

17

LENTORN HOLDINGS LIMITED AND ITS SUBSIDIARIES

REPORT AND ACCOUNTS
YEAR ENDED 31ST MARCH 1981

<u>Contents</u>	<u>Page</u>
Auditors Report	1
Consolidated Balance Sheet	2
Consolidated Profit and Loss Account	3
Source and Application of Funds Statement	4
Notes to the Accounts	5-8
Directors Report	9



REPORT OF THE AUDITORS TO THE MEMBERS OF
LENTORN HOLDINGS LIMITED

We have audited the financial statements on pages 2 to 8 in accordance with approved Auditing Standards.

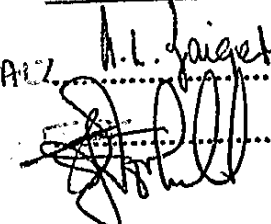
In our opinion the financial statements, which have been prepared under the historical cost convention, give a true and fair view of the affairs of the Company and the Group at 31st March, 1981, and of its profit and movement of funds for the year ended on that date and comply with the Companies Acts 1948 to 1980.

DIXON WALSH,
Chartered Accountants,
10 Hammet Street,
Taunton, Somerset.

16th December 1981.

LENTORN HOLDINGS LIMITED AND ITS SUBSIDIARIES
CONSOLIDATED BALANCE SHEET
31ST MARCH 1981

<u>1980</u>		<u>Note</u>	<u>1981</u>
	<u>Fixed Assets</u>	2	
360597	Freehold Property		384220
158503	Plant and Machinery		177244
33064	Motor Vehicles		23965
<u>552164</u>			<u>585429</u>
15500	<u>Goodwill</u>		15500
	<u>Current Assets</u>		
528506	Stocks and Work in Progress	3	524640
326969	Debtors and Prepayments		236927
24674	Bank Balances		152467
<u>880149</u>			<u>914034</u>
	<u>Less Current Liabilities</u>		
544603	Creditors and Accrued Expenses		402712
294356	Bank Overdraft		356925
5800	Taxation		78612
<u>844759</u>			<u>838249</u>
35390			75785
603054			676714
1965000	<u>Goodwill on Consolidation</u>		1965000
2568054			<u>2641714</u>
	Financed by:		
2025000	<u>Share Capital</u>	4	2025000
286523	<u>Reserves</u>	5	332877
<u>2311523</u>			<u>2357877</u>
17438	<u>Debenture and Loans</u>		-
234145	<u>Deferred Taxation</u>	6	247709
4948	<u>Directors Accounts</u>		36128
<u>2568054</u>			<u>2641714</u>


 H.L. Jaigat,
 Directors

LENTORN HOLDINGS LIMITED AND ITS SUBSIDIARIES
CONSOLIDATED PROFIT AND LOSS ACCOUNT
YEAR ENDED 31ST MARCH 1981

<u>1980</u>		<u>Note</u>	<u>1981</u>
<u>2163678</u>	<u>Turnover</u>	7	<u>2510221</u>
232677	<u>Consolidated Net Profit for the Year</u> after charging:		132730
27376	Depreciation	8	41719
104007	Directors Remuneration	9	171276
2750	Auditors Remuneration		3850
6801	Interest Payable	10	29922
<u>127354</u>	<u>Taxation</u>	11	<u>86376</u>
105323	<u>Consolidated Net Profit after Taxation</u>		<u>46354</u>
171200	<u>Retained Profits</u> brought forward		<u>276523</u>
<u>276523</u>	<u>Retained Profits</u> carried forward	5	<u>322877</u>

LENTORN HOLDINGS LIMITED AND ITS SUBSIDIARIES
SOURCE AND APPLICATION OF FUNDS STATEMENT
YEAR ENDED 31ST MARCH 1981

Application of Funds

Capital Expenditure		
Freehold Property	23623	
Plant and Machinery	81686	
Motor Vehicles	9534	114843
		<hr/>
Reduction in Creditors		141891
Increase in Bank Balances		127793
Debenture and Loan Repaid		17438
		<hr/>
		401965

Source of Funds

Reduction in Stock	3866	
Decrease in Debtors	90042	
Increase in Bank Overdraft	62569	
Proceeds from Sale of Fixed Assets	39859	
Increase in Directors Accounts	31180	(227516)
		<hr/>
		174449

Balance financed by:

Net Profit for the Year	132730	
Depreciation	41719	174449
		<hr/>

LENTORN HOLDINGS LIMITED AND ITS SUBSIDIARIES
NOTES TO THE ACCOUNTS
YEAR ENDED 31ST MARCH 1981

1. SUBSIDIARIES

The wholly owned subsidiary companies, all of which are incorporated in England, that have been included in these accounts are:

Air Control Installations (Chard) Limited
 Ilchester Cheese Company Limited
 Chedington Farms Limited
 Fascograde Limited
 Chedington Estates Limited

The Consolidated Profit and Loss Account includes the results of the six group companies for the year ended 31st March 1981, having excluded from the accounts all inter-group trading.

The excess of the net assets acquired over the nominal value of the shares issued upon acquisition of the subsidiaries has been recorded as a reserve.

2. FIXED ASSETS

	<u>Freehold Property</u>	<u>Plant & Machinery</u>	<u>Motor Vehicles</u>	<u>Total</u>
<u>Cost</u>				
Balance at 1.4.80	366847	230685	53599	651131
Additions	23623	81686	9534	114843
Disposals	-	(31896)	(13958)	(45854)
Balance at 31.3.81	<u>390470</u>	<u>280475</u>	<u>49175</u>	<u>720120</u>
<u>Depreciation</u>				
Balance at 1.4.80	6250	72182	20535	98967
Charge for the Year	-	31740	10804	42544
Disposals	-	(691)	(6129)	(6820)
Balance at 31.3.81	<u>6250</u>	<u>103231</u>	<u>25210</u>	<u>134691</u>
<u>Net Book Amounts</u>				
31.3.1981	<u>384220</u>	<u>177244</u>	<u>23965</u>	<u>585429</u>
31.3.1980	<u>360597</u>	<u>158503</u>	<u>33064</u>	<u>552164</u>

LENTORN HOLDINGS LIMITED AND ITS SUBSIDIARIES
NOTES TO THE ACCOUNTS
YEAR ENDED 31ST MARCH 1981

3. STOCK AND WORK IN PROGRESS

The stocks and work in progress have been valued at the lower of cost and estimated realisable value. In the case of work in progress and finished stock cost consists of direct materials, labour and work overheads.

4. SHARE CAPITAL

<u>Lentorn Holdings Limited</u>	<u>1981</u>	<u>1980</u>
Authorised		
3000000 Ordinary Shares of £1 each	3000000	3000000
Issued and Fully Paid		
2025000 Ordinary Shares of £1 each	2025000	2025000

5. RESERVES

	<u>Mill Repairs Reserve Fund</u>	<u>Retained Profits</u>	<u>Total</u>
Balance at 1st April 1980	10000	276523	286523
Retained Profits for the year ended 31st March 1981	-	46354	46354
	<u>10000</u>	<u>322877</u>	<u>332877</u>

6. DEFERRED TAXATION

	<u>1981</u>	<u>1980</u>
Balance at 1st April 1980	234145	111589
Transfer from Profit and Loss Account	13564	122556
Balance at 31st March 1981	<u>247709</u>	<u>234145</u>

Represented by:

(i) Accelerated Depreciation Allowances Claimed	89711	81590
(ii) Stock Relief Claimed	157998	152555
	<u>247709</u>	<u>234145</u>

Deferred taxation represents the taxation attributable at the rate of Corporation Tax in force at the end of the financial period:

- (i) On the excess of the net book value per these accounts of the assets eligible for tax allowances over their corresponding tax written down values.
- (ii) On allowances for increases in stock values after adjusting for losses carried forward into the next accounting period.

LENTORN HOLDINGS LIMITED AND ITS SUBSIDIARIES
NOTES TO THE ACCOUNTS
YEAR ENDED 31ST MARCH 1981

7. TURNOVER

The Group turnover represents the total amounts receivable for goods supplied to third parties in the ordinary course of business during the year.

8. DEPRECIATION

Depreciation is calculated to write down the cost of the assets by equal annual instalments over their expected useful lives. It is not the Groups policy to provide depreciation on the Freehold Property.

Plant and Machinery	over 10 years
Motor Vehicles	over 4 years
Farm Equipment	over 5 years

The charge for depreciation in the accounts is made up as follows:

Charge for the Year per Note 2	42544
Over provision on Fixed Assets Sold	825
	<u>41719</u>

9. DIRECTORS REMUNERATION

The total emoluments of the Directors of the Subsidiary Companies, who were not Directors of the Holding Company, were £27795 (1980 £10400).

The emoluments of the Directors of the Holding Company were £143481 (1980 £NIL).

The emoluments of the Directors, excluding pension contributions, were:

Chairman	32750
Highest Paid Director	17400
And the other Directors were in the following range:	
£15001 to £17500	1

10. INTEREST PAYABLE

	<u>1981</u>	<u>1980</u>
Interest on Bank Overdrafts	<u>29922</u>	<u>6801</u>

LENTORN HOLDINGS LIMITED AND ITS SUBSIDIARIES
NOTES TO THE ACCOUNTS
YEAR ENDED 31ST MARCH 1981

11. TAXATION

The charge for taxation in the Profit and Loss Account is based on the profits for the Year and is made up as follows:

	<u>1981</u>	<u>1980</u>
Corporation Tax at 52%	70600	5800
Deferred Taxation	13564	122556
Over/(Under) provision in previous year	2212	(1002)
	<u>86376</u>	<u>127354</u>

LENTORN HOLDINGS LIMITED AND ITS SUBSIDIARIES
DIRECTORS REPORT

The Directors submit their Report together with Audited Consolidated Accounts for the year ended 31st March, 1981.

Activities

The principal activities of the Group are the manufacture of small fans and blowers; the manufacture of specialist cheeses; property development, and the management of a mixed farm.

Results and Dividends

The Group realised a profit for the year of £46354 after taxation. When this is added to the reserves brought forward this gives total reserves to carry forward of £332877.

The Directors do not recommend the payment of a dividend for the year.

Directors and Their Interests

The Directors of the Holding Company who have served throughout the year and their interest in the shares of the Holding Company are listed below:

	<u>31.3.1981</u>	<u>31.3.1980</u>
A. L. Zaiger	209025	209025
E. S. Forknall	1309800	1309800
D. J. Davidge	498675	498675
E. S. Forknall retires by rotation and being eligible offers himself for re-election.		

Exports

The value of goods exported during the year was £269663 (1980 £221184).

Auditors

The Auditors Messrs. Dixon Walsh have indicated their willingness to continue in office, and therefore a resolution proposing their re-appointment will be put to the annual general meeting.

On behalf of the Board,

E. S. FORKNALL
Secretary