

REPORT OF THE DIRECTORS

368254

The Directors submit herewith their Annual Report to the Members together with the Accounts for the year ended 31st December 1977. 94

Directors

The Directors serving throughout the financial year were:

B.W. Baker	K. Booth
H.H.R. Kettle	P.E. Rothwell
J. Cook	* E. Hughes
J. Mawdsley	D.T. Carr
	* D.O. Body

The Directors appointed during the financial year were:

None

The Directors ceasing to hold office during the financial year were:

M. Pharaoh (1.1.1977)

State of the Company's Affairs

The Company has not traded during the year to 31st December 1977.

Directors' Interests

The Directors (other than those whose interests are disclosed in the Accounts of the Parent Company) had the following interests in the share and loan capital of Tarmac Limited:-

<u>Name</u>	<u>1st Jan. 1977</u> (or date of appointment)		<u>31st Dec. 1977</u>		<u>Type</u>
	<u>Bene- ficial Interest</u>	<u>Other Interest</u>	<u>Bene- ficial Interest</u>	<u>Other Interest</u>	
K. Booth	200	-	200	-	Ordinary Shares of 50p each

No Director has any beneficial interest in the share or loan capital of any subsidiary of Tarmac Limited.

Auditors

Messrs. Peat, Marwick, Mitchell & Co., Chartered Accountants, hold office until the conclusion of the Annual General Meeting and, being eligible, offer themselves for re-appointment.

By order of the Board

W. DRAYTON
W. Drayton
Secretary



Balance Sheet as at 31st December 1977

£

£

<u>37,996</u>	Loan Account - Parent Company	<u>37,996</u>
<u>37,996</u>		<u>37,996</u>

Financed by:

Share Capital:

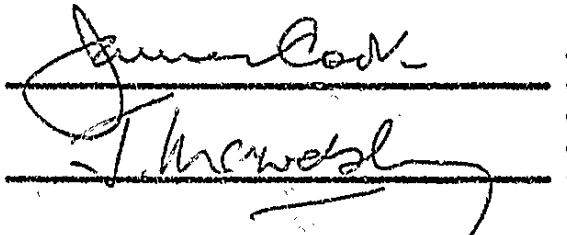
Authorised

5,000	5,000 Ordinary shares of £1 each	5,000
-------	----------------------------------	-------

Issued and Fully Paid:

2,002	2,002 Ordinary shares of £1 each	2,002
-------	----------------------------------	-------

35,994	Reserves	35,994
--------	----------	--------


} Directors

37,996

37,996

Notes:

1. The Company's ultimate Holding Company is Tarmac Limited, incorporated in England.
2. The Company has not traded during the year to 31st December 1977.
3. A first floating charge has been created on the assets and undertaking of the Company as collateral security for the issue of the following Debenture Stocks by Tarmac Limited.

£ 14,321	5½%	1974/79
£1,716,562	6½%	1989/94
£1,363,429	6½%	1986/91
£ 861,334	6½%	1989/94
£1,899,893	7½%	1992/97
£2,412,242	7½%	1987/92

Report of the Auditors

We have examined the above Balance Sheet. In our opinion it complies with the Companies Acts 1948 to 1976 and gives a true and fair view of the state of the Company's affairs at 31st December 1977.

. Peat, Marwick, Mitchell & Co.