

Crown Way Cardiff CF14 3UZ
www.companieshouse.gov.uk

NOTICE OF ILLEGIBLE DOCUMENTS

Companies House regrets that documents in this company's microfiche record have pages which are illegible.

This has been noted but unfortunately steps taken to rectify this were unsuccessful.

Companies House would like to apologise for any inconvenience this may cause.

COMPANY INFORMATION SUPPLIED BY COMPANIES HOUSE

Companies House is a registry of company information. We carry out basic checks to make sure that documents have been fully completed and signed, but we do not have the statutory power or capability to verify the accuracy of the information that companies send to us. We accept all information that companies deliver to us in good faith and place it on the public record. The fact that the information has been placed on the public record should not be taken to indicate that Companies House has verified or validated it in any way.

SECURICOR GROUP LIMITED

INCORPORATING
SECURITY
SERVICES
LIMITED
AND
SECURICOR
LIMITED

Report and Accounts 1975

WE HEREBY CERTIFY that this is a true copy of the Balance Sheet, to which are appended true copies of the Reports of the Auditor and Directors, laid before the Company in general meeting during the period to which this return relates.

Director.

Secretary.



SECURICOR GROUP LIMITED

INCORPORATING
**SECURITY
SERVICES
LIMITED**
AND
**SECURICOR
LIMITED**

Report and Accounts 1975

CONTENTS

	Page
DIRECTORS etc.	2
NOTICE of MEETING	3
REPORT of the DIRECTORS	4, 5 & 6
STATEMENT OF ACCOUNTING POLICIES	7
CONSOLIDATED PROFIT and LOSS ACCOUNT	8
NOTES to CONSOLIDATED PROFIT and LOSS ACCOUNT	9 & 10
BALANCE SHEETS	11
NOTES to BALANCE SHEETS	12 to 15
REPORT of the AUDITORS	16
SOURCE and APPLICATION of FUNDS	17
GROUP FINANCIAL RECORD	18
GENERAL INFORMATION	19 & 20

Directors

Peter Smith (Chairman)
Mrs. Denise Delaney
Eric Hollis FCCA
Ronald Wheeler

Secretary and Registered Office

D. O. Blanks ACCA
38a St George's Drive
London SW1V 4BW
Telephone: 01-828 7011

**Registrars and
Transfer Office**

Hill Samuel Registrars Ltd
6 Greencoat Place
London SW1P 1PL
Telephone: 01-828 4321

Auditors

Milne, Gregg & Turnbull
Chartered Accountants
5 Albemarle Street
Piccadilly, London W1X 4EL

Directors

Peter Smith (Chairman)
Sir Frederick Delve CBE (Vice-Chairman)
Sir Derek Erskine
The Lord Williamson CBE
The Rt Hon Lord Carr of Hadley
Sir Ronald German KCB, CMG
Sir Ranulph Bacon
The Rt Hon R. Gunter
The Lord Brooke of Cumnor CH
The Lord Thorneycroft
Sir Charles Cunningham GCB, KBE, CVO
J. J. Delaney MC
Sir Leon Radzinowicz MA, LL.D.
Mrs. Denise Delaney
Eric Hollis FCCA
Roger Wiggs
Sir John McKay CBE, QFM

Registered Office

Old Swan House
17 Chelsea Embankment, London SW3 4LB
Telephone: 01-352 8191

Auditors

Milne, Gregg & Turnbull
Chartered Accountants
5 Albemarle Street
London W1X 4EL

Notice of Meeting

19

SECURICOR GROUP LIMITED

NOTICE IS HEREBY GIVEN that the Fifty-second Annual General Meeting of SECURICOR GROUP LIMITED will be held at the Eccleston Hotel, Eccleston Square, London SW1 on Tuesday, 30th March 1976 at 12.30 p.m.

1. For the purpose of transacting the following Ordinary Business, viz:

- (i) To receive, consider and, if thought fit, to adopt the Reports of the Directors and Auditors and the Accounts of the Company for the year ended 28th September 1975.
- (ii) To confirm payments of Interim Dividends and to declare Final Dividends.
- (iii) To re-elect a Director.
- (iv) To fix the Auditors' remuneration.
- (v) To transact any other business competent to be transacted at an Annual General Meeting.

2. For the purpose of transacting the following Special Business, viz:

To consider and, if thought fit, to pass the following resolution which will be proposed as a Special Resolution, namely:

THAT, in substitution for the existing Memorandum and Articles of Association of the Company, the revised Memorandum and Articles of Association produced to the meeting and, for the purpose of identification, signed by the Chairman, be and are they hereby adopted as the Memorandum and Articles of Association of the Company.

By Order of the Board

D. O. BLANKS, *Secretary*

32a St George's Drive London SW1V 4BW

5th March, 1976

NOTES

- (i) Every Member entitled to attend and vote at the Meeting may appoint another person as his proxy to attend and vote thereat instead of him and such proxy need not be a Member. Forms appointing proxies must be deposited at the Registered Office of the Company by 12.30 p.m. on 28th March 1976.
- (ii) Subject to the recommendation as to payment of the final dividends being adopted at the Annual General Meeting the Dividend Warrants will be posted on 30th March 1976, to the holders registered on 3rd March 1976.
- (iii) In accordance with the requirements of The Stock Exchange, London, copies of Directors' service contracts will be available for inspection at the Registered Office from the date of the above notice until the date of the meeting and at the place of the meeting from fifteen minutes prior to until the close of the meeting.
- (iv) The Chairman's Statement will be circulated to members with the Final Dividend Warrants.

Report of the Directors

FOR THE YEAR ENDED 26th SEPTEMBER, 1975

SECURICOR GROUP LIMITED

1. The Directors have pleasure in presenting the audited accounts of the Company for the year ended 26th September, 1975.

2. PRINCIPAL ACTIVITIES of the GROUP

The group continues to provide all forms of industrial security including cash carrying, property protection, alarms, cleaning and courier services.

3. GROUP RESULTS

The consolidated profit for the year and the appropriation thereof are shown in the consolidated profit and loss account set out on page 8.

4. DIVIDENDS

The Directors have declared or now propose the following dividends for the year:

Preference—Fixed dividend £30,810.

—Interim Participation of 0.8336p per share paid on 26th September 1975.

—Final Participation of 3.1474p per share payable on 31st March 1976.

Ordinary — Interim dividend of 0.351966p per share/stock unit paid on 26th September 1975.

— Final dividend of 0.77881p per share/stock unit payable on 31st March 1976.

Total ordinary dividends paid and recommended are equivalent to 0.2777% gross (1974—5.707%) on capital increased by the scrip issue.

5. TURNOVER AND CONTRIBUTIONS TO GROUP PROFIT

	Turnover £	%	Group profit before taxation £	%
Security Division:				
United Kingdom	54,301,652	88.22	1,615,157	58.63
Overseas	6,925,112	11.25	479,523	17.41
Finance Division	327,105	.53	660,119	23.96
	<u>61,553,869</u>	<u>100.00</u>	<u>2,754,799</u>	<u>100.00</u>

6. CAPITAL

At an extraordinary general meeting held on 19th September 1975 the authorised capital was increased to £3,500,000 by the creation of a further 4,600,000 'A' Ordinary Shares (Non-Voting) of 25p each. Subsequently, 3,195,015 'A' Ordinary shares were issued by way of a capitalisation of reserves to the existing ordinary stock and shareholders registered on 26th August 1975 in the proportion of one new 'A' share for every two ordinary stock units and/or 'A' shares held on that date.

The share capital of the company at 26th September 1975 reflecting the increase is set out on page 14 (note 7 to balance sheet).

7. FIXED ASSETS

The directors have pursued their previously declared policy of property acquisitions providing operational buildings for the group's main trading activity, industrial security. The growth in trading activities has resulted in an increase in the number of vehicles owned by the group. The movement of fixed assets during the year is shown on page 12 (note 1 to balance sheet).

8. MARKET VALUE OF INTERESTS IN LAND

The Directors are of opinion that the market value of land and buildings owned by the company and its subsidiaries is in excess of the book value. Almost all of the properties owned are occupied by the group for the purposes of its business.

SECURICOR GROUP LIMITED

21

9. MEMORANDUM AND ARTICLES OF ASSOCIATION

The Directors consider that the Memorandum and Articles of the company need to be brought up to date in the light of the revised structure of the group following the disposal of the hotel interests and also in the light of current legislation and practice.

Accompanying the Report and Accounts is a letter to shareholders describing the proposed amendments to the Memorandum and Articles and accordingly, a special resolution proposing the adoption of the revised form of Memorandum and Articles is included in the Notice of Meeting.

10. DIRECTORS

The Directors listed on page 2 have held office throughout the year ended 26th September 1975.

The Director retiring by rotation is Mr. Eric Holles who, being eligible, offers himself for re-election.

Directors' interests in the share capital of the company and the subsidiary company, Security Services Limited, at the beginning and end of the financial year are as follows:

SECURICOR GROUP LIMITED	Participating Preference Shares		Ordinary Stock Units		'A' Ordinary Shares	
	1975	1974	1975	1974	1975	1974
(a) Beneficial Interest						
D. E. G. Delaney	3,400	3,400	1,308,473	1,308,473	920,937	185,649
P. A. C. Smith	—	—	5,872	5,872	14,271	7,554
E. A. Holles	—	—	2,575	2,575	2,793	1,004
R. C. Wheeler	—	—	1,600	1,600	986	124
(b) Other Interests						
D. E. G. Delaney	—	—	20	20	2,680	1,780
P. A. C. Smith	—	—	873,128	873,128	525,092	60,532
E. A. Holles	40	40	32,635	32,635	31,475	10,105
SECURITY SERVICES LIMITED			Ordinary Stock Units		'A' Ordinary Shares	
			1975	1974	1975	1974
(a) Beneficial Interest						
D. E. G. Delaney			35,043	35,043	23,389	3,912
P. A. C. Smith			400	400	200	—
E. A. Holles			425	425	212	—
R. C. Wheeler			400	400	200	—
(b) Other Interests						
P. A. C. Smith			37,487	37,487	20,543	1,533

The above tables comply with the requirements of the Companies Act 1967 and the Stock Exchange Listing Agreement and, in consequence, certain holdings have been duplicated. No changes in these holdings have taken place since 26th September, 1975.

Mr. P. A. C. Smith is a partner in the firm of Hextall, Erskine & Co., solicitors, who receive fees for legal services rendered to the Group.

11. SUBSTANTIAL SHAREHOLDINGS

Apart from the directors' holdings listed in paragraph 10 above, the directors are not aware of any substantial shareholdings.

12. AVERAGE NUMBER OF EMPLOYEES AND THEIR REMUNERATION

The average number of persons (including directors) employed by the group during the year was 19,336 and their aggregate remuneration amounted to £36,551,000.

In addition the group has 8,065 employees overseas.

 SECURICOR GROUP LIMITED

13. POLITICAL AND CHARITABLE CONTRIBUTIONS

Charitable contributions made by the group amounted to £1,072.
There were no political contributions.

14. TAXATION STATUS

The company is not a close company as defined by the Income and Corporation Taxes Act 1970.

15. AUDITORS

The auditors, Milne, Gregg and Turnbull, chartered accountants, will continue in office by virtue of Section 159(2) of the Companies Act 1948.

By Order of the Board

D. O. BLANKS, *Secretary*

38a St. George's Drive, London SW1V 4BW

5th March, 1976.

Statement of Accounting Policies

SECURICOR GROUP LIMITED AND SUBSIDIARY COMPANIES

23

1. BASIS OF CONSOLIDATION

The consolidated accounts incorporate the accounts of Securicor Group Limited and its subsidiaries for the year ended 26th September 1975.

Where subsidiaries are acquired during the year, the consolidated profit and loss account includes the results only for that part of the year since acquisition.

Where subsidiaries are disposed of during the year, the consolidated accounts include only the profit or loss on realisation.

2. GROUP TURNOVER

Group turnover represents sales, excluding value added tax, by group companies to outside customers. Inter-company transactions are excluded.

3. DEPRECIATION

Depreciation is calculated to write off the cost or valuation of the assets in equal annual instalments on the following bases:

Freehold properties	---none
Leasehold properties having over 50 years unexpired	---none
Leasehold properties having under 50 years unexpired	--- over the unexpired portion of the lease
Furniture, Fittings and Equipment	---over the expected life of the assets.
Motor vehicles	---over the expected life of the assets

4. DEVELOPMENT EXPENDITURE

Development expenditure represents expenditure mainly of a revenue nature incurred in the first three years of trading in establishing new branches and services of the Security Group and is amortised evenly over 10 years commencing in the year after that in which it has been incurred.

5. STOCKS

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

6. DEFERRED TAXATION

The group provides deferred taxation at current rates to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for corporation tax purposes. The major timing differences are:

- The excess of taxation allowances claimed over the charge for depreciation on the relevant assets.
- Relief in respect of the increase in U.K. stocks during the two years ended 26th September 1975.
- Relief in respect of development expenditure not yet amortised.

7. OVERSEAS CURRENCIES

Tangible items arising in overseas currencies are converted into sterling at the rates of exchange ruling at the date of the balance sheet. All other items are converted at the rate ruling when incurred.

Consolidated Profit and Loss Account

FOR THE YEAR ENDED 26th SEPTEMBER, 1975

SECURICOR GROUP LIMITED AND SUBSIDIARY COMPANIES

	Note	1975 £	1974 £
GROUP TURNOVER		<u>61,553,869</u>	<u>46,730,060</u>
GROUP PROFIT BEFORE TAXATION	1		
Security Division		2,094,680	1,995,723
Finance Division		<u>660,119</u>	<u>631,534</u>
		2,754,799	2,627,257
TAXATION	2	<u>1,549,884</u>	<u>1,553,372</u>
		1,204,915	1,073,885
Outside shareholders' interests		<u>488,209</u>	<u>436,590</u>
		716,706	637,295
Extraordinary Items	3	<u>9,904</u>	<u>139,988</u>
NET PROFIT FOR THE YEAR AVAILABLE FOR DISTRIBUTION	4	706,802	497,307
DIVIDENDS	5	<u>155,578</u>	<u>146,284</u>
GROUP PROFIT FOR THE YEAR RETAINED		<u>551,224</u>	<u>351,023</u>
RETAINED PROFIT:			
Parent Company		212,924	190,672
Subsidiary Companies		<u>298,866</u>	<u>132,907</u>
Transfer to Reserve	6	<u>39,434</u>	<u>27,444</u>
		<u>551,224</u>	<u>351,023</u>
EARNINGS PER ORDINARY SHARE/STOCK UNIT OF 25p	7	<u>5.7p</u>	<u>5.1p</u>

Notes to Consolidated Profit & Loss Account

25

SECURICOR GROUP LIMITED AND SUBSIDIARY COMPANIES

	1975 £	1974 £		
1 Group Profit before Taxation				
Income transferred, e.g.				
Interest receivable	540,754	715,344		
Profits on disposal of assets	77,767	38,364		
Income from insurance (Overhead)	9,292	2,573		
and after charging				
Interest on Bank Advances	350,054	227,001		
Interest on Short Term Loans	218,495	108,620		
Interest on Long Term Loans	1,695	16,979		
Audit Fees (Parent Company) (£2,000)	47,275	41,201		
Depreciation	1,455,686	1,091,474		
Valuation and Equipment Hire Charges	1,644,654	1,166,842		
Amortisation of Development Expenses	172,591	107,000		
Losses (Profits) on Exchange Transactions	13,775	(27,758)		
Remuneration of Directors of Securicor Group Limited				
Executive Services	34,614	23,181		
Fees	3,837	2,393		
of which £25,000 (£16,732) was borne by subsidiary companies.				
The directors of the Chairman were £10,017 (1974) <i>Retired Chairman £6,592 (part year)</i> <i>Former Chairman £3,510 (part year).</i>				
The number of directors whose emoluments fell within the following bands was:				
Emoluments	Tax	Take-home pay	Number of Directors	
£	£	£	1975	1974
Up to £2,500	500	2,000		
£2,501 to £5,000	1,400	3,000	1	3
£5,001 to £7,500	2,500	5,000	1	2
£7,501 to £10,000	7,200	7,500	1	1
£10,001 to £17,500	9,000	9,500	1	1
The tax and take-home pay figures are based on some tax rates for 1975/76 at the higher end of each band and assume that there are no other income and no other source of income.				
2 Taxation				
Corporation tax at 52% (52%) on profits for the year	401,943	697,060		
Deferred Taxation	884,600	657,060		
Overseas Taxation	263,341	199,232		
	<u>1,549,884</u>	<u>1,553,372</u>		
3 Extraordinary Items (after minority interests)				
Costs incurred on the cessation of trading by overseas subsidiaries and the closure of certain U.K. branches (net of tax)	18,445	202,450		
Deduct: Change in basis of tax assessment (overseas subsidiary)	8,541			
Proceeds of exceptional insurance claims (net of tax)		62,462		
	<u>9,904</u>	<u>139,988</u>		
4 Net Profit for the year available for distribution				
Amount attributable to Securicor Group Limited	<u>368,502</u>	<u>336,956</u>		

Notes to Consolidated Profit and Loss Account (continued)

SECURICOR GROUP LIMITED AND SUBSIDIARY COMPANIES

5 Dividends	1975 £	1974 £
4 55% Cumulative Participating Preference Shares		
Fixed Dividend	30,810	30,810
Interim Participation (paid) 0 8336p (0 7812p) per share	5,645	5,290
Final Participation (proposed) 3 1474p (2 7363p) per share	27,313	18,529
	<u>57,768</u>	<u>54,629</u>
Ordinary Shares, Stock Units		
Interim (paid) 0 361066p (0 33917p) per share/unit	23,137	21,680
Final (proposed) 0 77631p (1 0 44/2p) per share/unit	74,673	69,975
	<u>97,810</u>	<u>91,655</u>
Total Dividends	<u>155,578</u>	<u>146,284</u>

Final ordinary dividends payable on capital increased by the 1 for 2 scrip issue.
Total ordinary dividends paid and recommended are equivalent to 0 2777% gross
(0 707%) on the increased capital.

6 Transfer to Reserves (after minority interests)		
Capital reserves — profits of subsidiary companies (note 8 to balance sheet)	39,434	27,444

7 Earnings per Share

The calculation of earnings per share is based on earnings of £547,240 (£464,769) being group profits after taxation, outside shareholders' interests and fixed preference dividend and after deducting the participating share entitlement of £138,046 (£121,716) and 9,563,047 ordinary stock units/shares in issue for both years. The number of shares/stock units has been adjusted to take account of the scrip issue made on 19th September 1976.

Balance Sheets

AT 26th SEPTEMBER, 1975

27

SECURICOR GROUP LIMITED AND SUBSIDIARY COMPANIES

		Securicor Group Limited		Group	
	Note	1975 £	1974 £	1975 £	1974 £
FIXED ASSETS	1	465,241	294,440	10,787,901	7,894,556
DEVELOPMENT EXPENDITURE	2	—	—	1,264,635	988,925
SUBSIDIARY COMPANIES	3	4,728,081	4,464,696	1,227,097	1,326,940
INVESTMENTS	4	574,129	31,324	574,129	31,324
		<u>5,767,451</u>	<u>4,790,460</u>	<u>13,853,762</u>	<u>10,241,745</u>
CURRENT ASSETS					
Stocks		—	—	1,969,321	1,217,979
Debtors		193,799	134,376	9,412,345	8,537,896
Bank and Deposit Balances		2,286,032	3,282,401	4,394,628	5,313,330
		<u>2,480,781</u>	<u>3,416,777</u>	<u>15,776,294</u>	<u>15,069,205</u>
<i>Deduct:</i>					
CURRENT LIABILITIES					
Trade and other creditors		155,125	216,233	7,522,447	6,689,351
Hire Purchase creditors		—	—	1,183,232	354,176
Taxation	5	865,794	795,097	2,279,824	2,276,470
Bank Overdrafts and Advances	6	250,000	500,000	3,137,973	2,446,822
Proposed Dividends		95,986	88,504	95,986	88,504
		<u>1,366,905</u>	<u>1,599,834</u>	<u>14,219,462</u>	<u>11,855,323</u>
NET CURRENT ASSETS		<u>1,113,876</u>	<u>1,816,943</u>	<u>1,556,832</u>	<u>3,213,882</u>
TOTAL NET ASSETS		<u>6,881,327</u>	<u>6,607,403</u>	<u>15,410,594</u>	<u>13,455,627</u>
FINANCED BY:					
SHARE CAPITAL	7	3,074,162	2,275,158	3,074,162	2,275,158
RESERVES	8	3,683,165	4,257,245	5,622,957	5,898,171
SHAREHOLDERS' FUNDS		<u>6,757,327</u>	<u>6,532,403</u>	<u>8,697,119</u>	<u>8,173,329</u>
OUTSIDE SHAREHOLDERS' INTERESTS		—	—	4,177,384	3,768,793
LOANS	9	2,000	4,000	611,706	595,251
DEFERRED TAXATION	10	122,000	71,000	1,924,385	918,254
		<u>6,881,327</u>	<u>6,607,403</u>	<u>15,410,594</u>	<u>13,455,627</u>

PETER SMITH }
ERIC HOLLIS } Directors

Notes to Balance Sheets

SECURICOR GROUP LIMITED AND SUBSIDIARY COMPANIES

1 FIXED ASSETS

SECURICOR GROUP LIMITED

	Freehold Properties £	Leasehold Properties Long-term £	Short-term £	Equipment and Vehicles £	Total £
At Cost					
At 27th September 1974	55,241	223,487		28,507	307,235
Additions at cost	74,044	984	101,042	1,431	178,081
	129,285	224,451	101,042	29,938	485,316
Cost of disposals				10,164	10,164
	129,285	224,451	101,042	19,774	475,152
At 26th September 1975					
Aggregate Depreciation					
At 27th September 1974		8,600		4,186	12,786
Amount provided			3,817	3,562	7,379
				7,748	20,174
Eliminated during year		8,600		1,654	10,254
			3,817	6,094	9,911
At 26th September 1975					
Net Book Value					
At 26th September 1975	129,285	224,451	97,225	13,680	465,241
At 27th September 1974	55,241	214,878		24,321	294,440

GROUP

At Cost and Valuations					
At 27th September 1974	2,432,372	1,033,454	2,048,413	5,670,916	11,235,155
Additions at cost	300,493	220,300	1,477,155	2,704,781	4,891,795
Amounts added on revaluation			80,960		80,960
	2,741,865	1,253,720	3,615,528	8,405,697	16,126,910
Cost of disposals and losses on books	128,183	9,173	320,593	877,140	1,345,489
	2,613,682	1,244,547	3,294,935	7,528,557	14,786,421
At 26th September 1975					
Being:					
Professional valuation 1961		105,000			105,000
Directors' valuation 1973	1,000,000				1,000,000
Professional valuation 1975			312,065		312,065
Cost	1,613,682	1,159,647	2,976,530	7,528,557	13,368,416
	2,613,682	1,274,647	3,288,535	7,528,557	14,786,421
Aggregate Depreciation					
At 27th September 1974		9,524	263,156	3,057,909	3,340,589
Amount provided			137,166	1,328,500	1,465,686
		9,524	400,342	4,386,409	4,895,885
Eliminated during year		9,524	20,255	769,946	899,765
			371,657	3,616,463	3,997,520
At 26th September 1975					
Net Book Value					
At 26th September 1975	2,613,682	1,295,647	2,917,478	3,962,094	10,787,901
At 27th September 1974	2,432,372	1,073,920	1,785,257	2,603,007	7,894,556

Notes:

- (i) Long leases are for terms not less than 50 years unexpired
(ii) Commitments for Capital Expenditure

Contracted for but not provided in the accounts
Authorized by the directors but not contracted for

Securicor Group Limited	Group
£	£
35,000	242,000
201,000	475,000

SECURICOR GROUP LIMITED AND SUBSIDIARY COMPANIES

2 DEVELOPMENT EXPENDITURE
Group

	U.K. branches 1975	Overseas — Europe	U.K. branches 1974	Overseas — Europe
	£	£	£	£
At 27th September 1974	702,019	286,906	564,069	1,296
Net additions (U.K. branches after tax relief)	33,600	341,901	196,800	286,906
	735,619	628,807	760,869	288,202
Amount written off (U.K. branches after tax relief)	57,200	32,591	58,850	1,296
	668,419	596,216	702,019	286,906
	1,264,635		988,925	

In the Directors' opinion the value of a liability in the aggregate to the development expenditure is less than would accrue on an open market sale of the branches/companies as goodwills.

3 SUBSIDIARY COMPANIES

Securicor Group Limited

Shares at cost or valuation

Loan account

Current accounts

Proposed dividend receivable

Amounts owing to subsidiary

Group

Premium on investments

	1975	1974
	£	£
Shares at cost or valuation	3,352,425	3,352,425
Loan account	1,270,000	1,270,000
Current accounts	764,125	506,131
Proposed dividend receivable	85,666	80,275
	5,472,216	5,208,831
Amounts owing to subsidiary	744,135	744,135
	4,728,081	4,464,696
Premium on investments	1,227,097	1,326,940

Securicor Group Limited owns 52.05 per cent. (1974- 52.05 per cent.) of the equity capital of Security Services Limited, a company incorporated in England, which wholly owns (except where stated) the following principal operating subsidiaries.

Name of Subsidiary	Class of Shares	Country of Incorporation
Securicor Global Limited	Ordinary	England
Securicor Limited	Ordinary	England
Securicor Mobile Limited	Ordinary	England
Night Security Limited	Ordinary	England
Domestic Services Limited	Ordinary	England
Securicor (Malaya) Sdn. Bhd.	Ordinary	Malaysia
Securicor (Hong Kong) Limited	Ordinary	Hong Kong
Securicor (Kenya) Limited	Ordinary	Kenya
Securicor (Malawi) Limited	Ordinary	Malawi
Securicor (Zambia) Limited	Ordinary	Zambia
Securicor (Copperbelt) Limited (96 per cent. owned)	Ordinary	Zambia
Securicor (Deutschland) GMBH	Ordinary	Germany
Securicor (Nederland) BV	Ordinary	Holland
Securicor (France) SA	Ordinary	France
Securicor (Luxembourg) SA	Ordinary	Luxembourg
Securicor (Belgium) SA	Ordinary	Belgium

A full list of subsidiary companies will be annexed to the Company's annual return to the Registrar of Companies.

4 INVESTMENTS

	Securicor Group Limited	Group
	£	£
Quoted investments at cost:		
At 26th September, 1975 (Market value £601,522)	574,129	574,129
At 27th September 1974 (Market value £30,369)	31,324	31,324

Notes to Balance Sheets (continued)

SECURICOR GROUP LIMITED AND SUBSIDIARY COMPANIES, including SECURICOR LIMITED

5 TAXATION

	Securicor Group Limited £	Group £
Taxation includes the following amounts: Payable 1st July, 1976 at January, 1977	170,500	391,210

6 CONTINGENT LIABILITIES

The Company has guaranteed in respect of its subsidiary companies:

- (i) Bank overdrafts amounting to £1,949,332 at 26th September, 1975
- (ii) Loans and hire purchase commitments together amounting to £557,188 at 26th September, 1975.

Security Services Limited has guaranteed:

- (a) In respect of its own subsidiaries:
 - (i) Bank overdrafts amounting to £2,022,008 at 26th September, 1975
 - (ii) Loans and hire purchase commitments together amounting to £1,410,302 at 26th September, 1975.
- (b) In respect of Securicor Group Limited, bank overdrafts amounting to £250,000 at 26th September, 1975

A liability may arise in respect of the investment premium where repayment of foreign currency borrowings is made other than from funds generated from overseas

7 SHARE CAPITAL

Securicor Group Limited

	1975		1974	
	Authorised £	Issued £	Authorised £	Issued £
4.55% Cumulative Participating Preference Shares of £1 each	677,150	677,150	677,150	677,150
Ordinary Stock units of 25p each	666,720	666,720	666,720	666,720
"A" Ordinary Shares (Non-Voting) of 25p each	2,145,850	1,730,292	995,850	931,288
Ordinary Shares of 25p each	10,280	—	10,280	—
	<u>3,500,000</u>	<u>3,074,162</u>	<u>2,350,000</u>	<u>2,275,158</u>

Increase in Share Capital

At an Extraordinary General Meeting of the members of the Company held on 16th September, 1975 resolutions were approved that gave effect to the following increases in share capital:

- (a) The authorised capital was increased by £1,150,000 by the creation of 4,600,000 "A" Ordinary Shares (Non-Voting) of 25p each
- (ii) The sum of £793,084, being the amount standing to the credit of the share premium account and part of the capital reserves, was utilised in paying up in full, at par, 3,196,015 "A" Ordinary Shares (Non-Voting) of 25p each issued to the holders of Ordinary Stock units and "A" Ordinary Shares registered on 26th August, 1975 in the proportion of one new "A" share for every two Ordinary Stock units and/or "A" Shares held on that date.

8 RESERVES AND UNDISTRIBUTED PROFITS

	Securicor Group Limited		Group
	£	£	£
Capital Reserves			
Balance at 27th September 1974	2,493,099		2,575,669
Add: Adjustments arising from sale of hotel properties	12,000		12,000
Surplus on professional revaluation of leasehold properties			89,960
Transfer from Profit and Loss account (profits of Malayan subsidiary capitalised)			39,434
	<u>2,505,099</u>		<u>2,717,063</u>
Deduct part of amount capitalised upon issue of 3,196,015 "A" Ordinary Shares (Non-voting) of 25p each fully paid	69,150		69,150
	<u>2,435,949</u>		<u>2,647,913</u>
Consolidation adjustments:			
Attributable to minority interests		43,134	
Goodwill arising on consolidation		86,260	
			<u>129,394</u>
	<u>2,435,949</u>		<u>2,518,519</u>

Notes to Balance Sheets (continued)

SECURICOR GROUP LIMITED AND SUBSIDIARY COMPANIES, including SECURICOR LIMITED

	Securicor Group Limited	Group
8 Reserves and undistributed profits (continued)		
Share Premium Account	£	£
Balance at 27th September 1974	729,854	729,854
Deduct: balance of amount capitalised upon issue of 3,198,015 'A' Ordinary Shares (Non-voting) of 25p each	729,854	729,854
	<u>—</u>	<u>—</u>
Revenue Reserves		
Balance at 27th September 1974	1,034,292	2,592,648
Add: retained profit for the year	212,924	511,790
	<u>1,247,216</u>	<u>3,104,438</u>
BALANCE SHEET	3,683,165	5,622,957

Surpluses of £683,182 credited to capital reserve arising from property valuations have not been adjusted for the contingent liability to taxation which may arise in the event of future sales.

	Securicor Group Limited		Group	
	1975	1974	1975	1974
	£	£	£	£
9 LOANS				
Long term secured loan	—	—	—	144,063
Long term unsecured loan	—	—	23,725	25,025
Short term secured loan	2,000	4,000	125,914	4,000
Short term unsecured loan	—	—	462,067	422,163
	<u>2,000</u>	<u>4,000</u>	<u>511,706</u>	<u>595,251</u>

Long term unsecured loans of £23,725 are repayable by quarterly instalments over 18 years at an interest rate of 7%.

	Securicor Group Limited	Group
	£	£
10 DEFERRED TAXATION		
Balance at 27th September 1974	71,000	918,254
Add: Transfer from Profit and Loss Account	51,000	884,600
Prior year adjustment	—	104,000
Transfer from development expenditure	—	36,400
	<u>122,000</u>	<u>1,943,254</u>
Deduct: Advance Corporation Tax	—	18,869
	<u>122,000</u>	<u>1,924,385</u>

Group deferred taxation includes relief of £286,000 in respect of the increase in stocks during the two years ended 26th September 1975. The period for which this liability will be deferred is dependent upon future legislation.

Report of the Auditors

TO THE MEMBERS OF SECURICOR GROUP LIMITED

In our opinion the Accounts and Notes set out on pages 7 to 15 together give, so far as concerns members of the Holding Company, a true and fair view of the state of affairs at 26th September, 1975, and of the profit for the year ended on that date and comply with the Companies Acts 1948 and 1967. The accounts of certain Subsidiaries have been audited by other firms.

MILNE, GREGG & TURNBULL,
Chartered Accountants

5 Albemarle Street, Piccadilly, London, W1X 4EL.

1st March, 1976.

Statement of Source and Application of Funds

SECURICOR GROUP LIMITED AND SUBSIDIARY COMPANIES

	£000	1975 £000	1974 £000
SOURCE OF FUNDS			
Profit before taxation		2,755	2,627
<i>Deduct: Extraordinary items (before minorities)</i>	19		269
Profits on disposal of assets	78	97	307
		<u>2,658</u>	<u>2,320</u>
Adjustment for items not involving the movement of funds:			
Depreciation of fixed assets	1,466		1,091
Amortisation of development expenditure	173		107
Amounts written off investments in subsidiaries	14		92
		<u>1,653</u>	<u>1,290</u>
Total generated from operations		<u>4,311</u>	<u>3,610</u>
Funds from other sources:			
Sales of fixed assets and investments	611		309
Increase in loans	17		36
Other sources	12	640	345
		<u>4,951</u>	<u>3,955</u>
APPLICATION OF FUNDS			
Purchase of fixed assets*	4,802		2,052
Dividends paid—Parent company	148		165
—Subsidiaries to outside share-holders	116		144
Development expenditure	412		707
Purchase of quoted investments	543		—
Tax paid	577	6,592	467
		<u>(1,647)</u>	<u>(180)</u>
REDUCTION IN WORKING CAPITAL			
Increase in stocks	751		583
Increase in debtors	874		1,707
Increase in creditors	(833)		(924)
Increase in hire purchase creditors	(829)		(275)
Increase in bank overdrafts	(691)		(267)
Decrease in cash balances	(919)		(1,004)
		<u>(1,647)</u>	<u>(180)</u>

*Reference is made in paragraph 7 of the Report of the Directors to the continuing policy of investment in fixed assets.

Group Financial Record

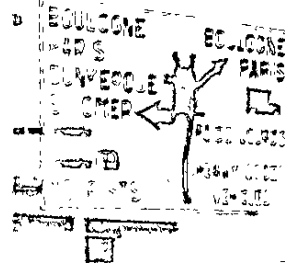
—FIVE YEARS ENDED SEPTEMBER 1975

SECURICOR GROUP LIMITED AND SUBSIDIARY COMPANIES

	1975 £'000	1974 £'000	1973 £'000	1972 £'000	1971 £'000
TURNOVER:					
Security Division	61,227	46,343	37,996	31,675	26,686
Hotel Division	—	—	2,663	3,575	3,387
Finance Division	377	387	—	—	—
	<u>61,554</u>	<u>46,730</u>	<u>40,659</u>	<u>35,250</u>	<u>30,073</u>
PROFIT BEFORE TAXATION:					
Security Division	2,095	1,996	1,718	1,390	1,112
Finance Division	660	631	—	—	—
Hotel Division	—	—	473	615	595
	<u>2,755</u>	<u>2,627</u>	<u>2,191</u>	<u>2,005</u>	<u>1,707</u>
TAXATION	<u>1,550</u>	<u>1,553</u>	<u>1,026</u>	<u>859</u>	<u>717</u>
PROFIT AFTER TAXATION	<u>1,205</u>	<u>1,074</u>	<u>1,165</u>	<u>1,146</u>	<u>990</u>
Outside Shareholders' interests	488	437	495	444	377
	<u>717</u>	<u>637</u>	<u>670</u>	<u>702</u>	<u>613</u>
Extraordinary items	10	140	—	—	—
	<u>707</u>	<u>497</u>	<u>670</u>	<u>702</u>	<u>613</u>
DIVIDENDS					
Preference dividends—net	58	54	38	—	—
—gross	—	—	22	76	76
Ordinary dividends—net	98	92	85	—	—
—gross	—	—	—	116	115
RETAINED PROFITS	<u>551</u>	<u>351</u>	<u>525</u>	<u>510</u>	<u>422</u>
CAPITAL EMPLOYED					
Fixed Assets	10,788	7,894	6,513	11,707	9,819
Investments and other assets	3,066	2,347	2,146	2,168	1,791
Net Current Assets	1,557	3,214	3,827	842	942
	<u>15,411</u>	<u>13,455</u>	<u>12,486</u>	<u>14,717</u>	<u>12,552</u>
FINANCED BY:					
Capital and Reserves	8,697	8,173	7,849	7,262	6,021
Loans	612	595	559	4,004	3,003
Outside shareholders	4,177	3,769	3,630	2,970	2,737
Deferred Taxation	1,925	918	448	481	791
	<u>15,411</u>	<u>13,455</u>	<u>12,486</u>	<u>14,717</u>	<u>12,552</u>
Earnings per ordinary share	5.7p	5.1p	5.3p	5.5p	4.8p
Ordinary dividends (gross equivalent)	6.28%	5.71%	5.07%	4.83%	4.83%

Earnings per ordinary share and gross ordinary dividends are based on capital adjusted for the scrip issue in September 1975.

SECURICOR



With Securicor branches in Holland, Belgium, Germany, Luxembourg and France, the year has seen a steady increase in two-way Special Delivery Service traffic across the Channel. Using the hovercraft service from Portsmouth Bay to Calais, parcels are received at the Calais branch and transported to the main European capitals, and concentrated at Calais for distribution back to the U.K.



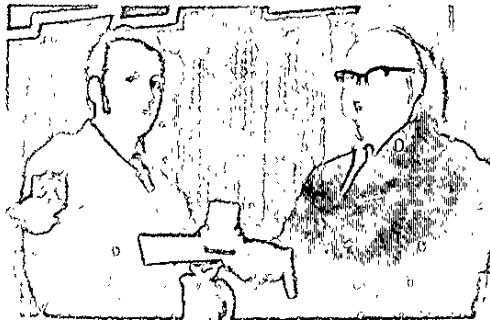
The purchase of the Cluswick Garage, well known to all users of the M1 & away when entering London, provides a main Ford dealership of considerable value to Securicor with its fleet of 2,500 vehicles to maintain, apart from an investment in a business complementary to existing services.



A new coloured film entitled "Prevention is Better" has been made to replace "Security in the Seventies". It has been generally welcomed as a valuable contribution in helping to publicise the Company's activities.



Throughout the year, Securicor staff all over the country have given up precious spare time to help the unfortunate victims of Multiple Sclerosis. Money is collected in a variety of ways to help the M.S. Society and each year 500 Christmas parcels are provided and distributed in the London area.



The year has seen an increase in attacks against Securicor's armored van crews and the Company's medal for bravery, first introduced in 1962, has been presented to revenue individual actions beyond the call of duty. During the year the medal and a cheque have been awarded to Robert Russell - see photograph. Also to Alphonse Shepard, John Wheatley and Brian Stratton.



Securicor Netherlands now has three branches in Holland. Its high reputation for security is spreading and the famous European Football Cup was entrusted to its care to transport it from Amsterdam to Minsk en route for Kiev in the U.S.S.R. photo by courtesy of De Telegraaf Holland.



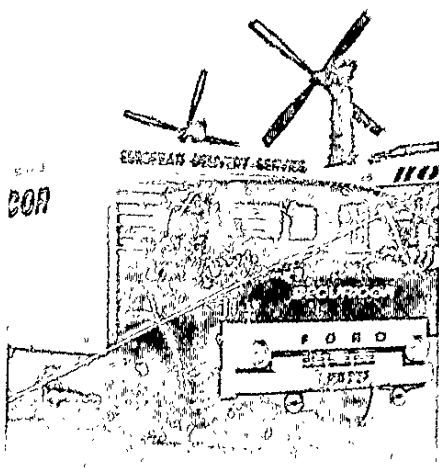
The continuous threat to the airlines from terrorist attack has called for increases in the force of men and women engaged on passenger searching duties now extended beyond Heathrow and Gatwick to small provincial airports around the country. photo by courtesy of Eastern Daily Press.

1975

SECURICOR SPECIAL DELIVERY SERVICE

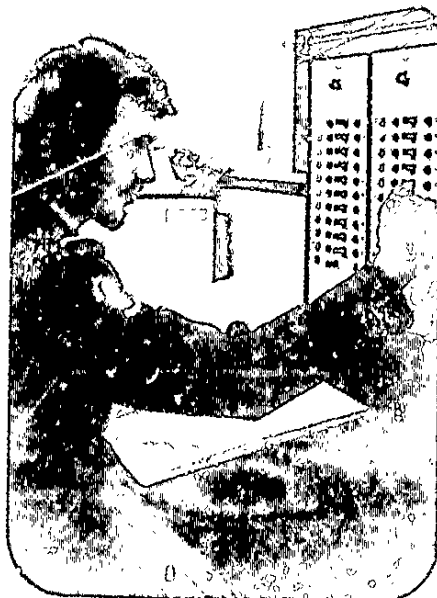
During the year as prices continued to rise and reliability of service declined in the various channels handling parcel deliveries, more customers came to realise the value of using Securicor. A timed schedule of delivery over the country and extending into Europe is a strong selling point for a service having a special appeal to users wanting to move valuable goods quickly and safely.

Computer data emanating from Government Departments, banks and insurance companies, is being entrusted to SDS for daily distribution in ever increasing quantities. It accounts in part for the steady increase in the earnings of this growing service. A specialist service working within the SDS framework has now become Great Britain's largest carrier of radio active materials to hospitals, laboratories and for new found users in industry.



SECURICOR ALARMS DIVISION

There are now 70 central alarms stations located countrywide (see photograph) into which signals are channelled from alarms in customers' premises. Installation work is provided from a further 27 alarm branches deployed to meet current and future requirements. The present economic difficulties are forcing an increasing number of firms to make cut-backs in security spending, and many are turning to the use of intruder and fire alarms as a substitute for guards.



SECURICOR CLEANING DIVISION

As demand for this new service has grown it has been found necessary to provide additional services as adjuncts to office and industrial cleaning. A carpet cleaning need is being met by the use of sophisticated machinery capable of foam or steam cleaning large areas of carpet in situ with a minimum of drying time. This service is making a ready appeal to hotels, restaurants and public houses and the competitive charges made have generated considerable interest from private householders. In days of economic stringency, Securicor's "Carpet Care" can make a contribution to prolonging the life of carpets and thus save on replacement costs. Another new adjunct to the Cleaning Division's services is the provision of window cleaning facilities on a contractual basis separated or combined with an industrial contract.

