the historical cost convention.

b) TURNOVER

Turnover is the value of goods and services invoiced, less trade discounts and excluding value added tax and sales of fixed assets.

c) DEPRECIATION

Fixed assets are depreciated over their estimated useful lives by instalments equal annual instalments based on cost at the following rates:

Leasehold property	over terms of lease
Machinery and equipment	20%
Motor vehicles	25%

In previous years, machinery and motor vehicles have been depreciated in reducing instalments based on written down values.

d) STOCKS AND WORK IN PROGRESS

Stocks and work in progress have been valued at the lower of cost and net realisable value. Costs of work in progress and finished goods include all direct expenditure and production and other overheads incurred in bringing products to their current state.

e) DEFERRED TAXATION

Deferred taxation is accounted for on all timing differences except where the directors are able to foresee that no tax liability is likely to arise for at least three years ahead and where there is no indication that after this period the situation is likely to change. Timing differences are taxable items, allowances or reliefs which are given effect to in taxation periods different from those in which they have effect in the accounts; they comprise accelerated tax depreciation allowances and stock increase relief.

f) COMPARATIVE FIGURES

The figures shown in the column for comparatives are in respect of the fifty two weeks ended 31st March 1980.

2. HOLDING COMPANY

The company is a wholly owned subsidiary of Gloster Designs Limited, a company incorporated in England. On 12 June 1980 the ultimate holding company became S.A.C Consultants Limited.

3. DEBENTURES

The six debentures of £1000 each were redeemed on 12 June 1980, together with interest due to that date.

GLOSTER DESIGN SERVICES (C&B) LIMITED

NOTES TO THE ACCOUNTS (CONTINUED)

7.

SIXTY SEVEN WEEKS ENDED 10TH JULY 1981

4. FIXED ASSETS

	Leasehold Property £	Plant & machinery £	Office equipment £	Motor vehicles £	Total £
Cost					
1st April 1980					
Additions	429	16,405	1,842	5,384	24,060
Disposals	-	1,775	1,600	-	3,375
	-	665	319	1,794	2,778
10th July 1981	<u>429</u>	<u>17,515</u>	<u>3,123</u>	<u>3,590</u>	<u>24,657</u>
Depreciation					
1st April 1980					
Depreciation for period	330	14,921	1,216	5,094	21,561
Disposals	25	912	681	(2)	1,616
	-	185	215	1,504	1,904
10th July 1981	<u>355</u>	<u>15,648</u>	<u>1,682</u>	<u>3,588</u>	<u>21,273</u>
Book value					
10th July 1981	<u>74</u>	<u>1,867</u>	<u>1,441</u>	<u>2</u>	<u>3,384</u>
1st April 1980	<u>99</u>	<u>5,185</u>	<u>1,062</u>	<u>872</u>	<u>7,218</u>

The depreciation figures at 1st April 1980 as shown above have been adjusted for the effects of the prior year adjustment, necessary through the change in accounting policy adopted at that date.

5. TRADING PROFIT

is stated after charging:

	1981 £	1980 £
Emoluments of directors (see note 6)	25,090	26,116
Debenture interest	179	600
Compensation to a former director for loss of office	-	10,000
Depreciation	1,616	1,417
Auditors remuneration	<u>1,200</u>	<u>1,000</u>

6. DIRECTORS' EMOLUMENTS

excluding pension scheme contributions:

	1981 £	1980 £
Chairman	-	-
Highest paid director	<u>11,086</u>	<u>12,478</u>
Other directors		
No.	No.	No.
N11 to £ 5,000	1	-
£5,001 to £10,000	-	2
£10,001 to £15,000	1	-



NOTES TO THE ACCOUNTS (CONTINUED)

SIXTY SEVEN WEEKS ENDED 10TH JULY 1981

7. TAXATION

based on the profit for the year:

Tax losses surrendered to group companies	(17,000)	7,670
Deferred tax	-	<u>1,900</u>
Adjustment to prior years	(17,000)	9,570
	<u>5,357</u>	-
Net (release)/charge	£ (11,643)	£ <u>9,570</u>

8. DEFERRED TAXATION

	Potential tax deferred by all timing differences		Deferred tax provided in accounts	
	£	£	£	£
Timing differences arising from accelerated capital allowances	1,350	2,650	-	2,650
stock increase relief	<u>6,550</u>	<u>5,400</u>	-	<u>5,400</u>
	£ <u>7,900</u>	£ <u>8,050</u>	£ -	£ <u>8,050</u>

9. SHARE CAPITAL

Ordinary shares of £1 each:

Authorised, issued and fully paid	£ <u>2,000</u>	£ <u>2,000</u>
-----------------------------------	----------------	----------------

10. FUTURE CAPITAL EXPENDITURE

Future capital expenditure not otherwise included in these accounts amounted to £Nil (1980: £Nil)

11. STOCK AND WORK IN PROGRESS

Raw materials	6,102	7,853
Work in progress	<u>5,669</u>	<u>25,595</u>
	£ <u>11,771</u>	£ <u>33,448</u>

12. PRIOR YEAR ADJUSTMENTS

To reverse previous years' management charges	30,000	-
To bring depreciation rates in line with group	(4,719)	-
To account for holiday pay not previously accrued	<u>(7,130)</u>	-
	£ <u>18,151</u>	£ -

13. CONTINGENT LIABILITY

There is a contingent liability at 10th July 1981 in that the company is party to a cross-guarantee of the bank overdrafts of all the companies in the group.