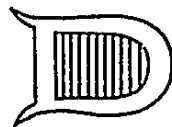


837205.
/95.

Delyn Packaging



REPORT & ACCOUNTS
1982



Delyn Packaging plc

Directors

Geoffrey Fisher *Chairman*
Coleman Jacobs
F. Ifor Jones
Dr. John Norris
Malcolm Braun

Secretary

Malcolm Braun

Operating Address

Caerphilly, Mid Glamorgan CF8 2WL

Registered Office

St. Alphage House, Fore Street,
London, EC2Y 5DH

Auditors

Hacker Young,
St. Alphage House, Fore Street,
London, EC2Y 5DH

Solicitors

Jacklyn Dawson & Meyrick Williams with Dolmans,
Equity Chambers,
John Frost Square,
Newport,
Gwent, NPT 1PW

Bankers

National Westminster Bank PLC,
117 St. Mary Street,
Cardiff, CF1 1LG

Registrars and Transfer Office

Connaught St. Michaels Limited,
P.O. Box 30,
Cresta House,
Alma Street,
Luton,
Bedfordshire, LU1 2PZ



Notice of Meeting

NOTICE is hereby given that the Annual General Meeting of the Company will be held at the offices of Delyn Packaging plc at Caerphilly, Mid Glamorgan, on Friday 13 August, 1982 at 12.00 noon for the following purposes:

- 1 To receive and, if approved, adopt the Directors' Report and the Financial Statements for the 52 weeks ended 31 January, 1982 and the Auditors' Report thereon.
- 2 To declare a dividend.
- 3 To elect a Director, Mr. M. Braun retires and will be proposed for re-election.
- 4 To re-appoint Hacker Young as Auditors from the conclusion of this meeting until the conclusion of the next Annual General Meeting.
- 5 To authorise the Board to fix the remuneration of the Auditors.
- 6 To transact any other ordinary business.

By Order of the Board
M. Braun
Secretary

21 July, 1982

A Member entitled to attend and vote at the above Meeting may appoint one or more proxies to attend and to vote on his behalf. A proxy need not be a member of the Company.

Members who are unable to attend the Meeting are invited to sign and return the enclosed form of proxy to reach the Company's Registered Office not less than 48 hours before the time of the Meeting.

There will be available at the Company's Registered Office during normal business hours on any weekday (Saturdays excepted) from 21 July, 1982 until 13 August, 1982 and at the Meeting from 15 minutes prior thereto:

- (i) A statement for the period from 25 May, 1981 to 21 June, 1982 of all transactions of each Director (and of his family interests as defined in the General Undertaking which the Company has given to The Stock Exchange, London) in the equity Share Capital of the Company and its subsidiaries.
- (ii) Copies of all Contracts of Service whereunder any Directors of the Company are employed.

Five Year Record

	1977 £000	1979 (69 weeks) £000	1980 £000	1981 £000	1982 £000
Turnover	3,664	5,969	6,105	6,560	5,105
Profit before Taxation	26	47	120	19	157
Profit after Taxation	52	23	57	19	155
Issued Share Capital	280	398	398	398	398
	p	p	p	p	p
Earnings per share	3.6979	1.1975	2.8438	0.9481	7.8048
Dividend per share	—	—	—	—	1.00p
Net Assets per share	24.8134	23.3124	26.0048	26.4995	52.4698

Chairman's Statement


In my interim statement of the 6 November 1981, I indicated that our final results for the year would show an upward trend. I am pleased to advise you that in spite of the difficulties in the transfer of production from the Hengoed premises into Caerphilly, we were successful in achieving a final profit of £155,000 and we are able to propose a dividend of 1p per share.

In January, the worst snowfall for over 100 years brought havoc to South Wales and on the morning of Saturday, 9 January, 60,000 square feet of factory roof caved in under the weight of over 48 hours of heavy snowfall. The force of the escaping air blew out the end walls of a further 30,000 square feet which housed the Plastics Division. Destruction of the Carton and Paper Division production areas was total, but with great effort by employees the Plastics Division re-started production within three weeks.

Subsequently the 60,000 square feet building was demolished with the approval of our Insurers and the damaged plant, machinery and stock was removed from site. The Company is adequately covered in all aspects of Insurance.

The accounts show that during last year we employed an average of 181 employees compared with 284 in the previous year. This number has now reduced to approximately 100 due to re-structuring following the disaster in January. We are now re-equipping and the new factory and plant will enable us to continue to compete on an expanding scale in the market place and have a strong base for future expansion.

I would like to thank all our employees for their loyalty and understanding over this difficult period, and look forward to their continued support with our re-organisation in the year ahead.



GEOFFREY FISHER,
Chairman.

Report of the Directors

The Directors present their Report together with the Financial Statements for the 52 weeks ended 31 January 1982.

1. Activities

The principal activities of the operating Subsidiaries, which are wholly-owned and registered in England, are as follows:

Delyn Cartons Limited	Manufacturers of Multi-coloured Cartons and Plastic Thermo-Formed Packaging
Delyn Paper Mills Limited	Converters of Paper into Crepe and Gift Wrapping

2. Results

The Group had a profit after taxation of £155,315. The Directors recommend the payment of a dividend of 1p per share.

3. Directors

The names of the Directors appear on page 1.

Mr. M. Braun retires by rotation and, being eligible, offers himself for re-election.

The Directors and their families had interests in the Shares of the Company, as follows:

	At beginning of period	At end of period
G. Fisher	140,754	140,754
C. Jacobs	2,950	2,950
F. I. Jones	10,790	17,640
M. Braun	2,000	2,000

No Director had any interest in the Shares of any other Company in the Group during the period. Between 31 January 1982 and 21 June 1982 there were no changes in the shareholdings detailed above. No Director was interested in any significant contract during the period under review.

4. Substantial Shareholdings

The Company has been notified that Shareholders interested in 5 per cent or more of the Company's Shares were:

	At beginning of period	At end of period	Proportion of issued capital
Coleman-Redman Limited	163,929	163,929	8.24%
Weiss Family Investments Limited	238,500	238,500	11.98%
M.Y. Dart Limited	145,300	140,300	7.05%
Lonsdale Universal Limited	200,000	200,000	10.05%
Welsh Development Agency	590,000	590,000	29.65%

5. Employees

The average number of Employees, excluding Directors of Delyn Packaging plc, in each week was 181 and their total remuneration was £1,128,826.

6. Exports

The amount of goods exported during the period was £223,175.

7. Charitable Contributions

The total amount of Charitable Contributions made by the Group during the period was £1,417.

8. Auditors

The auditors, Messrs. Hacker Young have agreed to continue in office. A resolution will be proposed at the Annual General Meeting re-appointing them as auditors until the conclusion of the next Annual General Meeting

9. Income and Corporation Taxes Act 1970

The Directors are advised that the Company is not a "Close Company" within the meaning of the Act.

By Order of the Board
M. Braun
Secretary

21 July 1982

Consolidated Profit and Loss Account

For the 52 weeks ended 31 January 1982	Notes	1982		52 weeks ended February 1981	
		£	£	£	£
Group Turnover	2		5,105,043		6,559,773
Group Operating Profit			274,263		231,345
<i>Deduct: Interest payable</i>			117,224		211,257
			157,039		20,088
<i>Deduct: Exceptional Item</i>	3		—		1,220
Group Profit before Taxation	4		157,039		18,868
<i>Deduct: Taxation based on current results</i>					
Corporation Tax			1,724		—
			155,315		18,868
Group Profit after Taxation of which £1,720 loss (1981—£455 profit) is dealt with in the Parent Company's Financial Statements					
Extraordinary Items	5		406,721		(14,455)
			562,036		4,413
Adverse Balance Brought Forward			(12,761)		(17,174)
			549,275		(12,761)
Proposed dividend			19,900		—
Retained Profits Carried Forward					
Parent Company		3,824		(119,756)	
Subsidiary Companies		525,751		106,995	
			529,375		(12,761)
Earnings per ordinary share of 20p			7.8048p		0.9481p

The calculation of Earnings per share is based on profits of £155,315 (1981—£18,868) and 1,990,000 ordinary shares in issue during the period (1981—1,990,000).

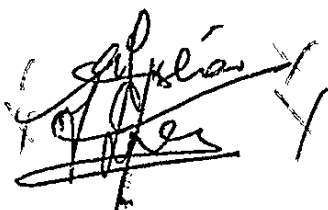
The Notes on pages 8 to 12 form part of these Financial Statements

Balance Sheets

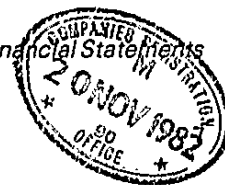
As at 31 January, 1982

	Notes	The Company		The Group	
		1982	1981	1982	1981
		£	£	£	£
Fixed Assets	1 and 6	21,917	35,562	247,720	357,361
Interest in Subsidiaries	8	432,000	894,303		
Current Assets					
Stocks	1 and 7	—	—	323,302	921,879
Debtors		57,699	6,402	1,980,672	1,149,545
Cash and Bank balances		200,522	321	161,666	972
		£258,221	£6,723	£2,465,640	£2,072,396
Current Liabilities					
Creditors and Provisions		55,777	116,613	1,142,142	1,222,229
Bank Overdrafts	9	61,464	313,153	—	138,981
Proposed Dividend		19,900	—	19,900	—
Loans repayable within twelve months	11	40,444	48,400	132,328	109,555
Taxation		1,724	—	21,578	—
		£179,309	£478,166	£1,315,948	£1,470,765
Not Current Assets (Liabilities)					
Deferred Taxation	10	78,912	(471,443)	1,149,692	601,631
Loans	11	8,529	—	(67,063)	(17,570)
		(72,000)	(112,444)	(286,200)	(414,082)
		£469,358	£345,978	£1,044,149	£527,340
Financed by					
Share Capital	12	398,000	398,000	398,000	398,000
Reserves	13	71,358	(52,022)	622,526	80,387
		469,358	345,978	1,020,526	478,387
Grants Equalisation Account	14	—	—	23,623	48,953
		£469,358	£345,978	£1,044,149	£527,340

Directors
G. Fisher
F. I. Jones



The Notes on pages 8 to 12 form part of these Financial Statements



Notes to Financial Statements

1. Accounting Policies

- (a) Accounting periods end on the nearest Sunday to 31 January, resulting in financial years of either 52 or 53 weeks.
- (b) The group financial statements include the financial statements of the company and all subsidiaries.
- (c) Fixed Assets are being depreciated on a straight line basis over their estimated useful lives as follows:
- | | | |
|---------------------|---|------------------------|
| Leasehold Building | — | 50 years |
| Plant and equipment | — | between 5 and 10 years |
| Motor vehicles | — | 4 years |
- (d) Government and Local Authority grants receivable are credited to an equalisation account. A proportion equivalent to the rate of depreciation is credited to Profit and Loss Account annually.
- (e) Stock and work in progress has been consistently valued at the total of the lower of cost and net realisable value of the separate items of stock and work in progress. In this context, cost comprises purchase price, including import duties, handling, transport, and other directly attributable costs and in the case of work in progress and stock of finished goods includes direct costs of production, production and other overheads attributable to present location and condition. Net realisable value is the estimated selling price, less all further costs to completion and costs to be incurred in selling and distributing.
- (f) Provision is made for deferred tax at the rate of corporation tax ruling at the end of the period (the liability method) except in respect of any tax reductions which can reasonably be expected to continue for the future. The amounts provided being the full potential liability are set out in note 10.

2. Group Turnover

Group Turnover represents net invoiced sales by Group Companies to outside customers.

		1982		1981
3. Exceptional Item		—		£1,220
Renovation of factory roof				
4. Group Profit Before Taxation	£	£	£	£
After charging:				
Interest: on bank overdrafts and other loans repayable				
within 5 years	96,219		190,257	
on other loans	21,005		21,000	
	—	117,224	—	211,257
Remuneration of Auditors		12,500		14,950
Depreciation	76,865		84,224	
Less: Transfer from Investment and Regional Development				
Grant Equalisation Accounts	9,938		12,119	
	—	66,927	—	72,105
Remuneration of Directors of Parent Company				
As executives		72,725		65,709
		—		—
Details of Directors' Emoluments				
are as follows:—				
Chairman's Emoluments		26,434		23,957
Other Directors:				
Pay Range		Number		Number
Nil		2		2
£10,001 to £15,000		—		1
£15,001 to £20,000		1		1
£20,001 to £25,000		1		—

5. Extraordinary Items	1982		1981	
	£	£	£	£
<i>Insurance claims (see note 17)</i>		538,699		—
<i>Less: Taxation and deferred taxation relating thereto</i>	95,446		—	
Regional Development Grant adjustment	4,102		—	
Provision for loss on cancellation of leasing contract	50,000		—	
Provision for costs of factory closure	—		147,000	
Advance Corporation Tax irrecoverable	—		17,050	
	<u>149,548</u>		<u>164,050</u>	
Transfer from Deferred Taxation	17,570	131,978	149,595	14,455
		<u>406,721</u>		<u>£(14,455)</u>

6. Fixed Assets	Leasehold	Plant	Total
	Building	and	
	(Long term)	Equipment	£
	£	£	£
At 1 February, 1981 at cost	51,932	1,098,453	1,150,385
Additions	—	157,041	157,041
Cost of disposals	—	(839,069)	(839,069)
	<u>£51,932</u>	<u>£416,425</u>	<u>£468,357</u>
At 31 January, 1982 at cost			
Aggregate depreciation			
At 1 February, 1981	7,323	785,701	793,024
Amount provided	1,039	75,826	76,865
Elimination on disposals	—	(649,252)	(649,252)
	<u>£8,362</u>	<u>£212,275</u>	<u>£220,637</u>
At 31 January, 1982			
Net book value	<u>£43,570</u>	<u>£204,150</u>	<u>£247,720</u>
Fixed assets of the parent company comprise:			
Plant and equipment		57,389	
Cost (including Additions of £Nil Disposals £Nil)		35,472	£21,917
less: depreciation			

7. Stocks	1982	1981
	£	£
The main categories of stock comprise:		
Raw materials and sundry stocks	134,717	275,683
Work in progress	39,697	176,123
Finished goods	148,888	470,073
	<u>£323,302</u>	<u>£921,879</u>

8. Interest in Subsidiaries

	The Company	
	1982	1981
	£	£
Shares at cost, less amounts written off	301,524	301,527
Amounts due by Subsidiaries	589,877	654,479
	<u>891,401</u>	<u>956,006</u>
Amounts due to Subsidiaries	459,401	61,703
	<u>£432,000</u>	<u>£894,303</u>

9. Bank Overdrafts (secured)

The Company has guaranteed the bank overdrafts of subsidiary companies. At 31 January, 1982 the overdrafts amounted to £ Nil.

10. Deferred Taxation

The group provision for deferred taxation, being the full potential liability, is as follows:—

	1982	1981
	£	£
Chargeable gains	75,592	17,570
Less: Advance Corporation Tax	8,529	—
	<u>£67,063</u>	<u>£17,570</u>

11. Loans and other borrowings

(a) A loan of £108,000 is repayable by 6 equal half-yearly instalments bearing interest at 10.75 per cent. per annum.

A loan of £200,000 is repayable by 10 half-yearly instalments commencing on 15 March, 1982, bearing interest at 9.5 per cent. per annum.

A loan of £44,798 is repayable by 32 monthly instalments bearing interest at 14.16 per cent. per annum. This loan has subsequently been repaid.

Other loans for the acquisition of fixed assets totalled £65,730 repayable by monthly instalments at varying rates of interest.

(b) The group's aggregate borrowings are repayable as follows:—

	Bank loans and overdrafts		Other borrowings	
	The Company	The Group	The Company	The Group
	£	£	£	£
In 1 year or less	61,464	16,800	40,444	115,528
Between 1 and 2 years	—	16,800	36,000	90,535
Between 2 and 5 years	—	11,198	36,000	167,667
	<u>£61,464</u>	<u>£44,798</u>	<u>£112,444</u>	<u>£373,730</u>

The loans and bank advances are secured

Delyn Packaging plc and its Subsidiary Companies

12. Share Capital			1982	1981
			£	£
Ordinary Shares of 20p each Authorised			550,000	550,000
Issued and Fully Paid			<u>£398,000</u>	<u>£398,000</u>
13. Reserves	The Company		The Group	
	1982	1981	1982	1981
	£	£	£	£
Share Premium Account	67,734	67,734	67,734	67,734
Capital	<u>—</u>	<u>—</u>	25,417	25,414
Profit and Loss Account	3,624	(119,756)	529,375	(12,761)
Total Reserves	<u>£71,358</u>	<u>£(52,022)</u>	<u>£622,526</u>	<u>£80,387</u>
14. Grants Equalisation Account			The Group	
			1982	1981
			£	£
Government Grants At 1 February, 1981			48,953	43,522
Claims Submitted			<u>7,737</u>	<u>17,550</u>
			56,690	61,072
Provision for claims repayable			(27,231)	—
Transfer to Profit and Loss Account			(9,938)	(12,119)
Adjustment to Extraordinary item (note 5)			<u>4,102</u>	<u>—</u>
			<u>£23,623</u>	<u>£48,953</u>
15. Contingent Liabilities			The Group	
			1982	1981
			£	£
In respect of Government Grants amounting to			<u>10,587</u>	<u>35,847</u>
16. Capital Expenditure				
Amounts approved by the directors in respect of capital expenditure not provided for in these accounts amounted to £412,000 (1981—£103,728) for which contracts had been placed.				

17. Insurance claims—snow damage

On 9th January 1982 a major part of the group's factory at Caerphilly was severely damaged by the weight of snow causing the roof to collapse.

The accounting treatment of the resulting insurance claims is set out below.

Premises

The Caerphilly premises were held on a long lease at a rental of £65,000 per annum. The Insurers have agreed an indemnity settlement based on re-building cost which has been applied to the purchase of the Head Lease and also to the erection of a new factory of approximately 42,000 square feet. On completion the Group will own premises of 77,000 square feet on a 982 year Lease at a ground rent of £665 per annum.

Plant and Machinery

The indemnity settlement on the plant destroyed or damaged has given rise to a surplus over book value as shown under extraordinary items in note 5. Orders have been approved for new machinery amounting to £412,000 as shown under capital expenditure in note 16.

Stocks

The recovery from insurers for stock and work in progress lost has been included in these accounts.

Consequential Loss Claim

Nothing has been included in respect of profits and overheads except for wages and specific extra costs of working expenditure as the damage occurred close to the Company's financial year end.

Statement of Source and Application of Funds

For the 52 weeks ended 31 January, 1982	1982 £000	1981 £000
Source of funds		
Operating Profit before Taxation	157	19
Adjustment for items not involving the movement of funds:		
Depreciation of Fixed Assets	67	72
Profit on Sale of Fixed Assets	(25)	(28)
Total generated from operations	199	63
Proceeds of Sale of Fixed Assets	39	31
Loan repaid	(105)	(40)
Government grants received/(repayable)	(19)	17
Insurance claims re Fixed Assets	664	—
	<u>778</u>	<u>71</u>
Application of Funds		
Extraordinary Items	—	147
Purchase of Fixed Assets	157	114
Movement in Working Capital		
(Decrease) in Stocks	(599)	(229)
Increase in Debtors	831	112
(Increase)/Decrease in Creditors	89	(65)
	<u>478</u>	<u>79</u>
Movement in Net Liquid Funds		
(Increase)/Decrease in Bank Overdrafts	<u>300</u>	<u>(8)</u>

Auditors' Report

To the Members of Delyn Packaging plc

We have audited the financial statements on pages 6 to 13 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 state of affairs of the company and the group at 31 January, 1982 and of the profit and source and application of funds of the group for the period then ended and comply with the Companies Acts 1948 to 1981.

In our opinion, the abridged supplementary current cost accounts set out on pages 14 to 16 have been properly prepared, in accordance with the policies and methods described in notes 1 to 3, to give the information required by Statement of Standard Accounting Practice No. 16.

St. Alphage House,
Fore Street,
London, EC2Y 5DH.

21 July, 1982

Hacker Young
Chartered Accountants

Consolidated Current Cost Profit and Loss Account

For the 52 weeks ended 31 January, 1982

	1982		1981	
	£	£	£	£
Group Turnover		<u>5,105,043</u>		<u>6,559,773</u>
Group Profit before interest and taxation, as in the historical cost accounts		274,263		231,345
Current cost operating adjustments:				
Additional depreciation	(65,168)		(104,151)	
Cost of sales	(51,952)		(123,610)	
Monetary working capital	33,357		(116,034)	
		<u>(83,763)</u>	<u>(343,795)</u>	
Current cost operating profit/(loss)		190,500		(112,450)
Gearing adjustment	—		158,765	
Exceptional item	—		(1,220)	
Interest payable	(117,224)		(211,257)	
		<u>(117,224)</u>	<u>(53,712)</u>	
Current cost profit/(loss) before taxation		73,276		(166,162)
Taxation		(1,724)		—
Current cost profit/(loss) after taxation		71,552		(166,162)
Extraordinary items, as in the historical cost accounts	406,721		(14,455)	
Less: Current cost disposal adjustments thereon	(98,049)		—	
		<u>308,672</u>	<u>(14,455)</u>	
Group current cost profit/(loss) for the period		380,224		(180,617)
Dividend		(19,900)		—
Group current cost profit/(loss) retained		<u>£360,324</u>		<u>£(180,617)</u>
Current cost profit/(loss) per share		3.5956p		(8.3498p)
Statement of Retained Profits and Reserves				
Current cost profit/(loss) for the period		360,324		(180,617)
Movements on current cost reserve for the period		38,641		119,284
Movements on other reserves for the period		(25,327)		5,431
		<u>373,638</u>		<u>(55,902)</u>
Retained profits and reserves brought forward (including £17,174 historical cost losses brought forward)		388,112		444,014
Retained profits and reserves carried forward		<u>£761,750</u>		<u>£388,112</u>

Summarised Consolidated Current Cost Balance Sheet

As at 31 January, 1982

	Notes	1982		1981	
		£	£	£	£
Fixed Assets	2		358,438		608,014
Net Current Assets					
Stocks		328,185		929,198	
Trade debtors less creditors		33,420		(72,684)	
Total Working Capital		<u>361,605</u>		<u>856,514</u>	
Dividends		(19,900)		—	
Other current assets less current liabilities		940,754		(138,009)	
			<u>1,282,459</u>		<u>718,505</u>
			1,640,897		1,327,319
Loans		414,084		523,637	
Deferred Taxation		67,063		17,570	
			<u>481,147</u>		<u>541,207</u>
			<u>£1,159,750</u>		<u>£786,112</u>
Financed by					
Share Capital			398,000		398,000
Current Cost Reserve	3	482,443		443,802	
Retained profits and other reserves		279,307		(55,690)	
			<u>761,750</u>		<u>388,112</u>
Shareholders' Funds			<u>£1,159,750</u>		<u>£786,112</u>

Notes to Current Cost Accounts

1. Accounting Policies

(a) Basis

The current cost accounts have been prepared on the basis of the accounting policies set out on page 8 save as indicated in the notes below and in accordance with Statement of Standard Accounting Practice 16. Comparative figures for the previous period are shown in values relating to that period without further adjustment.

(b) Fixed Assets

Fixed assets have been restated using appropriate government indices applied to historical costs.

(c) Current cost Adjustments

(i) Additional depreciation

This is the difference between depreciation based on the current value to the group of fixed assets in use and the depreciation charged in the historical accounts.

(ii) Cost of Sales

This is calculated on the averaging method using official indices.

(iii) Monetary working capital

This is calculated on the average excess of trade debtors over trade creditors by reference to relevant price indices.

(d) Gearing adjustment

This is calculated on the average of the opening and closing balance sheets and is the proportion of the current cost adjustments which relate to operating assets financed by net borrowings rather than shareholders' funds.

2. Fixed Assets	Gross current cost £	Accumulated Depreciation £	1982 Net Current cost £	1981 Net Current cost £
Leasehold buildings	140,736	22,661	118,075	125,193
Plant and Equipment	811,799	571,436	240,363	483,621
	<u>£952,535</u>	<u>£594,097</u>	<u>£358,438</u>	<u>£608,814</u>

3. Current Cost Reserve	£	£
Opening Balance	443,802	324,518
Changes in unrealised revaluation surpluses:		
Leasehold Building	(6,079)	16,794
Plant and Equipment	(134,656)	(66,525)
Stock	(2,436)	(16,015)
	<u>300,631</u>	<u>258,772</u>
Current Cost Operating Adjustments	83,763	343,795
Disposal adjustment relating to extraordinary items	98,049	—
Gearing Adjustment	—	(158,765)
	<u>£482,443</u>	<u>£443,802</u>
Closing Balance		
Of which: Unrealised	115,601	258,772
Realised	366,842	185,030
	<u>£482,443</u>	<u>£443,802</u>

DELYN PACKAGING PLC

PROFIT AND LOSS ACCOUNTS

31 JANUARY 1982



Hacker Young
Chartered Accountants
St. Alphage House 2 Fore Street
London EC2Y 5DH

DELYN PACKAGING PLC
 PROFIT AND LOSS ACCOUNT
 FOR THE 52 WEEKS ENDED 31 JANUARY 1982

1.

1 February 1982

OPERATING PROFIT	£ 15,000	£ 22,662
Deduct: Interest payable	14,996	22,207
	4	455
NET PROFIT before taxation		
TAXATION based on current profits		
Corporation tax	(1,724)	-
Advance corporation tax irrecoverable	-	(9,447)
	(1,720)	(8,992)
NET LOSS after taxation		
DIVIDEND from subsidiary company	145,000	-
	143,280	(8,992)
PROPOSED DIVIDEND	19,900	-
	123,380	(8,992)
ADVERSE BALANCE brought forward	(119,756)	(110,764)
RETAINED PROFITS (1981 - ADVERSE BALANCE) carried forward	£ 3,624	£(119,756)

X
Adverse
of
~~119,756~~
119,756

DELYN PACKAGING PLC

2.

TRADING AND PROFIT AND LOSS ACCOUNT
 FOR THE 52 WEEKS ENDED 31 JANUARY 1982

		<u>1 February 1981</u>
SUNDRY INCOME		
Management fees	£ 170,000	£ 173,000
Interest	408	75
Interest on taxation	115	-
	<hr/>	<hr/>
	<u>£ 170,523</u>	<u>£ 173,075</u>
 SUNDRY EXPENDITURE		
Rent, rates and office expenses	£ 3,754	£ 12,809
Salaries	11,497	13,759
Postage and stationery	2,644	2,722
Telephone	1,051	813
Group sickness insurances	3,371	2,804
Pension contributions	5,667	5,266
Registrars fees and expenses	1,843	1,749
Travelling and entertaining	22,402	17,433
Sundry expenses	4,385	5,305
Loan interest	12,817	16,644
Hire purchase interest	2,179	5,563
Legal and professional charges	14,495	9,281
Audit fee	5,000	4,750
Interest on taxation	-	500
	<hr/>	<hr/>
	£ 91,105	£ 99,398
 DEPRECIATION		
Fixtures and fittings	£ 468	£ 468
Motor vehicles	13,177	13,177
	<hr/>	<hr/>
	13,645	13,645
 DIRECTORS' REMUNERATION		
	<hr/>	<hr/>
	65,769	59,577
	<hr/>	<hr/>
	<u>£ 170,519</u>	<u>£ 172,620</u>
 NET PROFIT before taxation		
	<hr/>	<hr/>
	£ 4	£ 455
	=====	=====