

ESDALE LIMITED

FINANCIAL STATEMENTS

30TH SEPTEMBER 1996

Company Registration Number 1071506



BURLINSON, STEWART & CO.  
Chartered Accountants & Registered Auditors  
21 Henrietta Street  
Batley  
WF17 5DW

ESDALE LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 30TH SEPTEMBER 1996

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ESDALE LIMITED

OFFICERS AND PROFESSIONAL ADVISERS

THE BOARD OF DIRECTORS

E. Brown  
D. Brown  
F. Eastwood  
J. Clough  
H. Brown  
D.R. Brown  
M.H. Ellis

COMPANY SECRETARY

D.R. Brown

REGISTERED OFFICE

Thomas Street  
Bradford Road  
Batley

AUDITORS

Burlinson, Stewart & Co.  
Chartered Accountants & Registered Auditors  
21 Henrietta Street  
Batley  
WF17 5DW

ESDALE LIMITED

THE DIRECTORS' REPORT

YEAR ENDED 30TH SEPTEMBER 1996

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 30th September 1996.

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The principal activity of the company during the year was as precision engineers and mould makers for the glass and plastic industries.

Esdale Foundry Limited ceased trading on 30th September 1995 and trading as a division of Esdale Limited commenced on 1st October 1995.

All divisions have produced good results which are an improvement on the previous year. There has been continued high capital investment at all divisions and this has been a major factor in the good results. Further significant investment is under way at the glass, foundry and plastics divisions. The customer base at the plastics and Hi-Tech divisions has continued to widen and the quality and standing of these new customers is very high. Predictions of performance for 1996/1997 are good and another sound year is expected.

RESULTS AND DIVIDENDS

The trading results for the year, and the company's financial position at the end of the year are shown in the attached financial statements.

The directors have recommended the following dividends:

	1996 £	1995 £
Dividends paid on ordinary shares	<u>96,000</u>	<u>64,000</u>

THE DIRECTORS AND THEIR INTERESTS IN SHARES OF THE COMPANY

The directors who served the company during the year together with their beneficial interests, including family holdings, in the shares of the company were as follows:

	Ordinary Shares of £1.00 each	
	At 30 Sep 96	At 1 Oct 95
E. Brown	6,250	6,250
D. Brown	4,000	4,000
F. Eastwood	2,500	2,500
J. Clough	1,250	1,250
H. Brown	-	-
D.R. Brown	4,875	4,875
M.H. Ellis	1,250	1,250
	<u>          </u>	<u>          </u>

ESDALE LIMITED

THE DIRECTORS' REPORT (continued)

YEAR ENDED 30TH SEPTEMBER 1996

Eric Brown has a nominal shareholding of one ordinary share in the wholly owned subsidiary, Esdale Foundry Limited. Other than this, no director has an interest in the subsidiary company shares.

**DIRECTORS' RESPONSIBILITIES**

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company at the end of the year and of the profit or loss for the year then ended.

In preparing those financial statements, the directors are required to select suitable accounting policies, as described on page 9, and then apply them on a consistent basis, making judgements and estimates that are prudent and reasonable. The directors must also prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

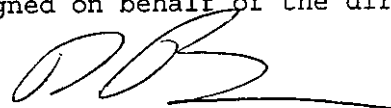
The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. The directors are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**AUDITORS**

A resolution to re-appoint Burlinson, Stewart & Co. as auditors for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985

Registered office:  
Thomas Street  
Bradford Road  
Batley

Signed on behalf of the directors



D.R. Brown  
Company secretary

Approved by the directors on 30th April 1997

ESDALE LIMITED

AUDITORS' REPORT TO THE SHAREHOLDERS

YEAR ENDED 30TH SEPTEMBER 1996

We have audited the financial statements on pages 5 to 19 which have been prepared under the historical cost convention and the accounting policies set out on page 9.

**RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITORS**

As described in the directors' report, the directors of the company are responsible for the preparation of the financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

**BASIS OF OPINION**

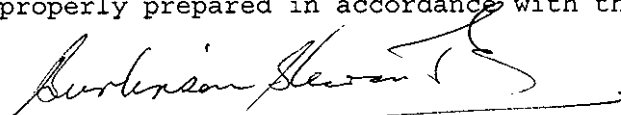
We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the circumstances of the company, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

**OPINION**

In our opinion the financial statements give a true and fair view of the state of affairs of the company as at 30th September 1996 and of its profit for the year then ended, and have been properly prepared in accordance with the Companies Act 1985.

21 Henrietta Street  
Batley  
WF17 5DW



BURLINSON, STEWART & CO.  
Chartered Accountants  
& Registered Auditors

30th April 1997

ESDALE LIMITED

BALANCE SHEET

30TH SEPTEMBER 1996

	Note	1996		1995	
		£	£	£	£
<b>FIXED ASSETS</b>					
Tangible assets	10		3,144,128		2,627,867
Investments	11		20,302		20,302
			<u>3,164,430</u>		<u>2,648,169</u>
<b>CURRENT ASSETS</b>					
Stocks	12	748,033		466,431	
Debtors	13	1,383,544		1,370,878	
Cash at bank and in hand		1,680		11,022	
			<u>2,133,257</u>	<u>1,848,331</u>	
<b>CREDITORS: Amounts falling due within one year</b>	14	(2,362,979)		(1,952,321)	
<b>NET CURRENT LIABILITIES</b>			(229,722)		(103,990)
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>2,934,708</u>		<u>2,544,179</u>
<b>CREDITORS: Amounts falling due after more than one year</b>	15		(150,493)		(193,274)
			<u>2,784,215</u>		<u>2,350,905</u>
<b>PROVISIONS FOR LIABILITIES AND CHARGES</b>					
Deferred taxation	17		(100,000)		(100,000)
<b>NET ASSETS</b>			<u>2,684,215</u>		<u>2,250,905</u>
<b>CAPITAL AND RESERVES</b>					
Equity share capital	19		25,000		25,000
Profit and loss account			2,659,215		2,225,905
<b>SHAREHOLDERS' FUNDS</b>	20		<u>2,684,215</u>		<u>2,250,905</u>

These financial statements were approved by the directors on the 30th April 1997 and are signed on their behalf by:

F. EASTWOOD  
Director



The notes on pages 9 to 19 form part of these financial statements.

ESDALE LIMITED

AUDITORS' REPORT TO THE SHAREHOLDERS

YEAR ENDED 30TH SEPTEMBER 1996

We have audited the financial statements on pages 5 to 19 which have been prepared under the historical cost convention and the accounting policies set out on page 9.

**RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITORS**

As described in the directors' report, the directors of the company are responsible for the preparation of the financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

**BASIS OF OPINION**

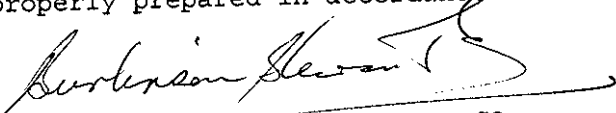
We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the circumstances of the company, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

**OPINION**

In our opinion the financial statements give a true and fair view of the state of affairs of the company as at 30th September 1996 and of its profit for the year then ended, and have been properly prepared in accordance with the Companies Act 1985.

21 Henrietta Street  
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BURLINSON, STEWART & CO.  
Chartered Accountants  
& Registered Auditors

30th April 1997



ESDALE LIMITED

CASH FLOW STATEMENT

YEAR ENDED 30TH SEPTEMBER 1996

		1996		1995
	21	£	£	£
NET CASH INFLOW FROM OPERATING ACTIVITIES	21		885,966	1,084,867
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE				
Interest received		2,521		5,166
Interest paid		(20,482)		(22,846)
Interest element of finance lease rental payments		(16,578)		(13,228)
Dividends paid		(96,000)		(64,000)
Net cash outflow from returns on investments and servicing of finance		<u>          </u>	(130,539)	<u>          </u> (94,908)
TAXATION				
Corporation tax paid		(120,678)		(69,559)
Taxes paid			(120,678)	(69,559)
INVESTING ACTIVITIES				
Payments to acquire tangible fixed assets		(798,944)		(763,349)
Receipts from sale of fixed assets		114,755		34,165
Net cash outflow from investing activities		<u>          </u>	(684,189)	<u>          </u> (729,184)
Net cash (outflow)/inflow before financing			(49,440)	191,216
Carried forward			<u>          </u> (49,440)	<u>          </u> 191,216

ESDALE LIMITED

CASH FLOW STATEMENT (continued)

YEAR ENDED 30TH SEPTEMBER 1996

	1996		1995	
	£	£	£	£
Brought forward		49,440		(191,216)
<b>FINANCING</b>				
Net outflow from long-term bank loans	(79,467)		(73,083)	
Net inflow in respect of finance leases	38,976		76,684	
Net outflow from other long-term creditors	-		(50,000)	
Net cash outflow from financing		<u>(40,491)</u>		<u>(46,399)</u>
(DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	22	<u>(89,931)</u>		<u>144,817</u>

ESDALE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30TH SEPTEMBER 1996

1. ACCOUNTING POLICIES

**Basis of accounting**

The financial statements have been prepared under the historical cost convention, and in accordance with applicable accounting standards.

**Consolidation**

In the opinion of the directors, the company and its subsidiary undertakings comprise a medium-sized group. The company has therefore taken advantage of the exemption provided by Section 248 of the Companies Act 1985 not to prepare group accounts.

**Turnover**

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

**Depreciation**

Depreciation is calculated so as to write off the cost of an asset over the useful economic life of that asset as follows:

Freehold buildings	2% on cost
Tools and equipment	10%/20% on cost
Motor vehicles	25% on reducing balance

**Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

**Work in progress**

Work in progress is valued on the basis of direct costs plus attributable overheads based on normal level of activity. Provision is made for any foreseeable losses where appropriate. No element of profit is included in the valuation of work in progress.

**Hire purchase agreements**

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account.

**Operating lease agreements**

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits as incurred.

**Pension costs**

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

ESDALE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30TH SEPTEMBER 1996

1. ACCOUNTING POLICIES (continued)

**Deferred taxation**

Provision is made, under the liability method, to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred or accelerated is accounted for in respect of all material timing differences to the extent that it is considered that a net liability may arise.

**Foreign currencies**

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

**Research and development**

Research and development expenditure is written off in the year in which it is incurred.

2. TURNOVER

The turnover and profit before tax are attributable to the one principal activity of the company.

An analysis of turnover by geographical location is as follows:-

	1996	1995
	£	£
United Kingdom	7315842	6555229
Europe	363483	258527
Other	5031	2086
	<u>7684356</u>	<u>6815842</u>

3. OPERATING PROFIT

Operating profit is stated after charging/(crediting):

	1996	1995
	£	£
Depreciation	419,509	270,973
Loss on disposal of fixed assets	-	3,764
Profit on disposal of fixed assets	(12,720)	-
Auditors' remuneration		
- as auditors	5,000	5,000
Operating lease costs:		
Plant and equipment	477	-
Net loss on foreign currency translation	386	112
	<u>          </u>	<u>          </u>

ESDALE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30TH SEPTEMBER 1996

4. PARTICULARS OF EMPLOYEES

The average number of staff employed by the company during the financial year amounted to:

	1996 No.	1995 No.
Number of production staff	191	181
Number of distribution staff	6	6
Number of administrative staff	15	14
	<u>212</u>	<u>201</u>

The aggregate payroll costs of the above were:

	1996 £	1995 £
Wages and salaries	3,768,396	3,252,686
Social security costs	330,640	282,021
Other pension costs	215,420	190,879
	<u>4,314,456</u>	<u>3,725,586</u>

5. DIRECTORS' EMOLUMENTS

The directors' emoluments, including pension contributions, were:

	1996 £	1995 £
Remuneration as directors	388,287	349,108
Benefits in kind	46,321	46,460
Pension contributions	62,873	42,761
	<u>497,481</u>	<u>438,329</u>

Emoluments excluding pension contributions:

	1996 £	1995 £
Chairman and highest paid director	<u>134,215</u>	<u>135,155</u>

ESDALE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30TH SEPTEMBER 1996

5. DIRECTORS' EMOLUMENTS (continued)

The number of directors, including the above, whose emoluments, excluding pension contributions, fell within the following ranges, were:

	1996 No.	1995 No.
£5,001 to £10,000	-	1
£10,001 to £15,000	1	-
£30,001 to £35,000	2	1
£35,001 to £40,000	-	2
£45,001 to £50,000	1	-
£65,001 to £70,000	-	1
£75,001 to £80,000	-	1
£85,001 to £90,000	2	-
£130,001 to £135,000	1	-
£135,001 to £140,000	-	1

No director had a material interest in any contract with the company.

6. INTEREST RECEIVABLE AND SIMILAR INCOME

	1996 £	1995 £
Bank interest receivable	2,521	3,442
Interest on corporation tax refund	-	1,724
	<u>2,521</u>	<u>5,166</u>

7. INTEREST PAYABLE AND SIMILAR CHARGES

	1996 £	1995 £
Interest payable on bank borrowing	17,825	18,297
Other similar charges payable	19,235	17,777
	<u>37,060</u>	<u>36,074</u>

ESDALE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30TH SEPTEMBER 1996

8. TAXATION ON PROFIT ON ORDINARY ACTIVITIES

	1996 £	1995 £
Corporation tax based on the results for the year at 30% (1995 - 31%)	210,708	112,248
Adjustment to provision in previous years	8,430	(3)
	<u>219,138</u>	<u>112,245</u>

9. DIVIDENDS

The following dividends have been paid during the year:

	1996 £	1995 £
Dividends paid on ordinary shares	<u>96,000</u>	<u>64,000</u>

10. TANGIBLE FIXED ASSETS

	Freehold Property £	Tools and equipment £	Motor Vehicles £	Total £
<b>COST</b>				
At 1st October 1995	776,049	4,584,949	404,887	5,765,885
Additions	33,486	582,670	182,788	798,944
Disposals	-	-	(169,776)	(169,776)
At 30th September 1996	<u>809,535</u>	<u>5,167,619</u>	<u>417,899</u>	<u>6,395,053</u>
<b>DEPRECIATION</b>				
At 1st October 1995	89,504	2,707,636	102,017	2,899,157
Charge for the year	12,564	325,077	81,868	419,509
On disposals	-	-	(67,741)	(67,741)
At 30th September 1996	<u>102,068</u>	<u>3,032,713</u>	<u>116,144</u>	<u>3,250,925</u>
<b>NET BOOK VALUE</b>				
At 30th September 1996	<u>707,467</u>	<u>2,134,906</u>	<u>301,755</u>	<u>3,144,128</u>
At 30th September 1995	<u>686,545</u>	<u>1,877,313</u>	<u>302,870</u>	<u>2,866,728</u>

Included in the fixed assets cost and depreciation at 1 October 1995 are amounts of £557390 and £318530 respectively, which have been transferred from Esdale Foundry Limited.

ESDALE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30TH SEPTEMBER 1996

10. TANGIBLE FIXED ASSETS (continued)

**Hire purchase agreements**

Included within the net book value £3,144,128 is £388,485 (1995 - £389,123) relating to assets held under hire purchase agreements. The depreciation charged to the accounts in the year in respect of such assets amounted to £55,270 (1995 - £43,559).

**Capital commitments**

	1996 £	1995 £
Contracted but not provided for in the accounts	565,415	-

11. INVESTMENTS

	£
<b>COST</b>	
At 1st October 1995 and 30th September 1996	20,302

The above investment represents 100% of the ordinary share capital of Esdale Foundry Limited, an unlisted company registered in England. Esdale Foundry Limited ceased trading on 30th September 1995 and began trading as a division of Esdale Limited on 1st October 1995. The aggregate amount of the capital and reserves of Esdale Foundry limited at 30th September 1996 were £446189 (1995:£446189) and the and the profit for the year then ended was fnil (1995:116741).

12. STOCKS

	1996 £	1995 £
Raw materials	360,228	247,178
Work in progress	347,649	181,593
Loose tools and sundries	40,156	37,660
	<u>748,033</u>	<u>466,431</u>

The replacement value of stocks is not significantly different from cost.

13. DEBTORS

	1996 £	1995 £
Trade debtors	1,358,940	1,361,819
Other debtors	700	100
Prepayments and accrued income	23,904	8,959
	<u>1,383,544</u>	<u>1,370,878</u>



ESDALE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30TH SEPTEMBER 1996

14. CREDITORS: Amounts falling due within one year

	1996		1995	
	£	£	£	£
Bank loans and overdrafts		256,420		170,306
Trade creditors		808,809		662,121
Amounts owed to group undertakings		446,189		205,247
Other creditors including taxation and social security:				
Advance Corporation Tax	24,000		16,000	
Corporation Tax	186,708		96,248	
PAYE and social security	153,722		108,450	
VAT	173,086		153,982	
Hire purchase agreements	135,810		133,520	
Other creditors	26,906		135,027	
Directors current accounts	7,132		72,086	
		<u>707,364</u>		<u>715,313</u>
Accruals and deferred income		144,197		199,334
		<u>2,362,979</u>		<u>1,952,321</u>

The following liabilities disclosed under creditors falling due within one year are secured by the company:

	1996	1995
	£	£
Bank loans and overdrafts	256,420	170,306
Hire purchase agreements	135,810	133,520
	<u>392,230</u>	<u>303,826</u>

The bank borrowings are secured by the freehold property and the hire purchase creditors are secured by the assets to which they relate.

15. CREDITORS: Amounts falling due after more than one year

	1996	1995
	£	£
Bank loans and overdrafts	10,136	89,603
Other creditors:		
Hire purchase agreements	140,357	103,671
	<u>150,493</u>	<u>193,274</u>

ESDALE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30TH SEPTEMBER 1996

15. CREDITORS: Amounts falling due after more than one year (continued)

The following liabilities disclosed under creditors falling due after more than one year are secured by the company:

	1996 £	1995 £
Bank loans and overdrafts	10,136	89,603
Hire purchase agreements	140,357	103,672
	<u>150,493</u>	<u>193,275</u>

The bank loan is secured by the freehold property and the hire purchase creditors are secured by the assets to which they relate.

16. CREDITORS - CAPITAL INSTRUMENTS

Creditors include finance capital which is due for repayment as follows:

	1996 £	1995 £
In one year or less, or on demand	392,230	303,826
Between one and two years	114,249	154,370
Between two and five years	36,244	38,904
	<u>542,723</u>	<u>497,100</u>

The above liabilities comprise bank loans, overdrafts and hire purchase agreements.

17. DEFERRED TAXATION

The balance of the deferred taxation provision throughout the year was £100,000.

The provision for deferred taxation consists of the tax effect of timing differences in respect of:-

	1996		1995	
	Provided £	Unprovided £	Provided £	Unprovided £
Excess of taxation allowances over depreciation on fixed assets	100,000	236,039	100,000	225,693
	<u>100,000</u>	<u>236,039</u>	<u>100,000</u>	<u>225,693</u>

ESDALE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30TH SEPTEMBER 1996

18. COMMITMENTS UNDER OPERATING LEASES

At 30th September 1996 the company had annual commitments under non-cancellable operating leases as set out below.

	Assets other than land and buildings	
	1996 £	1995 £
Operating leases which expire:		
Within 2 to 5 years	818	-
After more than 5 years	-	818
	<u>818</u>	<u>818</u>

19. SHARE CAPITAL

Authorised share capital:

	1996 £	1995 £
25,000 Ordinary shares of £1.00 each	25,000	25,000

Allotted, called up and fully paid:

	1996 £	1995 £
Ordinary share capital	25,000	25,000

20. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	1996 £	1995 £
Profit for the financial year	529,310	405,969
Dividends	(96,000)	(64,000)
	<u>433,310</u>	<u>341,969</u>
Opening shareholders' equity funds	2,250,905	1,908,936
Closing shareholders' equity funds	<u>2,684,215</u>	<u>2,250,905</u>

ESDALE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30TH SEPTEMBER 1996

21. RECONCILIATION OF OPERATING PROFIT TO  
NET CASH INFLOW FROM OPERATING ACTIVITIES

	1996 £	1995 £
Operating profit	782,987	549,122
Depreciation	419,509	270,974
(Profit)/Loss on disposal of fixed assets	(12,720)	3,764
Increase in stocks	(281,602)	(29,588)
Increase in debtors	(12,666)	(74,902)
(Decrease)/Increase in creditors	(9,542)	365,497
<b>Net cash inflow from operating activities</b>	<u>885,966</u>	<u>1,084,867</u>

22. ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS  
AS SHOWN IN THE BALANCE SHEET

	1996 £	Change in year £	1995 £	Change in year £	1994 £
Cash at bank and in hand	1,680	(9,342)	11,022	8,916	2,106
Bank overdraft	(176,367)	(80,589)	(95,778)	135,901	(231,679)
	<u>(174,687)</u>	<u>(89,931)</u>	<u>(84,756)</u>	<u>144,817</u>	<u>(229,573)</u>

23. ANALYSIS OF CHANGES IN CASH AND CASH EQUIVALENTS

	1996 £	1995 £
Balance brought forward	(84,756)	(229,573)
Net cash (outflow)/inflow	(89,931)	144,817
<b>Balance carried forward</b>	<u>(174,687)</u>	<u>(84,756)</u>

ESDALE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30TH SEPTEMBER 1996

24. ANALYSIS OF CHANGES IN FINANCING

	Loans and finance lease obligations	
	1996	1995
	£	£
Balance brought forward	193,274	274,527
Net cash outflow from financing	(42,781)	(81,253)
Balance carried forward	<u>150,493</u>	<u>193,274</u>

25. GROUP ACCOUNTS

These financial statements present information about Esdale Limited as an individual undertaking and not about its group.