

EDMUND NUTTALL LIMITED

**Accounts
for the year ended 31st March, 1975**

EDMUND NUTTALL LIMITED

REPORT OF THE DIRECTORS
For the year ended 31st March 1949

BUSINESS ACTIVITIES

The Company carries on the business of heavy Civil Engineering.

DIRECTORS

The Directors of the Company throughout the year were :

Sir Nicholas Nuttall, Bt.
Mr. R. L. Triggs
Mr. D. D. Land
Mr. J. C. McKenzie
Mr. J. Davies
Mr. A. R. Biggart
Mr. K. H. Moore

DIRECTORS' SHARE INTEREST

None of the Directors had any interest in the shares of the Company. Directors' shareholdings in the ultimate Holding Company are dealt with in the accounts of that Company. Mr. A. R. Biggart and Mr. K. H. Moore are not directors of the ultimate Holding Company, and had no interest in the shares of that Company.

PROPERTY

A professional valuation of the Freehold Property owned by the Company gave a value of £1,141,141, less a provision for depreciation, resulting book value after transfer to tax equalisation reserve of £1,141,141, which has been incorporated in the balance sheet of the Company.

EXPORTS

No part of the Company's turnover was in respect of Exports.

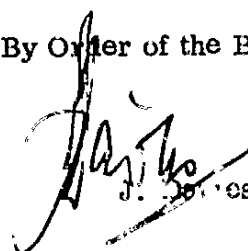
STATE OF AFFAIRS

The state of the Company's Affairs is shown in the annexed Accounts.

NUMBER OF EMPLOYEES and AMOUNT OF REMUNERATION

The average number of employees during the year was 1,141 and their total remuneration amounted to £3,313,752.

By Order of the Board



Secretary

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EDMUND NUTTALL LIMITED

PROFIT AND LOSS ACCOUNT

For the year ended 31st March, 1975

		1975	1974
	Notes	£	£
<u>TURNOVER</u>	1	<u>8,896,712</u>	<u>8,553,556</u>
<u>PROFIT/(LOSS) Before Taxation</u>		127,139	(126,557)
after charging -			
Depreciation		350,894	347,160
Directors' Emoluments	2	87,350	69,033
Auditors' Remuneration		3,725	2,075
Interest on Bank Overdraft		58,599	1,060
Hire of Plant & Machinery		<u>207,275</u>	<u>160,119</u>
		<u>707,843</u>	<u>579,447</u>
<u>TAXATION - Credit/(Charge)</u>	3	<u>(58,484)</u>	<u>87,930</u>
<u>PROFIT/(LOSS) for Year</u>			
<u>After Taxation :</u>		68,655	(38,627)
<u>REQUIRED FOR DIVIDENDS</u>			
on Ordinary Shares		-	-
on Preference Shares		<u>-</u>	<u>5,775</u>
<u>INCREASE (REDUCTION) IN RESERVES</u>		<u>£68,655</u>	<u>(£ 44,402)</u>

The statements and notes on pages 4 to 7 form part of the Accounts.

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EDMUND NUTTALL LIMITED

BALANCE SHEET
31st March, 1975

	Notes	1975	1974
		£	£
<u>CURRENT ASSETS</u>			
Bank Deposits, Balance and Cash		17,656	28,043
Taxation Recoverable		619	96,275
Debtors		242,528	261,963
Interest in Joint Ventures		320,201	206,554
Contract Work and Stocks		<u>2,151,749</u>	<u>1,160,776</u>
		<u>2,732,753</u>	<u>1,753,611</u>
<u>LESS : CURRENT LIABILITIES</u>			
Creditors and Provisions		1,323,743	1,044,568
Bank Overdraft (Secured)		<u>705,180</u>	<u>364,618</u>
		<u>2,028,923</u>	<u>1,409,186</u>
<u>NET CURRENT ASSETS</u>		703,830	344,425
<u>FIXED ASSETS</u>			
	5	1,601,637	1,716,129
<u>AMOUNTS DUE TO AND FROM</u> <u>PARENT COMPANY and FELLOW</u> <u>SUBSIDIARIES</u>			
	6	239,450	317,854
		<u>£2,544,917</u>	<u>£2,378,408</u>
<u>Financed as follows :-</u>			
Issued Capital	7	850,000	850,000
Reserves	8	1,069,687	950,033
Deferred Taxation	9	<u>625,230</u>	<u>578,375</u>
		<u>£2,544,917</u>	<u>£2,378,408</u>

The statements and notes on pages 4 to 7 form part of the Accounts.

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Directors

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EDMUND NUTTALL LIMITED

ACCOUNTING POLICIES

These Statements form part of the Accounts .

TURNOVER

Turnover represents the work done during the year, and adjustments relating to prior years agreed during the year.

PROFIT/(LOSS) BEFORE TAXATION

The profit/(loss) before taxation includes residual profits and losses on contracts completed prior to 31st March 1974, and the results of current contracts based on valuations by Officials of the Company. No account is taken of retentions on contracts or possible claims until received.

STOCKS

Stock and Work in Progress has been valued at the lower of cost and net realisable value less provisions computed on a going concern basis.

DEFERRED TAXATION

Full provision has been made representing Corporation Tax :-

- (i) At 52% on the excess of net book value of qualifying fixed assets of the Company over their written down values for taxation purposes.
 - (ii) At 52% on the amount of stock in respect of which relief has been granted, having regard to the increase in stock values over the two years to 31st March 1975.
 - (iii) At an effective rate of 30% on the estimated chargeable gain which would arise in the event of the Company's freehold land and buildings being sold at their book values at 31st March 1975.
- less :
- (iv) At 52% on losses carried forward.

DEPRECIATION

No depreciation is provided on Freehold Land and Buildings. Plant, Machinery and Equipment is written off over its expected useful life. Patents are being written off over five years.

RESEARCH AND DEVELOPMENT

All research and development costs are written off as incurred.

PENSION CONTRIBUTIONS

The Company's contributions, including those relating to Past Service Pensions (£9,500) have been charged in arriving at the profits for the year. In 1974, this amount was charged against Reserves.

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EDMUND NUTTALL LIMITED

NOTES ON ACCOUNTS
Year ended 31st March 1975

1. TURNOVER

In addition to the turnover of £8,896,712 (1974 : £8,553,556) the Company managed two contracts on behalf of Joint Ventures, and the turnover attributable to the Company was :

	<u>1975</u>	<u>1974</u>
60% Participation	141,053	557,651
50% Participation	<u>133,897</u>	<u>833,858</u>
	<u>£274,950</u>	<u>£1,391,509</u>

2. EMOLUMENTS OF THE DIRECTORS

	<u>1975</u>	<u>1974</u>
Chairman and Highest Paid Director	£14,410	£14,098

Other Directors' Emoluments
fall in the following scale :

	<u>No. of Directors</u>	
£2,501 - £5,000	-	1
£7,501 - £10,000	-	4
£10,001 - £12,500	5	1
£12,500 - £15,000	1	-

3. TAXATION

No Corporation Tax is payable in respect of the profit for the year, as Losses brought forward fully cover the profit as adjusted for Corporation Tax purposes.

The tax charge (1974 credit) is arrived at as follows :-

	<u>1975</u>	<u>1974</u>
Tax on profit (1974 loss) as adjusted for Corporation Tax purposes	-	(151,323)
Transfer to Provision for Deferred Taxation	58,500	59,000
Adjustment in respect of prior years (16)	<u>(16)</u>	<u>4,393</u>
	<u>£58,484</u>	<u>(£87,930)</u>

4. REVALUATION OF FREEHOLD PROPERTY

A professional revaluation of the freehold land and buildings was made by Bidwells, Chartered Surveyors, on an existing use basis at 31st March 1975.

effect of the revaluation, which has been included in the accounts, is as follows :

Valuation of the freehold land and buildings at 31st March 1975	222,000
Net Book Value at 31st March 1975	<u>149,146</u>
	72,854
Less : Transfer to taxation equalisation account (Note 9)	<u>21,855</u>
Surplus on revaluation transferred to Reserves (Note 8)	<u>£ 50,999</u>

5. FIXED ASSETS

	<u>Total</u>	<u>Freeholds</u>	<u>Patents</u>	<u>Heavy Plant & Machinery</u>
Cost				
1st April 1974	2,850,891	207,344	20,000	2,623,547
Additions	326,788	6,547	-	320,241
Surplus on Revaluation	72,854	72,854	-	-
Disposals	<u>(353,466)</u>	<u>(64,745)</u>	<u>-</u>	<u>(288,721)</u>
	2,897,067	222,000	20,000	2,655,067
Provision for Depreciation	<u>1,295,430</u>	<u>-</u>	<u>4,000</u>	<u>1,291,430</u>
Net Book Values				
31st March 1975	<u>£ 1,601,637</u>	<u>£ 222,000</u>	<u>£16,000</u>	<u>£ 1,363,637</u>
31st March 1974	<u>£1,716,129</u>	<u>£207,344</u>	<u>£20,000</u>	<u>£ 1,488,785</u>

6. HOLDING COMPANY

The Company's ultimate Holding Company is Edmund Nuttall, Sons & Co. (Manchester) Ltd., incorporated in England.

7. SHARE CAPITAL

	<u>Authorised</u> 31 March 1974 & 1975	<u>Issued and Fully Paid</u> 31 March 1975	<u>31 March</u> 1974
3.85% Redeemable Cumulative Preference Shares of £1 each	150,000	-	-
Ordinary Shares of £1 each	<u>850,000</u>	<u>850,000</u>	<u>850,000</u>
	<u>£1,000,000</u>	<u>£850,000</u>	<u>£850,000</u>

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8. RESERVES

Movement in reserves during year ended 31st March 1975 :

Total at 31st March 1974	950,033
Increase in Retained Profits (Page 2)	68,655
Surplus on Revaluation (Note 4)	<u>50,999</u>
	<u>£1,069,687</u>

9. DEFERRED TAXATION

	<u>1975</u>	<u>1974</u>
Provision for Tax Equalisation		
Total at 31st March 1974	590,000	508,000
Less : Transferred to Parent Company	<u>33,500</u>	<u>-</u>
	556,500	508,000
Arising on Revaluation of Freehold Property (Note 4)	21,855	-
Transfer from Profit and Loss Account (Note 3)	<u>58,500</u>	<u>82,000</u>
	636,855	590,000
Less : A.C.T.	<u>11,625</u>	<u>11,625</u>
	<u>£625,230</u>	<u>£ 578,375</u>

10. CAPITAL COMMITMENTS

The estimated amounts not provided for in these accounts in respect of contracts for capital expenditure are £266,465 (1974 : £279,756).

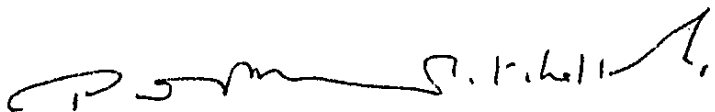
11. CONTINGENT LIABILITIES

There are contingent liabilities in respect of performance bonds entered into in the normal course of business.

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REPORT OF THE AUDITORS TO THE MEMBERS OF
EDMUND NUTTALL, LIMITED

We have examined the balance sheet and profit and loss account, together with the notes thereon, set out on pages 2 to 7. In our opinion they comply with the Companies Acts 1948 and 1967, and give respectively a true and fair view of the state of the Company's affairs at 31st March, 1975, and of the profit for the year to that date.



PEAT, MARWICK, MITCHELL & CO.

Chartered Accountants.

LONDON.
8th December, 1975