

898 1251
RDL CONTRACTING LIMITED

(A publicly owned company within the meaning of the Iron and Steel Act 1975)

DIRECTORS REPORT ON THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 1979

Directors : Mr. E. P. Gallagher - Chairman
Mr. W. H. Arch
Mr. J. A. C. Edwards
Mr. J. Kinsella
Mr. A. Morris

The directors submit the audited balance sheet as at 31st March, 1979.

1. Change of name

The name of the Company was changed from Redpath Dorman Long (Contracting) Limited to RDL Contracting Limited on 26th September, 1978.

2. Principal activities of the Company

The entire business and assets of the Company were transferred to Redpath Dorman Long Limited (the Company's parent company) with effect from 2nd April, 1978. The Company now acts as managing agent for the parent company in respect of the United Kingdom part of the business formerly carried on by the Company. Redpath Dorman Long International Limited, as agent for the parent company, now manages and executes all aspects of the overseas and international business formerly undertaken by the Company.

3. Trading results

All trading transactions during the year have been entered into as agents for Redpath Dorman Long Limited, the record thereof being incorporated in the books and accounts of that company. The Company has not traded on its own account during the year.

4. Directors

The names of the present directors of the Company are set out above. Mr. J. A. C. Edwards was appointed on 2nd October, 1978 and all the other directors have held office throughout the year under review. Mr. N. G. Derby was a director until his resignation on 30th June, 1978.

5. Director's interests

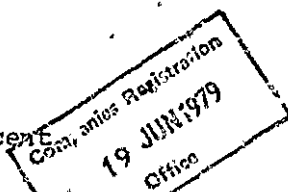
None of the directors has held or holds any interest directly or indirectly as an individual or through members of his family in either the capital of the Company or in the contracts with the Company at any time in the year under review.

6. Auditors

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

Elliot House
Hillside Crescent
Edinburgh

23rd April, 1979



By Order of the Board

D. L. K. Harris
D. L. K. Harris

Secretary

REDPATH DORMAN LONG LIMITED

Redpath Dorman Long (Contracting) Limited

BALANCE SHEET AT 31ST MARCH 1979

		31st March 1979 £	31st March 1978 £
<u>Net Assets Employed</u>			
Amount due from parent company	2	2,364,000	2,357,000
Fixed assets		-	511,000
Long term debtors		-	453,000
Net current liabilities		-	(1,015,000)
		<u>2,364,000</u>	<u>2,406,000</u>
<u>Capital Employed</u>			
Share capital	3	1,750,000	1,750,000
Revenue reserves		614,000	614,000
Regional development and other grants		-	42,000
		<u>2,364,000</u>	<u>2,406,000</u>

E. P. Gallagher

A. C. Edwards

Directors

- Notes :
1. The entire business and assets of the Company were transferred to the parent company (Redpath Dorman Long Limited) at their book value with effect from 2nd April, 1978. The Company now acts as managing agent for certain aspects of the parent company's business and has not traded on its own account during the year. In the year to 1st April, 1978 the Company made a profit of £581,000 after taxation.
 2. The amount due from the parent company is free of interest and no date has been fixed for the discharge of the debt.
 3. Share capital - authorised, issued and fully paid - 1,750,000 ordinary shares of £1 each.
 4. The Company is a wholly owned subsidiary of Redpath Dorman Long Limited which is itself a wholly owned subsidiary company of British Steel Corporation.

REPORT OF THE AUDITORS

In our opinion the above balance sheet and notes give a true and fair view of the state of the Company's affairs at 31st March, 1979 and comply with the Companies Acts 1948 and 1967.

Coopers & Lybrand

Chartered
Accountants

Bedford

23rd April, 1979