

ALLEN & HANBURYS LIMITED

STATUTORY ACCOUNTS

FOR THE 52 WEEKS ENDED 29TH JUNE 1979

REPORT OF THE DIRECTORS

FOR THE 52 WEEKS ENDED 29TH JUNE 1979

In submitting the Accounts and the Auditors' Report, for the period ended 29th June 1979, the Directors report that no Profit and Loss Account has been prepared for the period because the benefit of the income is taken by and the expenditure borne by the parent company, Glaxo Operations UK Limited.

Dividends

The Directors recommend that no dividend be paid in respect of the period.

Capital

The Company has issued no shares or debentures during the period.

Transfer of Assets and Liabilities

The assets and liabilities of the Company were transferred to the parent company, Glaxo Operations UK Limited, on 1st July 1978.

Principal Activities

The principal activity of the Company is the sale of pharmaceutical products. From 1st July 1978, the Company's manufacturing operations have been carried on by Glaxo Operations UK Limited.

Directors

The following have served as Directors of the Company throughout the period, except as indicated:-

Mr. E R C Farmer	Chairman
Mr. M J Smith	Managing Director to 31.8.78
Mr. B E Baker	From 22.1.79
Mr. J R P Eastcott	
Mr. J W Strafford	

Under the provisions of Article 97 of the Company's Articles of Association Mr. J W Strafford, the Director retiring by rotation retires and, being eligible, offers himself for re-election.

Mr. B E Baker, having been appointed a Director with effect from 22nd January 1979, under the provisions of Article 84 of the Company's Articles of Association retires and, being eligible, offers himself for re-election.

No Director had during the period, or at the end of the period, any material interest in any contract of significance to the Company's business.

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No arrangements to which the Company was a party subsisted at the end of the period, or at any time during the period, which would enable Directors or their families to acquire benefits by means of the acquisition of shares in or debentures of the Company or any other body corporate.

The Directors and their families had no beneficial interest in shares or stock of the Company or its parent company, Glaxo Operations UK Limited, as at 30th June 1978 and 29th June 1979. Their interests in shares and stock of the ultimate holding company, Glaxo Holdings Limited, as at the said dates were as follows:-

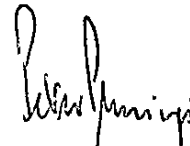
	<u>Glaxo Holdings Limited</u>			
	<u>Ordinary Shares</u>	<u>7½% Convertible</u>	<u>Unsecured Loan Stock 1985</u>	
	<u>of 50p each</u>		<u>30.6.78</u>	<u>29.6.79</u>
	<u>30.6.78</u>	<u>29.6.79</u>	<u>30.6.78</u>	<u>29.6.79</u>
Mr. E R C Farmer	-	-	-	-
Mr. B E Baker	*317	317	*-	-
Mr. J P R Eastcott	90	90	-	-
Mr. J W Strafford	107	107	£52	£52

*at date of appointment

Auditors

The Auditors, Messrs. Clark Pixley, retire in accordance with Section 14 of the Companies Act 1976 and offer themselves for re-appointment at the forthcoming Annual General Meeting.

By Order of the Board



Secretary

30th November 1979

ALLEN & HANBURY LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE 52 WEEKS ENDED 29TH JUNE 1979

	Note	1979 (52 Weeks) £	1978 (52 Weeks) £
Trading Profit	4	-	8,284,476
Dividends receivable from Subsidiary Companies		-	713,747
Unquoted Investment		-	6
Profit before taxation		-	8,998,231
Taxation		-	4,389,371
Profit after taxation		-	4,608,860
Write down of Fixed Assets	5	(3,193,748)	-
Dividend		(3,193,748)	4,608,260
		-	(8,557,377)
Transfer from Reserves		(3,193,748)	(3,948,517)
		3,193,748	3,948,517
		-	-


MOVEMENT ON RESERVES STATEMENT

	1979 (52 Weeks) £	1978 (52 Weeks) £
Total reserves at 1st July 1978	4,859,888	8,808,405
Transfer to Profit and Loss Account	(3,193,748)	(3,948,517)
Total reserves at 29th June 1979	1,666,140	4,859,888
being:-		
Share premium account	410,000	410,000
General reserves	1,256,140	4,449,888
	1,666,140	4,859,888

The annexed notes form an integral part of the Accounts

BALANCE SHEET29TH JUNE 1979

	<u>Note</u>	<u>1979</u>	<u>1978</u>
		£	£
CAPITAL EMPLOYED			
Capital and Reserves			
Ordinary Shares	6	963,400	963,400
Reserves		<u>1,666,140</u>	<u>4,859,888</u>
		2,629,540	5,823,288
Deferred Taxation		-	7,252,000
Investment Grants		-	7,542
		<u>2,629,540</u>	<u>13,082,830</u>
EMPLOYMENT OF CAPITAL			
Fixed Assets	7	-	10,953,414
Subsidiary Companies			
Shareholding		-	236,258
Current Accounts		-	<u>1,504,452</u>
		-	1,740,710
Unquoted Investments		-	385
Amounts due from other Glaxo group companies		2,629,540	4,721,607
Current Assets			
Stocks		-	7,822,350
Debtors		-	4,080,667
Cash		-	<u>46,785</u>
		-	11,949,802
		<u>2,629,540</u>	<u>29,365,918</u>
Deduct			
Amounts due to other Glaxo group companies		-	1,360,758
Current Liabilities			
Creditors		-	3,657,266
Bank Overdraft		-	1,409,528
Taxation		-	1,298,159
Dividend		-	<u>8,557,377</u>
		-	14,922,330
		<u>2,629,540</u>	<u>13,082,830</u>


 B. E. Baker, Directors

The annexed notes form an integral part of the Accounts

NOTES ON THE ACCOUNTS - 29TH JUNE 1979

1. Holding Company

Allen & Hanburys Limited became a wholly owned subsidiary of Glaxo Operations UK Limited on 1st July 1978. The ultimate holding company is Glaxo Holdings Limited, which is incorporated in Great Britain.

2. Transfer of Assets and Liabilities

The assets and liabilities of the Company were transferred to the parent company, Glaxo Operations UK Limited, on 1st July 1978.

3. Subsidiary Companies

The subsidiaries of the Company as at 30th June 1978, Duncan Flockhart & Co. Limited and Laminated Plastic Products Limited, became subsidiaries of Glaxo Operations UK Limited, on 1st July 1978.

4. Profit and Loss Account

No Profit or Loss Account has been prepared for the period because the benefit of the income is taken by and the expenditure borne by the parent Company, Glaxo Operations UK Limited.

5. Write Down of Fixed Assets

In 1972, the Company made a surplus of £3,193,748 on the transfer to other Group Companies of interests in certain freehold properties which it occupied. This surplus was credited to Reserves.

These interests were sold back to the Company on 1st July 1978, and were written down by the £3,193,748 to their original cost. The properties were then sold to Glaxo Operations UK Limited at their original cost, less depreciation, also on 1st July 1978.

6. Share Capital

Authorised: 1,000,000 Ordinary Shares of £1 each
Issued: 963,400 Ordinary Shares of £1 each

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	<u>Freehold Land and Buildings</u> £	<u>Short Leasehold Buildings</u> £	<u>Machinery Plant and Equipment</u> £	<u>Total</u> £
i) <u>Cost</u>				
Balance at 1st July 1978	5,754,960	40,102	9,176,455	14,971,517
Transfer from other Glaxo group companies*	1,356,849	-	-	1,356,849
Transfers to Glaxo Operations UK Ltd	(7,111,809)	(40,102)	(9,176,455)	(16,328,366)
Balance at 29th June 1979	-	-	-	-
ii) <u>Depreciation</u>				
Balance at 1st July 1978	250,331	35,968	3,731,804	4,018,103
Transfer from other Glaxo group companies	568,930	-	-	568,930
Transfers to Glaxo Operations UK Ltd	(819,261)	(35,968)	(3,731,804)	(4,587,033)
Balance at 29th June 1979	-	-	-	-
iii) <u>Net Book Value</u>				
At 29th June 1979	-	-	-	-
At 30th June 1978	5,504,629	4,134	5,444,651	10,953,414

*at original cost (see note 5)

ALLEN & HANBURY LIMITED

REPORT OF THE AUDITORS

TO THE MEMBERS OF ALLEN & HANBURY LIMITED

We have examined the annexed Accounts. In our opinion the Accounts give a true and fair view of the state of affairs of the Company at 29th June 1979, and comply with the Companies Acts 1948 and 1967.

Clark R. R. R.
Chartered Accountants

30th November 1979
London