

ALTAIR VENTILATION PRODUCTS LIMITEDINDEX

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ALTAIR VENTILATION PRODUCTS LIMITED

REPORT OF THE DIRECTORS

YEAR ENDED 31ST MAY 1982

The directors submit their report and financial statements for the year ended 31st May 1982.

1. Results

The profit and loss account is set out on page 3.

2. Activities

The principal activity of the company continued to be that of manufacturing ventilation equipment.

3. Fixed assets

Movements in fixed assets are set out in note 5 on the financial statements. In the directors opinion the market value of the freehold properties is substantially in excess of the book value, but no professional valuation has been carried out.

4. Directors

The directors who have served during the year and their interests in the shares of the company are as follows:

	<u>31st May 1982</u>	<u>1st June 1981</u>
B.D. Croft	999	999
G.D. Thomas	<u>1</u>	<u>1</u>

Mr. G.D. Thomas retires by rotation and, being eligible, offers himself for re-election.

5. Taxation status

The close company provisions of the Income and Corporation Taxes Act 1970 apply to the company.

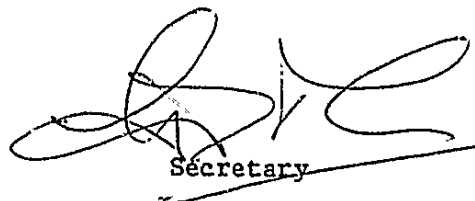
6. Auditors

The auditors, Howard Watson Smith & Co., who retire in compliance with section 14(1) of the Companies Act 1976, offer themselves for re-appointment.

BY ORDER OF THE BOARD

Elvian House  
18/20 St. Andrew Street  
London EC4A 3AE

10 December 1982

  
Secretary

REPORT OF THE AUDITORS TO THE MEMBERS OF

ALTAIR VENTILATION PRODUCTS LIMITED

We have audited the financial statements set out on pages 3 to 8 in accordance with approved auditing standards.

As explained in note 1 no depreciation has been provided on the freehold properties as required by Statement of Standard Accounting Practice number 12.

Subject to the matter referred to in the preceding paragraph, 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 at 31st May 1982 and of the profit and source and application of funds for the year then ended and comply with the Companies Acts 1948 to 1981, in so far as the provisions contained therein apply to these financial statements.

MILTON KEYNES

10th December 1982

*Howard Weber Smith*

CHARTERED ACCOUNTANTS

ALTAIR VENTILATION PRODUCTS LIMITED

PROFIT AND LOSS ACCOUNT

YEAR ENDED 31ST MAY 1982

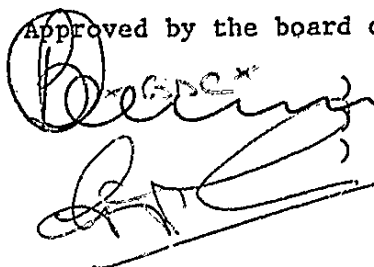
	<u>Note</u>	<u>1982</u>	<u>1981</u>
		£	£
Profit before taxation		131,875	93,863
After charging:			
Depreciation	5	25,734	21,779
Auditors' remuneration		1,200	730
Directors' emoluments	2	<u>196,309</u>	<u>195,809</u>
And crediting:			
Deposit interest		<u>7,085</u>	<u>4,239</u>
Taxation	3	<u>63,217</u>	<u>16,067</u>
Profit after taxation		68,658	77,796
Extraordinary item	4	<u>6,999</u>	<u>(1,306)</u>
Retained profit for the year		<u>£61,659</u>	<u>£79,102</u>

ALTAIR VENTILATION PRODUCTS LIMITED

BALANCE SHEET AT 31ST MAY 1982

	<u>Note</u>	<u>1982</u>	<u>1981</u>
		£	£
Fixed assets	5	515,090	485,959
Investment in subsidiary	6	106,065	14,971
Other investment	7	5,105	5,105
Current assets			
Stocks	1c	49,788	39,551
Debtors		161,449	253,152
Building society deposits		-	412
Bank and cash balances		120,508	10,709
		<u>331,745</u>	<u>303,824</u>
Current liabilities			
Creditors		328,794	249,813
Directors' current account		78,792	62,921
Taxation	8	51,122	73,020
		<u>458,708</u>	<u>385,754</u>
Net current (liabilities)		(126,963)	(81,930)
		<u>£499,297</u>	<u>£424,105</u>
Financed by			
Share capital	9	1,000	1,000
Reserves	10	417,171	355,512
		<u>418,171</u>	<u>356,512</u>
Deferred taxation	11	81,126	67,593
		<u>£499,297</u>	<u>£424,105</u>

Approved by the board on 18 December 1982

 DIRECTORS

ALTAIR VENTILATION PRODUCTS LIMITED

SOURCE AND APPLICATION OF FUNDS

YEAR ENDED 31ST MAY 1982

	£	<u>1982</u>	£	£	<u>1981</u>	£
Source of funds						
Profit before taxation			131,875		93,863	
Adjustment for items not involving the movement of funds:						
Depreciation	25,734			21,779		
Surplus on disposal of fixed assets	(3,225)			-		
		<u>22,509</u>			<u>21,779</u>	
Total generated from operations		154,384			115,642	
Funds from other sources						
Proceeds from disposals of fixed assets		7,301			-	
		<u>161,685</u>			<u>115,642</u>	
Application of funds						
Purchase of fixed assets	58,941			35,839		
Increase in loan to subsidiary	98,093			-		
Taxation paid	71,582			52,014		
Purchase of investments	-			5,105		
		<u>228,616</u>			<u>92,958</u>	
Net (outflow)/inflow of funds		<u>£ (66,931)</u>			<u>£ 22,684</u>	
(Decrease)/increase in working capital						
Increase/(decrease) in stocks	10,237			(54,293)		
(Decrease)/increase in debtors	(91,703)			183,543		
(Increase) in creditors	(78,981)			(45,130)		
(Increase) in directors' current account	(15,871)			(39,887)		
		<u>(176,318)</u>			<u>44,233</u>	
Movement in net liquid funds						
(Decrease)/increase in building society deposit	(412)			35		
Increase/(decrease) in bank and cash balances	109,799			(21,584)		
		<u>109,387</u>			<u>(21,549)</u>	
Net (decrease)/increase in working capital		<u>£ (66,931)</u>			<u>£ 22,684</u>	

ALTAIR VENTILATION PRODUCTS LIMITED

NOTES ON THE FINANCIAL STATEMENTS

YEAR ENDED 31ST MAY 1982

1. Accounting policies

a) Financial statements

The financial statements have been prepared in compliance with S.149A and Schedule 8A of the Companies Act 1948.

b) Depreciation

No depreciation is provided on freehold properties. Other fixed assets are depreciated to write off their cost in equal annual instalments over their anticipated normal lives at the following rates:

Plant and machinery	-	15%
Office equipment and furniture	-	10%
Motor vehicles	-	25%

c) Stocks

Stocks are valued at the lower of cost and net realisable value.

d) Subsidiary company

The accounts of the subsidiary company, Altair Australian Filters Pty. Limited, for the year ended 30th June 1981 have not been consolidated as the directors are of the opinion that to do so would be of no real value to members in view of the insignificant amounts involved. The directors' opinion is that the value of the investment in the subsidiary is not less than the amount at which it is included in the balance sheet. The subsidiary's accounting reference period is fixed by Australian company law.

e) Deferred taxation

Deferred taxation is provided in the accounts at 52% using the liability method, to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for corporation tax purposes.

f) Translation of foreign currencies

Items in the accounts expressed in foreign currencies have been translated at the rate ruling at 31st May 1982.

2. Directors emoluments

The chairman's emoluments (excluding pension contributions) were £150,000 (1981 £150,000). The other director received emoluments in the category £0 - £5,000 (1981 £0 - £5,000).

ALTAIR VENTILATION PRODUCTS LIMITED  
NOTES ON THE FINANCIAL STATEMENTS (CONTINUED)

YEAR ENDED 31ST MAY 1982

3. Taxation

	<u>1982</u> £	<u>1981</u> £
United Kingdom corporation tax at 52% based on profits for the year	51,750	37,745
Adjustment in respect of prior years	(2,066)	-
Transfer to (from) deferred taxation account	13,533	(21,678)
	<u>£ 63,217</u>	<u>£ 16,067</u>

4. Extraordinary item

Adjustment to investment in subsidiary company	<u>£ 6,999</u>	<u>£(1,306)</u>
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5. Fixed assets

	<u>Freehold properties</u> £	<u>Plant and machinery</u> £	<u>Office equipment and furniture</u> £	<u>Motor vehicles</u> £	<u>Total</u> £
<b>Cost</b>					
At beginning of year	426,116	35,690	21,868	56,923	540,597
Additions	18,454	12,394	4,691	23,402	58,941
Disposals	-	-	-	(12,719)	(12,719)
At end of year	<u>444,570</u>	<u>48,084</u>	<u>26,559</u>	<u>67,606</u>	<u>586,819</u>
<b>Depreciation</b>					
At beginning of year	-	13,890	7,931	32,817	54,638
Charge for the year	-	7,213	2,656	15,865	25,734
Eliminated on disposals	-	-	-	(8,643)	(8,643)
At end of year	<u>-</u>	<u>21,103</u>	<u>10,587</u>	<u>40,039</u>	<u>71,729</u>
<b>Net book value</b>					
At 31st May 1982	<u>444,570</u>	<u>26,981</u>	<u>15,972</u>	<u>27,567</u>	<u>515,090</u>
<b>Net book value</b>					
At 31st May 1981	<u>426,116</u>	<u>21,800</u>	<u>13,937</u>	<u>24,106</u>	<u>485,959</u>



ALTAIR VENTILATION PRODUCTS LIMITED  
NOTES ON THE FINANCIAL STATEMENTS (CONTINUED)

YEAR ENDED 31ST MAY 1982

6. Investment in subsidiary

	<u>1982</u> £	<u>1981</u> £
Altair Australian Filters Pty. Limited:		
2,000 ordinary shares of A\$1 each at cost		
less amount written off	1,770	1,705
The company is incorporated in Australia and the holding is 100% of the issued share capital		
Loan less amount written off	104,295	13,266
	<u>£106,065</u>	<u>£14,971</u>

7. Other investment

Krugerrands at cost		
Market value £3,120 (1981 £4,055)	£ 5,105	£ 5,105
	<u>£ 5,105</u>	<u>£ 5,105</u>

8. Taxation

Payable in respect of current year	51,750	37,730
(Recoverable)/payable in respect of prior years	(628)	35,290
	<u>£51,122</u>	<u>£73,020</u>

9. Share capital

Authorised, issued and fully paid 1,000		
Ordinary shares of £1 each	£ 1,000	£ 1,000
	<u>£ 1,000</u>	<u>£ 1,000</u>

10. Reserves

Retained profits:		
At beginning of year	355,512	276,410
For the year	61,659	79,102
	<u>£417,171</u>	<u>£355,512</u>
At end of year	<u>£417,171</u>	<u>£355,512</u>

11. Deferred taxation

Due to:

Capital allowances (including industrial building allowances)	£81,126	£67,593
	<u>£81,126</u>	<u>£67,593</u>