

COMMISSION OF THE EUROPEAN COMMUNITIES

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Brussels, 10 May 1983.

FOURTH COMMISSION REPORT TO THE COUNCIL

ON THE TRANSPOSED ANNUAL ACCOUNTS
OF RAILWAY UNDERTAKINGS

1980

SYNOPTIC REPORT ON ACCOUNTS

INTRODUCTION

1. Article 5 of Regulation (EEC) No 2830/77 provides that Railway undertakings shall within 12 months of the end of the accounting year in question transmit to the Commission their transposed annual accounts. Six months after their receipt "the Commission shall submit a synopsis of / the transposed accounts-7 to the Council".
2. The Commission's services prepared a working document for discussion within the Advisory Committee established to assist the Commission in the implementation of this Regulation.

The Committee is charged to give its opinion on any questions relating to the problems and solution thereof connected with improving the comparability of the transposed annual accounts of railway undertakings and making progress towards greater harmonization of their accounting systems.

A meeting was held on July 6, 1982.

The synoptic report on the 1980 Transposed Accounts takes account of the Committee's opinions.

COMMENTARY ON ACCOUNTS AND DEVELOPMENTS

1. Transposed accounts and explanatory notes submitted by the railway undertakings are reproduced in full in Annexe I to the report.
2. Railway undertakings have, in general, responded favourably to the Committee's short term objectives of improving the quality and quantity of information provided in the explanatory notes. The Commission is most appreciative of their efforts, particularly in view of the short time lag between the 1979 and 1980 Reports on Transposed Accounts.
3. As a consequence of the Advisory Committee's meeting of 6 July 1982 certain very important achievements can be recorded. From 1981 onwards railway undertakings shall include in their communication of the Transposed Accounts to the Commission :
 - (a) a statement on sources and application of funds
 - (b) a statement on movement of fixed assets
 - (c) a more detailed breakdown of personnel numbers and expenditure.Examples of the agreed schemas for presentation are given in Annexes III, IV, V of this report.
4. These developments will undoubtedly contribute to the Commission's and the Member States' ability to evaluate the financial situation and changes therein of the railway undertakings - the raison d'être of the Biennial Report on the economic and financial situation of railways which the Commission is charged to present under Art. 14 of Decision 75/327/EEC (1).
5. The Committee's opinion was also sought on the possibility and desirability of an accounting separation of infrastructure and operations in the Transposed Accounts. Studies, underway in several Member States, have to date yielded no definitive conclusions as to this possibility. There appears little chance of immediate development in this area. However figures for infrastructure expenditure (investment + operational) are supplied under Regulation (EEC) 1108/70 (2)

(1) OJ No. L 152/3 of 12.6.1975

(2) OJ No. L 130 of 15.6.1970

6. The figures and information provided in this report will be used for the establishment of comparative indicators in the 1983 Biennial Report.

7. Article 7 of Regulation (EEC) No 2830/77 (1) provides that 'before 1 January 1983 the Commission shall, in the light of experience gained and of accounting developments in general and taking into account the opinion or the Committee, submit, where appropriate, proposals for amending this regulation and the annexes thereto with a view to improving the comparability of transposed annual accounts'.

The Committee was consulted on July 6, 1980 on the necessity to amend the regulation. There was unanimous agreement that no amendment is necessary. Additional information is and will continue to be supplied under Art. 4 § 3.

8. The Commission will therefore address a separate communication to this effect, towards the end of 1982, to the Council.

TRANSPOSED ACCOUNTS

(1980)

This annex contains the accounts and Explanatory notes for all railways except the Republic of Ireland as C.I.E. have not yet published their report and accounts for 1980 due to certain technical difficulties.

SOCIETE NATIONALE DES CHEMINS DE FER BELGES (SNCB)
NATIONALE MAATSCHAPPIJ DER BELGISCHE SPOORWEGEN (NMBS)

	1980		1979	
ASSETS				
<u>LONG-TERM ASSETS</u>				
Fixed Assets (Net)				
10 Land and fixed installations	45 728	81 513	39 565	11 000
11 Transport stock and equipment	17 768		15 507	1 910
12 Other stock and equipment	2 955		1 299	33 757
13 Fixed assets under construction	15 062		12 869	1 175
<u>Other fixed assets</u>				855
14 Shareholdings in other undertakings	325	14 142	323	33 892
15 Long-term loans	84		80	3 595
16 Cost of floating loans and loan redemption premiums	308		371	4 513
17 Miscellaneous fixed assets	13 425		13 425	
Sub-total		95 655	83 439	103 163
<u>CURRENT ASSETS</u>				
Stocks				
29 - 31 (In store or being manufactured)		8 845	7 695	
<u>Realizable assets</u>				
30 Debtors	16 403	17 268	11 467	
41 Loans repayable within one year	-		-	
42 Bills receivable	865		790	
45 Securities				
Bank balances and cash				20 068
43-46-47-48 Cheques in hand, postal cheque accounts, bank accounts, cash in hand		616	1 409	2 027
Sub-total		26 729	21 361	2 146
<u>RESULTS</u>				
06.0 Profits for previous financial years	4 536	5 020	4 815	-
07.0 Profit for the financial year	584			279
Assets : Total		127 404	109 615	127 404
LIABILITIES				
<u>Capital and reserves</u>				
00 Capital	11 000			11 000
01 Reserves	2 037			13 037
02 Contribution to investment costs				41 185
03 Provisions				1 040
04 Funds for staff				943
05 Long-term financial debts				46 958
- debentures	36 886			
- State loans	3 587			
- other financial debts	6 485			
Sub-total				103 163
<u>Current Liabilities</u>				
31 Creditors				16 706
40 Financial debts of less than one-year term				1 489
44 Bills payable				444
Sub-total				18 639
Liabilities : Total				127 404

30

SNCB/NMBS: FINANCIAL YEAR 1980

Explanatory notes

Figures are given in millions of BFR.

BALANCE SHEET

Assets

Accounts 10 - 13 - Fixed Assets

The fixed assets shown in the Balance Sheet are those acquired since 1.9.1926, when the SNCB was founded; they are recorded at their purchase value and they include both those financed by the railway company and those financed by the State; the latter are set off by the Account 02 - Contribution to Investment Cost.

The replacement is ensured through the Replacement Fund (Account 03). The allocation is calculated to cover industrial depreciation of tracks, equipments, tools, buildings and structures.

It is foreseen to replace this system by a classic method of depreciation in 1982.

	<u>A C C O U N T</u>				
	<u>10</u>	<u>11</u>	<u>12</u>	<u>13</u>	<u>14</u>
Primo value	39 403	14 462	2 506	12 869	323
+ investments	6 408	4 367	488	2 193	?
- sales	1	26	39		
- depreciation	82	1 035	-	-	
Ultimo value	45 728	17 768	2 955	15 062	325

Account 14 - Shareholdings in Other Companies

Shareholdings in affiliated companies	65
Shareholdings in other companies	258
Other stocks and shares	2
	<u>325</u>

Account 15 - Long-Term Loans

These are all claims vis-à-vis companies in which SNCB has a share-holding.

Account 17 - Miscellaneous Fixed Assets

(a) Railway operating concession	11 000
(b) War damage	2 410
(c) Loan to Fonds des Oeuvres Sociales	15
	<hr/>
	13 425

Accounts 20 and 21 - Stocks

Raw materials, consumables, supplies	8 067
Work in progress	739
Goods	39
	<hr/>
	8 845

The valuations rules are :

- Raw materials, consumables, supplies are valued at their weighted average price
- Works in progress are valued at their costs and
- Goods are entered in the books at average price (clothing), at the FIFO method (buffets) and at cost of acquisition (night soil).

Account 30 - Debtors

Claims whose term is more than one year arising from goods delivered and services rendered	32
Claims whose term is no more than one year	
(a) Arising from goods delivered or services rendered	10 579
(b) Other claims	1 996
Adjustments	3 796
	<hr/>
	16 403

Included is 341 mio deficit - and 222 mio debtors of the FOS.

Account 45 - Securities

This account also includes FB 175 mio which is an investment in the FOS.

Account 43 - 46 - 47 - 48 - Bank Balance and Cash

Belonging to the FOS : FB 80 mio.

Liabilities

Account 01 - Reserves

This is the amount credited to the Loan Redemption Fund as at 31st December 1980. A sum is entered in the accounts each year to replenish this Fund.

Account 03 - Provisions

(a) Fixed Assets Replacement Fund	319
(b) Provision for exchange losses relating to foreign currency loans (Eurofima)	414
(c) Other provisions	317
	<hr/>
	1 040

Account 04 - Funds for Staff

This is a Fund to pay allowances due to staff in connection with accidents at work.

Account 05 - Long-Term Financial Debts

The other financial debts break down as follows :

(a) Non-convertible subsidiary loans	358
(b) Non-convertible debenture loans	18
(c) Credit establishments	6 102
(d) Payment in advance	2
(e) Guarantees to connected firms	5
	<hr/>
	6 485

The debts vis-à-vis companies in which the SNCB has a shareholding (Eurofima) amount to BFR 5 674 mio.

Account 31 - Creditors

Debts whose term is more than one year arising from the purchase of goods and services	1
Debts whose term is no more than one year	
(a) Credit establishment	5 586
(b) Various debts arising from the purchase of goods and services	2 744
(c) Debts and provisions for tax, social charges and wage payments	4 598
(d) Advances received	1 588
(e) Other loans and deposits received	38
(f) Other debts	26
Adjustments	5 487
	<hr/>
	20 068

Included for the FOS : 96 mio as debt and 848 mio for actions of which prices are not fixed.

Profit and Loss Account

EXPENSES

Account 60 - Staff Costs

Remunerations	34 633
Pensions	15 897
Social Assurance	5 202
Other Social Charges	490
	<hr/>
	56 222

After deduction of the state compensation for pensions under reg. 1192/69 - FB 13 468 mio - the net pension charges are FB 2 429 mio, whereas the staff cost net amount to FB 42 754 mio instead of FB 56 222 mio.

The remuneration can be divided into :

Statutory staff	- employees	11 900
	- workers	20 802
Temporary staff	- employees	331
	- workers	1 281
Trainees	- employees	211
	- workers	103
Board of directors and auditors		5
		<hr/>
		34 633

The social charges can be divided into :

Family allowance	2 146
Contribution to FOS	1 295
Contribution to ONSS (*)	514
Holiday provisions	1 517
Trade union fund	101
Industrial accident fund	119
	<hr/>
	5 692

Account 61 - Material Supplied and Services Performed by Third Parties

Works of third parties	7 289
Materials and other supplies	6 456
Transport materials	4 679
Energy consumption	3 787
Hire	1 193
Road transport	857
Rent and letting charges	101
Miscellaneous	1 096
	<hr/>
	25 458

(*) Office National de Sécurité Sociale

Account 62 - Taxes and Dues

The total on this account is the sum of :

- VAT on investment goods
- VAT on free sales to the personnel of the buffets
- Tax on assets rented to third parties
- Road tax on vehicles
- Registration fees, stamp duty and court registry dues

The VAT is 6 % for transport of passengers and 16 % on goods transport.

Account 64 - Allocations to Provision Accounts

Replacement allocation	7 860
Insurance Fund allocation	290
Provision for exchange losses on long-term debts	- 40
	<hr/>
	8 190

Account 65 - Financial Charges

Charges on debts whose term is more than one year	3 612
Charges on debts whose term is no more than one year	301
Miscellaneous financial charges	370
Reductions of creances	<hr/>
	4 283

REVENUE

Account 70 - Traffic Revenue

These figures are extracted from the accounts. In the case of receipts from passenger traffic, some breakdowns based on statistics have been made between rail traffic and road traffic.

Account 71 - Financial Revenue

Revenue from financial assets	97
Revenue from other claims and bank balances and cash	27
Miscellaneous	213
	<hr/>
	337

Account 72 - Other Revenue

Services and supplies	8 800
Miscellaneous revenue	1 609
Revenue relating to staff	377
	<hr/>
	10 786

Account 73 - Contra of Costs Booked to Other Accounts

Internal work relating to the improvement of fixed assets	
(a) New fixed assets	1 380
(b) Renewals of fixed assets	11 558
Net amount charged to the Insurance Fund	285
	<hr/>
	13 223

Account 74 - Compensation and Aid Received

74.0. Regulation (EEC) N° 1191/69

Obligation to operate	2 241
Tariff obligation	
- passengers	19 166
- goods	31
	<hr/>
	19 197
	<hr/>
	21 438

74.1. Regulation (EEC) N° 1192/69

Retirement payments and pensions	13 468
Social charges, whereof :	
(a) Accidents at work	92
(b) Family allowances	25
Measures benefiting staff in recognition of services rendered to their country	35
Crossing facilities	359
Compensation for financial charges	433
	<hr/>
	14 412

74.2. Regulation (EEC) N° 1107/70 (Article 3)

Compensation for :

(a) Infrastructure charges	5 351
(b) Financial charges relating to :	
(i) Financing the extension of the network }	
(ii) Financing accumulated deficits and overdue renewals }	4 442

Tax from which the company is exempted

to be deducted	- 19
	<u>9 776</u>

The sum of BFR 2 045 mio th the Health Insurance Office (FOS) is optional compensation not included in the accounts.

Account 91-2 - Exceptional Profits

The exceptional profits include :

- a credit relating to 1978 of BFR 83 mio given by the State
- BFR 446 mio repaid VAT on investments for creation of employment.
- BFR 16 mio represent amount withhold in 1978 on account 15.

Note about the Health Insurance office

In favour of the personnel the SNCB has created a Health Insurance Office (Fonds des Oeuvres Sociales) - FOS - consisting of :

- La Caisse de Soins de Santé
- La Caisse des Indemnités
- La Caisse de la Solidarité Sociale.

From 1979 on the accounts of this Fund are incorporated in the accounts of the SNCB. Whereas the income and expenditures of the FOS are not recluded in the profit and loss account of the Company.

The results of the FOS are integrated as follows :

- Caisse de Soins de Santé : this fund represent a normal debt which the State meets every year, its deficit is brought into account 30.
- Caisse des Indemnités : is always in balance, the income correspond to the expenditures.
- Caisse de la Solidarité Sociale : disposes of a credit, which is considered as a debt to the personnel and which is shown in account 31.

SOURCES AND APPLICATION OF FUNDS STATEMENT

YEAR 1980

Table on the changes of the values

<u>ASSETS</u> (mio BFR)		<u>31.12.1979</u>	<u>31.12.1980</u>	<u>Sources</u>	<u>Use</u>
I	Tangible fixed assets (accounts 10, 11, 12, 13)	69 240	81 513		12 273
II	Other fixed assets (accounts 14, 15, 16, 17)	14 199	14 142	57	
III	Stocks (accounts 20, 21)	7 695	8 845		1 150
IV	Realizable assets (accounts 30, 41, 42, 45)	12 257	17 268		5 011
V	Bank balance and cash (accounts 43, 46, 47, 48)	1 409	616	793	
<u>LIABILITIES</u> (mio BFR)					
I	Capital (accounts 00, 01, 03, 04)	14 940	15 019	79	
II	State contribution (account 02)	33 757	41 186	7 429	
III	Long-term debts (account 05)	42 000	46 958	4 958	
IV	Short-term debts (account 31, 40, 44)	18 639	24 241	5 602	
V	Accumulated results	- 4 536	- 5 020		484
				<u>18 918</u>	<u>18 918</u>

Care should be taken in interpreting the statement because of the nature of the undertaking and the evaluation rules used in drawing up the annual accounts. The fixed assets of the SNCB would appear to have increased by some 12 milliards in 1980 over 1979. These investments being financed 60 % by the State. The real investment for 1980 is some 21 milliards, from which the State's share is subtracted.

From 1983 on it will be possible, with the change over to classical methods of depreciation, to prepare a more meaningful sources and application statement

- 13 -

DANSKE STATSBANER (DSB)

BALANCE SHEET

- 14 -

TABEL 2 a

Mio DKR

Undertaking : DSB		at 31.12.1980		
A S S E T S		1 9 8 0		1 9 7 9
		1 9 8 0	1 9 8 0	1 9 7 9
<u>LONG-TERM ASSETS</u>				
Fixed Assets (Net)		4 589	8 592	4 248
10 Land and fixed installations		3 697		3 266
11 Transport stock and equipment		306		271
12 Other stock and equipment		-		0
13 fixed assets under construction				
Other fixed assets		10	10	10
14 Shareholdings in other undertakings		-		-
15 Long-term loans		-		-
16 Cost of floating loans and loan redemption premiums		-		-
17 Miscellaneous fixed assets		-		-
	Sub-total	8 602	7 795	7 795
<u>CURRENT ASSETS</u>				
Stocks				415
20 - 21 (In store or being manufactured)			526	
Realizable assets			482	314
30 Debtors				
41 Loans repayable within one year		482		
42 Bills receivable				0
45 Securities				
Bank balances and cash				
43-46-47-48 Cheques in hand, postal cheque accounts, bank accounts, cash in hand		37		35
	Sub-total	1 045	764	764
Results				
06.1 Losses for previous financial years				
07.1 Loss for the financial year				
	Assets : Total	9 647	8 559	8 559
<u>LIABILITIES</u>				
Capital and reserves			8 925	8 039
00 Capital				
01 Reserves			8 925	
02 Contribution to investment costs				
03 Provisions				
04 Funds for staff				
05 Long-term financial debts				
- debentures				
- State loans				
- other financial debts				
	Sub-total		8 925	8 039
Current Liabilities				
31 Creditors			528	491
40 Financial debts of less than one-year term			194	29
44 Bills payable				
	Sub-total		722	520
Results				
06.0 Profits for previous financial years				
07.0 Profit for the financial year				
	Liabilities : Total		9 647	8 559

DSB - Financial year 1980

Explanatory Notes

Figures are given in millions of DKR.

I. Balance Sheet

Accounts 10 - 13 - Assets

In accordance with the national standard accounting procedure the costs of fixed assets under construction are included in Accounts 10 - 12.

	A c c o u n t s			Total
	<u>10</u>	<u>11</u>	<u>12</u>	<u></u>
Primo value	4 248	3 266	271	7 785
+ Investments	534	570	63	1 167
- Sales	132	3	18	153
- Depreciation	<u>61</u>	<u>136</u>	<u>10</u>	<u>207</u>
Ultimo value	4 589	3 697	306	8 592

Accounts 20 and 21 - Stocks

Stock valuation is based on current prices.

Liabilities

The capital is built up through annual state contributions to investments.

II. Profit and Loss Account

Account 60 - Staff Costs

This account includes DSB's contributions to pension costs for all staff in employment.

The pensions paid to retired DSB staff are covered by the State budget.

Staff expenditure relating to fixed assets is entered under the relevant assets accounts.

Account 62

The ingoing VAT on the national passenger traffic is included in Account 61.

The VAT on the national freight traffic is compulsory but the income on goods - Account 70.1. - excludes the collector VAT which is booked separately. Investment in assets for the passenger traffic shall bear the ingoing VAT (included in Account 10 - 12) whereas for assets in the goods sector the VAT can be repaid.

Account 63 - Allocations for Depreciation

Depreciation is on a straight-line basis, with various rates of depreciation (see account 10 - 13).

Account 65 - Financial Charges

Tangible assets, which are part of the capital invested in DSB by the State, bear interest at 4.5 %.

DSB's current account with the Finance Ministry (Account 40) bears interest at 3.5 %.

Account 70 - Traffic Revenue

Much of DSB's traffic revenue cannot be apportioned between the various modes of transport. There is no separate pricing for ferry crossings which are part of a passenger or freight transport, for road haulage or for some bus services.

The carriage of private cars and goods vehicles, and ferry crossings where passengers are not travelling by train are shown in accounts 70.0 c) and 70.1 c). The revenue shown in accounts 70.0 b) and 70.1 b) is from the carriage of passengers and small parcels by DSB buses and contractors

Account 74 - Compensation and Aid

Regulation (EEC) N° 1191/69

- passenger transport	810
- freight and mail	313

Regulation (EEC) N° 1192/69 - Class XI -
Allowances to staff 13

Regulation (EEC) N° 1107/70 - Infrastructure Cost 228

This amount is compensation for interest charges and amortization on loans of fixed installations which the other modes do not bear.

DEUTSCHE BUNDESBahn (DB)

PROFIT AND LOSS ACCOUNT

Year : 1980

Mio DM

I. GENERAL OPERATION

EXPENSES	REVENUE		
	1980	1979	1980
60. Staff costs	19 841	18 770	
61. Material supplied and services performed by third parties	9 754	8 954	4 216
62. Taxes and dues	92	92	608
63. Allocations for depreciation	1 833	1 820	47
64. Allocations to provision accounts	-	-	8 496
65. Financial charges	2 394	2 394	
			7 142
			4 505
			2 637
			1 354
			1 262
			92
			1 177
			11
			402
			14 175
			178
			1 723
			4 645
			3 287
			4 496
			69
			987
			8 083
			30 342
			3 572
			4 468
			3 026
			3 957
			82
			1 078
			8 083
			28 436
			3 594
Total expenses	33 914	32 030	
91.0 Operating profit for the financial year	-	-	

II. PROFIT AND LOSS SUMMARY

91.1 Operating profit for the financial year	3 572	3 594	-	-
91.3.Exceptional losses	45	21	16	42
91.4 Corporation tax	4	3	-	-
91.6 Profit for the financial year	-	-	3 605	3 576

DB - Financial Year 1980

Explanatory Notes

Figures are given in millions of DM

I. Balance Sheet

Liabilities

Account 00 - Capital

Own capital	19 220
Contributions from the State to cover losses carried over	100
Less State loans to increase the capital not written off	- 468
	<u>18 852</u>

Account 05 - Long-Term Financial Debts

The other financial debts include :

(a) Long-term debts	16 401
(b) Debts of 1 to 4 years	2 012
(c) Part of other liabilities	1
	<u>18 414</u>

Account 05 includes some DM 2340 mio by way of financial debts in respect of companies in which DB has a shareholding.

DM 4 168 mio are payable in 1980.

Accounts 10 to 12 - Fixed Assets

Fixed assets are accounted for at the cost of acquisition or production and depreciated on a linear basis over their useful lifetime (provision for depreciation is shown in the liabilities side of the Balance Sheet, depreciation is shown in item 63 in the Profit and Loss Account). When an asset is disposed of before the end of its normal lifetime the net book value of this asset is fully depreciated.

The items break down as follows :

Description	Gross Value	Accumulated Depreciation	Net Value
10. Land and Installations	55 948	24 248	31 700
11. Transport Stock and Equipment	23 268	9 653	13 615
12. Other Stock and Equipment	3 997	1 889	2 108

Account 15 - Long-Term Loans

Long term loans	1 991
Loans arising from other assets	265
Less valuation adjustment on fixed assets	- 2
	<u>2 254</u>

Account 15 includes DM 766 mio in loans to companies in which DB has a shareholding.

Account 16 - Cost of Floating Loans and Loan Redemption Premiums

The sum of DM 129 mio is the bond issue premium.

Account 20 - 21 - Stocks

Fuel	- new	112	
	- old and waste	15	
		<u>127</u>	
Stocks to fixed assets	- new	787	
	- old and waste	164	
		<u>951</u>	
			<u>1 078</u>

Account 30 - Debtors

This account includes :

Advances	43
Claims arising from transport services, supplies and other services	1 112
Adjustments (assets, less bond issue premiums)	952
Less valuation adjustments to other current assets -	3
	<u>2 104</u>

Account 31 - Creditors

This account includes :

Advances	92
Transport services, supplies and other services	2 943
Adjustments (liabilities)	25
	<u>3 060</u>

Account 40 - Financial Debts of Less than One Year Term

The sum of DM 281 mio is the remainder of the liabilities.

Account 41 - Loans Repayable Within One Year

The sum of DM 152 mio is the remainder of the assets.

Accounts 43, 46 to 48 - Bank Balances and Cash

Represent DM 1 130 mio.

Account 06-1 - Losses for Previous Financial Years

The loss of DM 4 611 mio in 1978 was set off against Government contribution to cover losses carried over Account 00 and against the reserves Account 01.

In principle DB is obliged to insert its losses in the balance sheet until Federal government has decided on coverage. Generally these losses are being compensated two years later with capital grants to cover accumulated losses or with reserves. For these two items DB receives annual payments above the line.

I. Profit and Loss Account

Account 60 - Staff Costs

This account includes :

Total staff expenditure	19 416
Social charges external to the company	413
Pension charges external to the company	12
	<hr/>
	19 841

The total can be broken down as follows :

Remuneration of staff in employment	11 365
Retirement and pensions	5 380
Social charges	3 096
	<hr/>
	19 841

The pensions of workers and salaried staff are paid by an independent fund, to which the DB pays a contribution, while those for permanent officials are paid by the undertaking itself. As shown in account 74.1. the DB receives a compensation for excess social charges and external superannuation charges.

Account 61 - Materials Supplied and Services Performed by Third Parties

This account includes :

Current operating expenditure	3 794
Less tax (see Account 62)	- 92
Expenditure on materials supplied and services provided by third parties for the renewal and maintenance of fixed assets	6 052
	<hr/>
	9 754

Of this DM 6 052 mio, only DM 2 561 mio for the expenditure on maintaining installations and equipment remains in the Profit and Loss Account. The other DM 3 491 mio - expenditure on materials for the construction of fixed assets - is entered in DB's Balance Sheet in Account 73.

Account 62 - Taxes and Dues

Various taxes include DM 8.2 mio which are taxes on behalf of personnel.

The VAT rate on rail activities is 13 % except on the suburban traffic (until 50 km) where it is 6,5 %. The 13 % rate is also in force on materials supplied and services performed by third parties. The ingoing and the outgoing TVA are booked separately and only the amount, which is to be paid is shown in Account 62.

Account 63 - Allocations for Depreciation

Reference should also be made to Accounts 10 and 12.

This account includes :

Ordinary depreciation of fixed assets	2 340
Depreciation of obsolete fixed assets	234

Less :

(a) contributions to investment costs and similar contributions from third parties	- 269
(b) other credit items relating to maintenance and renewal	- 472
	<hr/>
	1 833

Account 65 - Financial Charges

Interest, premiums and subsidies on bonds	2 317
Interest on loans and other outside resources for increasing capital	77
	<hr/>
	2 394

Account 71 - Financial Revenue

This account includes :

Revenue from shares	40
Interest on loans and other revenue	138
	<hr/>
	178

Account 72 - Other Revenue

This account is made up of :

The balance of revenue from other transport services (vehicle hire, services performed for other railways, etc.)	391
Other operational revenue	1 332
	<hr/>
	1 723

This total may be broken down as follows :

Revenue from work done for, and supplied to third parties	531
Revenue from other activities, including rents	1 034
Miscellaneous	158
	<hr/>
	1 723

Account 73 - Contra of Costs Booked to Other Accounts

This account may be broken down as follows :

Services for own account, fixed assets and materials in stocks, entered as offsets to expenditure in the Profit and Loss Accounts	1 154
Expenditure on materials in respect of fixed assets (see Account 61)	3 491
	<hr/>
	4 645

Account 74 - Compensation and Aid

74.0 Regulation (EEC) N° 1191/69

Local rail passenger services	2 944
Mainline rail passenger services (social tariffs)	100
Maintenance of services on certain lines	5
Support tariffs for the Saar	31
Combined transport	207
	<hr/>
	3 287

74.1 Regulation (EEC) N° 1192/69

Operation and maintenance of level crossings	433
Medical aid for tuberculosis sufferers	3
Excess social charges due to structural factors	2 911
Additional staff superannuation	651
Additional training posts	73
External superannuation charges	413
External pensions	12
	<hr/>
	4 496

74.2 Regulation (EEC) N° 1107/70 (Article 3)

Road transport for apprentices 69

74.3 Other Compensation and Aid

Interest on loans and other outside capital
taken up to increase own capital 76

Interest in respect of improvement of the
capital structure 911

987

The Federal Government allocations to cover losses carried over (DM 100 mio) for the repayment of loans and other outside resources for increasing capital (DM 688 mio) do not affect the results and are entered directly in the Balance Sheet. The tax on mineral oils (DM 279 mio) refunded by the State has been deducted from the expenditure on fuel contained in Account 61.

Account 91.2 - Exceptional Profits

This account contains the revenue arising from the adjustment of provisions and other profits (DM 16 mio).

Account 91.3 - Exceptional Losses

The sum of DM 45 mio may be broken down as follows :

Depreciation of long term loans and investments 2

Depreciation of other current assets 4

Other charges 39

45

SOCIETE NATIONALE DES CHEMINS DE FER FRANCAIS (SNCF)

BALANCE SHEET

TABEL 4 a

at 31.12.1980

MIO FF

ASSETS	1980		1979	LIABILITIES		1980		1979
<u>LONG-TERM ASSETS</u>								
<u>Fixed Assets (Net)</u>								
10 Land and fixed installations	44 412	65 380	44 210	Capital and reserves				
11 Transport stock and equipment	13 803		13 767	00 Capital	14	14	14	14
12 Other stock and equipment	631		588	01 Reserves	42 887	42 901	44 759	44 759
13 Fixed assets under construction	6 534		3 783	02 Contribution to investment costs	-	-	-	-
<u>Other fixed assets</u>				03 Provisions	6	6	10	10
14 Shareholdings in other undertakings	1 958	3 337	1 889	04 Funds for staff	-	-	-	-
15 Long-term loans	371		348	05 Long-term financial debts		26 021		16 598
16 Cost of floating loans and loan redemption premiums	994		440	- debentures	20 969			1 414
17 Miscellaneous fixed assets	14		14	- State loans	1 399			3 945
				- Other financial debts	2 553			
Sub-total		68 717	65 039			68 928		65 611
<u>CURRENT ASSETS</u>								
<u>Stocks</u>								
20 - 21 (In store or being manufactured)		2 720	2 270					
<u>Realizable assets</u>								
30 Debtors	10 527	11 230	8 761	<u>Current Liabilities</u>				
41 Loans repayable within one year	120		90	31 Creditors	9 496			8 875
42 Bills receivable	302		315	40 Financial debts of less than one-year term	8 130			6 273
45 Securities	281		708	44 Bills payable	2 057			1 837
Bank balances and cash								
43-46-47-48 Cheques in hand, postal cheque accounts, bank accounts, cash in hand		548	691					
Sub-total		14 498	12 835			19 683		16 985
<u>Results</u>								
06.1 Losses for previous financial years	4 722	5 396	4 830	06.0 Profits for previous financial years	-			-
07.1 Loss for the financial year	674		-	07.0 Profit for the financial year	-			108
Assets : Total		83 611	82 704	Liabilities : Total		88 611		82 704

Year : 1980

MIO FF

I. GENERAL OPERATION

Undertaking : SNCF

EXPENSES	1980		1979		1980		1979	
60. Staff costs	26 405		23 306		10 405		10 579	9 155
61. Material supplied and services performed by third parties	12 623		10 964		174			150
62. Taxes and dues	660		488					
63. Allocations for depreciation	3 373		3 355		14 655		14 970	
64. Allocations to provision accounts	8		4			11 946		8 034
65. Financial charges	2 652		2 288			9 030		2 626
						2 916		2 125
						2 451		204
						258		162
								129
								374
							453	22 959
							26 003	311
							560	2 039
							2 420	
								1 463
							1 897	
								3 804
								440
								3 472
								1 532
								9 248
							10 527	36 070
							41 407	4 335
							4 314	
Total expenses	45 721		40 405					
91.0 Operating profit for the financial year	-		-					

II. PROFIT AND LOSS SUMMARY

91.1 Operating loss for the financial year	4 314	4 335						
91.3.Exceptional losses	251	22						1 460
91.4 Corporation tax	169	1						2 600
Special allocation to reserves		267						3 300
91.6 Profit for the financial year		108						
								674
								1 432
								3 300

SNCF - Financial Year 1980

Figures are given in millions of FF.

I. Balance Sheet

Assets

Revaluation of Accounts 10 to 14

At the end of 1978, the SNCF revalued its Balance Sheet in accordance with the Finance Acts for 1977 and 1978.

Land was revalued on the basis of current market prices.

Depreciable assets were revalued in accordance with the ordinary rules on depreciation. The maximum revaluation coefficients were applied to the book value.

Revaluation resulted in an increase in the value of the assets and of the undertaking's own funds.

Accounts 10 to 12 - Fixed Assets

The gross value of the fixed assets and depreciation break down as follows :

Description	Gross Value	Accumulated Depreciation	Net Value
10. Land and Fixed Installations	75 237	30 825	44 412
11. Transport Stock and Equipment	37 309	23 506	13 803
12. Other Stock and Equipment	631	-	631
	113 177	54 331	58 846

The SNCF uses a linear method of depreciation with the possibility to amortize certain materials faster.

Account 14 - Shareholdings in Other Companies

Financial holdings have been revalued (see Table above) on the basis of either the companies' net position after revaluation to which the SNCF

shareholding percentage was applied (subsidiaries where the shareholding was larger than 50 %) or on the basis of their profitability for SNCF in the case of the remaining shareholdings.

Account 15 - Long-Term Loans

Loans granted to companies in which SNCF has a shareholding amount to FF 98 mio.

Accounts 20 and 21 - Stocks

Supplies	2 225
Work in progress	495
	<hr/>
	2 720

Account 30 - Debtors

Suppliers - down-payments and advances made on orders	299
Customers	1 982
Other debtors	3 144
Deposits and guarantees	7
Adjustments	940
Suspense accounts and items to be adjusted	-
Assets accounts for related services	4 155
	<hr/>
	10 527

Accounts 43 to 48 - Bank Balances and Cash

Various items in land	376
Bank balances, postal cheques and Treasury	38
Cash in hand	134
	<hr/>
	548

Liabilities

Account 01 - Reserves

Statutory and contractual reserves	9 811
Difference in value after revaluation	
(a) special reserve (non-depreciable assets)	26 173
(b) special provision (depreciable assets)	6 903
	<u>42 887</u>

Account 05 - Long-Term Financial Debts

Debts to companies in which SNCF has a shareholding are in the form of bonds issued by SNCF and bought by the Société Immobilière des Chemins de Fer Français for a total of FF mio on 31 December 1980.

Account 31 - Creditors

Suppliers	2 404
Advances received from customers	52
Other creditors	4 252
Adjustments	1 644
Suspense accounts and items to be adjusted	-
Liabilities accounts for related services	1 444
	<u>9 496</u>

II. Profit and Loss Account

Account 60 - Staff Costs

Wages and operational bonuses	17 716
Social charges	8 689
	<u>26 405</u>

Account 61 - Materials Supplied and Services Performed by Third Parties

Purchase of materials	5 043
Work done and supplies and services provided externally	7 122
Various administration costs	908
	<hr/>
	13 073
Less change in the stocks account	- 450
	<hr/>
	12 623

Account 62 - Taxes and Dues

This account breaks down as follows :

Direct Taxes and Dues

- business tax	354
- property and dwellings tax	104
- tax on interest and repayment premiums	25
- regular and special contributions relating to apprenticeships and training	53
- payments relating to public transport	91
- other direct taxes and dues	8
- payroll tax	1
<u>Registration and Stamp Duty - Vehicle Tax on Cars</u>	<hr/>
	24
	<hr/>
	660

The VAT regime is in accordance with the 6th directive EEC of 17 may 1977.

This account does not include any cost in relation to VAT because the accounting hereof is separate. The profit and loss account or the investment account only have to bear the non-deductible VAT.

Account 63 - Allocations for Depreciation

Allocation for depreciation (historic values)	3 375
---	-------

Account 73 - Contra of Costs Booked to Other Accounts

Work done by SNCF on its own behalf (to create fixed assets)	1 848
Less non-operational work and expenditure	49
	<hr/>
	1 897

Account 74 - Compensation and Aid Received

This account breaks down as follows :

74.0 Regulation (EEC) N° 1191/69

Compensation for tariff reductions	
(a) Mainline network	1 733
(b) Paris suburban network	1 113
Compensatory allowances	711
Compensation for increased tariffs	193
Compensation for other tariff reductions	
(a) Newspapers	63
(b) Regional adjustments	46
Obligation to operate	
- Military lines	5
Other compensations	451
	<hr/>
	4 315

74.1 Regulation (EEC) N° 1192/69

Cost of level crossing facilities	444
Reduction of the cost of loans	6
	<hr/>
	450

74.2 Regulation (EEC) N° 1107/70

Infrastructure cost	3 949
Insufficiency of tariffs not covered by Reg. 1191/69	174
	<hr/>
	4 123

74.3 Other Compensations and Aids

Payments from local authorities :	
(a) Reduction of depreciation cost (Paris suburbs)	197
(b) Compensations for tariff reductions and compensatory allowances	1 442
	<hr/>
	1 639

Profits and Losses Summary

Transfers to reserves are affected on the basis of Art. 24 of the 1937 Convention. This year's allocation is FF 169 mio.

Account 91.2 - Exceptional Profits

This account covers :

(a) the difference in value after revaluation	1 015
(b) surpluses realized from the sale of depreciable assets	70
non-depreciable assets	169
(c) various profits	12
(d) profits and regulations of state payments of previous years	194

Account 91.3 - Exceptional Losses

This account covers :

(a) various losses	19
(b) losses and regulations of state payments of previous years	232

AZIENDA AUTONOMA DELLE FERROVIE
DELLO STATO (FS)

BALANCE SHEET

TABEL 6 a

Mrd LIT

at 31-12-1980

Undertaking : FS	A S S E T S		L I A B I L I T I E S		1 9 8 0		1 9 7 9	
	1 9 8 0	1 9 7 9	1 9 8 0	1 9 7 9	1 9 8 0	1 9 7 9	1 9 8 0	1 9 7 9
<u>LONG-TERM ASSETS</u>								
<u>Fixed Assets (Net)</u>								
10 Land and fixed installations	3 704	3 250	6 839	3 250		45	45	45
11 Transport stock and equipment	2 956	2 570		2 570		1 947	1 594	1 594
12 Other stock and equipment	179	156		156		2 351	2 086	2 086
13 Fixed assets under construction	-	-		-		994	878	878
<u>Other fixed assets</u>								
14 Shareholdings in other undertakings	23	17	369	17				
15 Long-term loans	-	-		-				
16 Cost of floating loans and loan redemption premiums	346	309		309				
17 Miscellaneous fixed assets								
Sub-total	7 208	6 303		6 303				
<u>CURRENT ASSETS</u>								
Stocks								
20 - 21 (In store or being manufactured)	978	797		797				
<u>Realizable assets</u>								
30 Debtors	1 445	874		874				
41 Loans repayable within one year	-	-		-				
42 Bills receivable	-	-		-				
45 Securities	-	-		-				
<u>Bank balances and cash</u>								
43-46-47-48 Cheques in hand, postal cheque accounts, bank accounts, cash in hand	1 268	898		898				
Sub-total	3 691	2 569		2 569				
<u>Results</u>								
06.1 Losses for previous financial years	8 522	7 415		7 415				
07.1 Loss for the financial year	1 469	1 217		1 217				
Assets : Total	20 890	17 504		17 504				
<u>LIABILITIES</u>								
<u>Capital and reserves</u>								
00 Capital								
01 Reserves								
02 Contribution to investment costs								
03 Provisions								
04 Funds for staff								
05 Long-term financial debts								
- debentures								
- State loans								
- other financial debts								
Sub-total	17 426	15 015		15 015				
<u>Current liabilities</u>								
31 Creditors								
40 Financial debts of less than one-year term								
44 Bills payable								
Sub-total	3 460	2 481		2 481				
<u>Results</u>								
06.0 Profits for previous financial years								
07.0 Profit for the financial year								
Liabilities : Total	20 890	17 504		17 504				

FS - FINANCIAL YEAR 1980

Explanatory Notes

Figures are given in milliards (thousands of millions) of LIT.

I. Balance Sheet

Assets

Accounts 10 - 12 - Fixed Assets

The figures in accounts 10 to 12 are the costs of acquisition or construction as the FS does not employ the system of depreciating fixed assets. The last revaluation took place in 1927.

Account 13 - Fixed Assets under Construction

Investment expenditure is booked directly to the accounts concerned without passing through this account.

Account 16 - Cost of Floating Loans and Loan Redemption Premiums

Issue costs are never depreciated.

Accounts 20 and 21 - Stocks

The figure of LIT 978 mrd includes work in progress in FS workshops; not all of this is concerned with stocks.

Account 06.1 - Losses for Previous Financial Years

The amount entered in this account includes LIT 8 522 mrd covered by loans. The difference of LIT 110 mrd between the amount LIT 8 632 mrd in 1979 and the amount LIT 8 522 mrd in 1980 represents a repayment.

Account 07.1 - Loss for the Financial Year

LIT 947 mrd of the loss for the financial year is covered by advance loans from the Treasury Ministry.

Liabilities

Account 00 - Capital

The amount entered in this account represents the initial State allocation for lines and equipment and successive changes. In fact, changes take place only as a result of the closure of lines by Presidential Decree.

Account 02 - Contribution to Investment Costs

The amount entered under this account includes LIT 1 542 mrd by way of reimbursement by the State for the redemption of loans (excluding interest contracted to finance investments).

Account 05 - Long-Term Financial Debts

These debts include LIT 9 469 mrd in respect of long term debt to cover losses. This is made up as follows :

Debenture loans	1 069
State loans	8 400
	<hr/>
	9 469

These amounts can be set off against those entered under 06. 1 and 07.1. The amounts in question are indicated in the Notes to those Accounts.

Debts to companies in which FS has a shareholding amount to LIT 427 mrd (Eurofima).

II. Profit and Loss Account

Expenses

Account 62 - Taxes and Dues

The amount entered in this account is made up as follows :

Taxes on land and buildings	1.0
Non-deductible VAT	15.8
VAT not recoverable from users	91.5
	<hr/>
	108.3

Account 63 - 64

The FS does not depreciate its fixed assets, but sets up an annual reserve for their renewal which is entered under account 64.

Account 65 - Financial Charges

The amount of LIT 202 mrd includes repayments and interest for loans contracted to cover deficits reimbursed by the State under the provisions of Regulation (EEC) N° 1192/69 (see Notes to Account 74.1).

Revenue

Account 70 - Traffic Revenue

It is impossible to provide accounting data broken down as required by Annex IV to Regulation (EEC) N° 2830/77.

Account 74 - Compensatory and Aid

These are made up as follows :

74.0 Regulation (EEC) N° 1191/69

Operation of :

(a) low-traffic lines	632
(b) unprofitable installations	17
(c) ferry services to Sardinia	23
(d) substitute road services	0
Tariff obligations	165
Expenses arising from tariff obligations of a social nature	405
Mail transport	36
	<hr/>
	1 278

74.1 Regulation N° 1192/69

Expenditure of a social nature (Class II)	16
Superannuation and pensions (Class III)	30
Level crossings (Class IV)	53
Recognition of services to the country (Class X)	16
Conditions in respect of the placing of public tenders (Class XIV)	17
Lack of normalization in the past (Class XV)	
(a) interest on loans for the renewal of installations	35
(b) financial charges (capital and interest) on loans contracted to cover deficits	202
	<hr/>
	369

Account 91.7 - Loss for the Financial Year

As mentioned in the Note to Balance Sheet Account 07.1, the loss for the financial year includes the sum of LIT 947 mrd already covered by State loans.

SOCIETE NATIONALE DES CHEMINS DE FER
LUXEMBOURGEOIS (CFL)

TABEL 7 a

BALANCE SHEET

of 31.12.1980 Mio LFR

	1980		1979	1980		1979
A S S E T S						
<u>LONG-TERM ASSETS</u>						
Fixed Assets (Net)						
10 Land and fixed installations	737	3 377	673		1 600	1 600
11 Transport stock and equipment	1 486		1 408		953	988
12 Other stock and equipment	37		38		-	-
13 Fixed assets under construction	1 197		964		368	398
Other fixed assets		52	51		-	-
14 Shareholdings in other undertakings	52				1 207	295
15 Long-term loans					469	476
16 Cost of floating loans and loan redemption premiums					467	346
17 Miscellaneous fixed assets						
Sub-total		3 429	3 134		4 128	4 083
<u>CURRENT ASSETS</u>						
Stocks						
20 - 21 (In store or being manufactured)		581	528			
Realizable assets						
30 Debtors		1 331	922			
41 Loans repayable within one year	1 045		500			
42 Bills receivable	200		-			
45 Securities	-		70			
Bank balances and cash		14	23			
43-46-47-48 Cheques in hand, postal cheque accounts, bank accounts, cash in hand		1 926	2 043			
Sub-total		127	134		1 356	1 228
Results						
05.1 Losses for previous financial years	127		-			
07.1 Loss for the financial year	-		-			
Assets : Total		5 482	5 311		5 482	5 311
<u>LIABILITIES</u>						
Capital and reserves						
00 Capital						
01 Reserves						
02 Contribution to investment costs						
03 Provisions						
04 Funds for staff						
05 Long-term financial debts						
- debentures						
- State loans						
- other financial debts						
Sub-total						
Current liabilities						
31 Creditors						
40 Financial debts of less than one-year term						
44 Bills payable						
Sub-total						
Results						
06.0 Profits for previous financial years						
07.0 Profit for the financial year						
Liabilities : Total						

I. GENERAL OPERATION

Undertaking : CFL

EXPENSES	REVENUE		
	1979	1980	1979
60. Staff costs	4 561	5 025	204
61. Material supplied and services performed by third parties	459	547	28
62. Taxes and fees	55	53	-
63. Allocations for depreciation	389	427	1 572
64. Allocations to provision accounts	171	185	265
65. Financial charges	167	165	1 279
			1
			39
			18
			-
			1 816
			62
			108
			-
			1 699
			1 369
			1 093
			-
			4 181
			6 167
			235
91.0 Operating profit for the financial year	-	-	-
Total expenses	5 802	6 402	5 695
91.1 Operating loss for the financial year	-	-	107

II. PROFIT AND LOSS SUMMARY

91.0 Operating profit for the financial year	107	-	-
91.2 Exceptional profits	-	26	-
91.3 Exceptional losses	-	-	-
91.4 Corporation tax	-	-	-
91.5 Balancing subsidy	-	-	-
- Regulation (EEC) No 1107/70, Article 4	-	-	-
- Other	-	-	-
91.6 Profit for the financial year	107	215	107
91.7 Loss for the financial year	-	-	-

CFL - FINANCIAL YEAR 1980

Explanatory Notes

Figures are given in millions of LFR

I. Balance Sheet

Assets

Accounts 10 to 12 - Fixed Assets

The amounts represent the net value of the assets built and acquired :

Description	Gross Value	Accumulated Depreciation	Net Value
10. Land and Fixed Installations	1 289	552	737
11. Transport Stock and Equipment	2 783	1 297	1 486
12. Other Stock and Equipment	148	111	37
	4 220	1 960	2 260

There is no depreciation in the case of land.

The value of the land and fixed installations placed at CFL's disposal by the State when the company was formed appears in the Balance Sheet as nil. The renewal costs for these fixed assets are regarded as a depreciation allocation charged to the operating account.

Account 13 - Fixed Assets under Construction

The actual cost of this work is shown in the Balance Sheet.

Account 20 - 21 - Stocks

The valuation is based on current prices.

Account 30 - Debtors

Miscellaneous debtors	349
Expenses prepaid	366
Costs for 1981 paid in 1980	350
	<u>1 065</u>

Account 07.1 - Loss for the Financial Year

The loss is covered by the reserves and does not appear under this item.

LIABILITIES

Account 01 - Reserves

Reserve funds and parts of long and medium-term debts paid off	1 168
Less amount withdrawn to cover the deficit for 1980	- 215
	<u>953</u>

Account 03 - Provisions

Insurance Fund	201
Fund for the recovery of initial expenses	167
	<u>368</u>

Account 05 - Long-Term Financial Debts

Other financial debts are :

Cash advances which can be consolidated	250
Debts to company in which CFL has a shareholding (Eurofima)	217
	<u>467</u>

Account 31 - Creditors

Shareholders	48
Other creditors	475
Customer creditors	6
Income received in advance	377
Costs to be paid	52
	<u>958</u>

II. Profit and Loss Account

Expenses

Account 60 - Staff Costs

The remuneration of staff in employment excludes that relating to investment which is charged to the relevant account items.

Account 62 - Taxes and Dues are

Municipal payroll tax,
Municipal trade tax and
Property tax

Account 64 - Allocations to provision accounts

Allocation to Insurance Fund	31
Allocation to Reserve Fund	154
	<hr/>
	185

Revenue

Account 74 - Compensation and Aid Received

Regulation (EEC) N° 1191/69 - Passenger traffic	<u>1 699</u>
Regulation (EEC) N° 1192/69 - Family allowances	33
Superannuation and pensions	1 494
Level crossings	16
Lack of normalization in the past 5	
Too much collected in 1977	- 159
	<hr/>
	1 389
Regulation (EEC) N° 1107/70 - Infrastructure cost	<u>1 093</u>

Profit and Loss Summary

91.7 Loss for the Financial Year

See the Notes to Balance Sheet Account 07.1.

NEDERLANDSE SPOORWEGEN (NS)

TABEL 8 a

BALANCE SHEET

AIO NFL

at 31.12.1980

	A S S E T S		L I A B I L I T I E S		1 9 8 0		1 9 7 9
	1 9 8 0	1 9 7 9	1 9 8 0	1 9 7 9	1 9 8 0	1 9 7 9	1 9 7 9
<u>fixed Assets (Net)</u>							
10 Land and fixed installations	1 870	1 755	3 668		484	484	484
11 Transport stock and equipment	828	746			2 012	1 964	1 964
12 Other stock and equipment	-	-				699	695
13 fixed assets under construction	970	721				91	102
<u>Other fixed assets</u>			1 469			31	29
14 Shareholdings in other undertakings	451	427				1 927	265
15 Long-term loans	1 018	1 078			225	38	44
16 Cost of floating loans and loan redemption premiums	-	-			1 664	1 655	1 655
17 Miscellaneous fixed assets	-	-					
Sub-total	5 137	6 727	5 137	6 727		5 244	6 818
<u>CURRENT ASSETS</u>							
Stocks							
20 - 21 (In store or being manufactured)	201	184	201	184			
<u>Realizable assets</u>			416	267			
30 Debtors	248	267					
41 Loans repayable within one year	168	117					
42 Bills receivable	-	-					
45 Securities	-	-					
<u>Bank balances and cash</u>							
43-46-47-48 Cheques in hand, postal cheque accounts, bank accounts, cash in hand	67	64	67	64	472	464	464
Sub-total	684	632	684	632			
Results	29	-	29	-			
06.1 Losses for previous financial year	-	-					
07.1 Loss for the financial year	29	31					
Assets : Total	5 850	5 390	5 850	5 390		5 850	5 390
<u>Current Liabilities</u>							
31 Creditors							
40 Financial debts of less than one-year term							
44 Bills payable							
Sub-total						606	572
Results							
06.0 Profits for previous financial years							
07.0 Profit for the financial year							
Liabilities : Total							

PROFIT AND LOSS ACCOUNT

TABLE B b

Undertaking : NS

I. GENERAL OPERATION

MIO HFL

Year : 1980

EXPENSES	REVENUE		1980		1979		1980		1979
	1980	1979							
60. Staff costs	1 482	1 416							
61. Material supplied and services performed by third parties	618	519						859	772
62. Taxes and dues	5	5						-	-
63. Allocations for depreciation	215	202						321	
64. Allocations to provision accounts	159	133							100
65. Financial charges	143	144							189
									1
									4
									20
									-
									31
									1 117
									115
									75
									215
									808
									45
									-
									-
									812
Total expenses	2 622	2 419						2 483	2 334
91.0 Operating profit for the financial year	-	-						139	85

II. PROFIT AND LOSS SUMMARY

91.1 Operating loss for the financial year	139	85							
91.3. Exceptional losses	-	-							
91.4. Corporation tax	-	-						110	54
91.6 Profit for the financial year	-	-						29	31
91.0 Operating profit for the financial year									
91.2 Exceptional profits									
91.5 Balancing subsidy									
- Regulation (EEC) No 1107/70, Article 4									
- Other									

NS - FINANCIAL YEAR 1980

Explanatory Notes

Figures are given in millions of HFL.

I. BALANCE SHEET

Account 00 - Capital

The company's share capital consists of HFL 1 mrd divided into one million shares of HFL 1 000 each, of which HFL 484.4 mio were issued and paid up as at 31 December 1930.

Account 01 - Reserves

This account contains in particular the following :

General reserve	965
Revaluation reserve	648
Investment reserve	94
Reserve for shareholdings	305

Account 02 - Contributions to Investment Costs

This account contains the investment grants from the State and the premiums paid in accordance with the "Wet Investeringsrekening (WIR)".

Account 03 - Provisions

This account consists of provisions for :

maintenance of fixed assets
Reorganization of freight traffic and
Other provisions

It includes provisions for the equal distribution of certain charges and the cover of specific risks.

Account 04 - Funds for Staff

This item consists of a provision for early retirement pensions (a percentage of the total amount of pension contribution is paid into this reserve each year) and pension commitments which are not covered by the

railway's pension fund. The contribution to this fund is included in the pension cost of Account 60. The State also contributes to the railway's pension fund.

Account 05 - Long-Term Financial Debts

These are debts which still have more than a year to run. The annual repayments which have to be made on the long-term loans in the next year are included under Account 40.

The debts are entered at nominal value.

Foreign currency loans are converted at the latest exchange rate in 1980. The exchange difference is entered in the Account 01.

The valuation of the future liabilities forming part of this account is mainly based on cash value calculations.

This account does not include debts to companies in which NS has a shareholding.

Long-Term Assets

The assets are listed at acquisition value less the calculated depreciation based on the number of years of useful economic life which have elapsed. Land is not depreciated.

Account :	10	11	12	13	14
Primo value	1 755	746		721	427
+ increase	224	149	25	249	30
- decrease	-	3	-	-	6
- depreciation	<u>109</u>	<u>64</u>	<u>25</u>	<u>-</u>	<u>-</u>
Ultimo value	1 870	828	-	970	451

Account 10 - Expenditure on the maintenance of permanent way (except on strengthening) is charged to the operational Account 64.

Account 11 - includes stock and equipment obtained from Eurofina on hire purchase.

Account 12 - Purchases of machinery, tools and service vehicles are in the course of the year (HFL 25 mio).

Account 13 - Fixed Assets under Construction

Expenditure which should not appear on the assets side is deducted from the expenditure incurred. Depreciation commences on entry into service.

Land and fixed installations	762
Transport stock and equipment	203
Other stock and equipment	5
	<u>970</u>

Account 14 - Shareholdings in Other Companies

The value of the shareholdings in other companies is estimated as NS' share at the intrinsic value shown in the most recently published Balance Sheets of the companies in question "Intrinsic value" means own capital listed in the annual accounts, with due allowance for profit or loss.

Account 15 - Long-Term Loans

These loans mainly include :

(a) claim on the State for losses prior to 1976	927
(b) financing of new lines	77
(c) loans granted	14

(including HFL 3 mio to a company in which NS has a shareholding)

Except for the unquoted stocks and shares coming under this account, the claims are listed at nominal value. The unquoted shares are valued at the estimated proceeds from sale, not exceeding the nominal value.

Account 20 - Stocks

The stocks are intended virtually exclusively for the maintenance and renewal of fixed installations and transport stock and equipment.

They are valued at the 1 January 1980 price level, less a provision for obsolescence. Any price differences are credited to or debited from the Reserve for Revaluation Account 01.

Account 30 - 31 - Debtors and Creditors

These accounts are taken up to nominal value on debtors less the provisions considered necessary.

Account 40 - Financial Debts of Less than One Year Term

This account covers the redemption in the coming year for loans with a remaining term of more than one year.

Repayments of foreign-currency loans are converted into HFL. The short-term debts are listed at nominal value at the latest exchange rate in 1980. The exchange difference is charged to own capital under the Reserve for Revaluation (Account 01).

Account 41 - Loans repayable within a Year

This account lists the part of the claim on the State resulting from accumulated losses prior to 1976 and falling due in the coming year (HFL 73.3 mio) and short-term investments (to nominal value). The short-term claims are listed at nominal value.

Account 43 - 48 - Liquid Assets

The liquid assets are listed at nominal value.

II. Profit and Loss Account

Account 60 - Staff Costs

The sum entered in this account can be broken down as follows :

Remuneration	929
Social charges	531
Other staff costs	22

Staff costs can be broken down into three categories :

	Remuneration	Average number of staff in 1980
Operation	595.0	18 089
Technical services	189.1	6 068
Other services	145.3	2 846
	<u>929.4</u>	<u>27 003</u>

The social charges of 531 mio HFL include the employers' pension contributions (paid to the NS Independent Pension Fund) - 130.1 mio HFL - and an allocation to the provision for early retirement - 42,7 mio HFL.

Account 61 - Material Supplied and Services Performed by Third Parties

This account includes :

(a) supplies from and maintenance by third parties	297
of which for fixed installations	147
for rolling stock	110
(b) the costs of electricity, fuel and communications	208
(c) the costs of automatic data-processing	46

Account 62 - Taxes and Dues

This account includes non-deductible VAT, property tax, environmental taxes and other deductible taxes.

Account 63 - Allocations for Depreciation

This item contains depreciation on the basis of the acquisition value

(a) depreciation allocation	151
(b) additional depreciation (in goods traffi	29
(c) expenditure which should not be shown on the assets side	39
(d) book value losses	3
(e) amortization on WIR-investment grant	<u>- 7</u> 215

Account 64 - Allocations to Provision Accounts

This account covers allocations :

(a) to the provision account for the maintenance of the permanent way	139.7
(b) for the modification and improvement of rolling stock	6.3

Account 65 - Financial Charges

This account covers the interest paid, less the cost of financing new lines which should be entered on the asset side.

Account 71 - Financial Revenue

Apart from interest received this account includes the corporation tax for 1979 transferred to NS in 1980 by its consolidated subsidiaries; no corporation tax was due from NS in 1979 because of its deficit.

Account 72 - Other Revenue

This account also includes general expenses, direct wages and the indirect cost of material charged to third parties (HFL 19 mio).

Account 73 - Contra of costs

This account includes the costs entered in Accounts 60 and 61 and charged to fixed assets, provisions or third parties, e.g. the estimated costs of preparation and supervision involved in carrying out works.

Account 74 - Compensation and Aid

74.0 Regulation (EEC) N° 1191/69

Maintenance of passenger traffic 808

74.1. Regulation (EEC) N° 1192/69

Crossing facilities 45

Account 91.5 - Balancing subsidy

- Regulation (EEC) No. 1107/70, art. 4 110

Account 91.7 - Operating Loss for the Financial Year

NS recorded a loss of HFL 29 mio in 1980. This amount relates to the additional depreciation of fixed assets used exclusively for goods traffic.

SOURCES AND APPLICATION OF FUNDS STATEMENT

YEAR 1980

	<u>1980</u>	<u>1981</u>
<u>SOURCES</u>		
Loss for the financial year	- 28.8	- 31.2
Depreciation	200.6	189.5
Cash flow	171.8	158.3
Amortization of loans taken over by the government	49.3	48.4
State grants in investment projects	215.0	253.3
Loans taken up	285.0	49.8
Other changes in long-term debts	22.6	14.3
State grants in crossings (depr.)	14.1	12.6
Balance of short term receivable and debts	83.1	- 61.7
	<u>840.9</u>	<u>475.0</u>
 <u>APPLICATIONS</u>		
Investments in		
- existing network	435.2	326.4
- new lines	210.5	216.2
On the assets side imputed net financial costs on behalf of		
- new lines	12.6	9.6
- stocks	9.6	3
	<u>667.9</u>	<u>555.3</u>
Amortisation of loans	108.2	129.0
Provisions	7.0	- 28.5
Change in long-term receivable	1.5	3.2
Foreseen rectifications of state-grants	26.7	- 69.8
	<u>811.3</u>	<u>589.4</u>
Changes in liquid resources	29.3	- 114.4

61 -

BRITISH RAILWAYS BOARD (BRB)

TABEL 9 a

BALANCE SHEET

Undertaking : DRB	at 31.12.1980		1980		1979	
	ASSETS	LIABILITIES	1980	1979	1980	1979
aio UPL						
<u>LONG-TERM ASSETS</u>						
Fixed Asset: (Net)						
10 Land and fixed installations	532.0	1 317.5	508.4		548.7	662.6
11 Transport stock and equipment	684.8		558.6			39.8
12 Other stock and equipment	100.7		84.6		35.6	945.9
13 Fixed assets under construction	-		-		19.3	546.4
Other fixed assets		8.1			620.8	
14 Shareholdings in other undertakings	2.0		2.0			382.8
15 Long-term loans	6.1		970.0		429.5	163.6
16 Cost of raising loans and loan redemption premiums	-		-		191.3	
17 Miscellaneous fixed assets						
Sub-total		1 325.6	2 123.6		1 224.4	1 994.7
<u>CURRENT ASSETS</u>						
Stocks						
20 - 21 (In store or being manufactured)		196.6	186.9			
Realizable assets						
30 Debtors	211.2	213.0	226.6			
41 Loans receivable within one year	1.8		1.9			
42 Bills receivable	-		-			
45 Securities	-		-			
Bank balances and cash						
43-46-47-48 Cheques in hand, postal cheque accounts, bank accounts, cash in hand		9.1	11.9		449.9	394.5
Sub-total		420.7	427.3		107.3	120.1
Results		76.9	0.4			
06.1 Losses for previous financial years	-		-			
07.1 Loss for the financial year	76.9		-			
Assets : Total		1 823.2	2 551.3		1 823.2	2 551.3
<u>LIABILITIES</u>						
Capital and reserves						
00 Capital			508.4			
01 Reserves			558.6		548.7	662.6
02 Contribution to investment costs			84.6			39.8
03 Provisions			-		35.6	945.9
04 Funds for staff			-		19.3	546.4
05 Long-term financial debts					620.8	
- debentures						
- State loans			2.0			382.8
- other financial debts			970.0		429.5	163.6
Sub-total						
Current liabilities						
31 Creditors					449.9	394.5
40 Financial debts of less than one-year term					107.3	120.1
44 Bills payable						
Sub-total						
Results						
06.0 Profits for previous financial years						
07.0 Profit for the financial year					41.6	42
Liabilities : Total						

PROFIT AND LOSS ACCOUNT

TABEL 9 b

Year: 1980

mio UKL

I. GENERAL OPERATION

EXPENSES	REVENUE		1980		1979	
	1980	1979	1980	1979	1980	1979
60. Staff costs	1 617.7	1 376.8			1 141.6	855.8
61. Material supplied and services performed by third parties	1 228.7	856.2			1 020.2	108.7
62. Taxes and charges	0.2	0.1			121.4	
63. Allocations for depreciation	131.0	109.4			656.4	
64. Allocations to provision accounts	-	-	448.9			430.2
65. Financial charges	71.3	62.9	91.4			89.5
					15.0	14.0
					101.1	89.2
					49.4	40.9
					1 847.4	1 628.3
					4.8	3.9
					176.8	164.2
					290.7	231.6
					633.5	522.5
					15.2	12.9
					3.5	2.7
					-	538.1
					652.3	
Total expenses	3 048.9	2 564.7			2 972.0	2 566.1
91.0 Operating profit for the financial year		1.4			76.9	-

II. PROFIT AND LOSS SUMMARY

91.0 Operating profit for the financial year	-	-				1.4
91.3 Exceptional losses	1.8	-				-
91.4 Corporation tax	-	-				-
	76.9	-				-
91.6 Profit for the financial year					76.9	1.4

BRB - FINANCIAL YEAR 1980

Explanatory Notes

Figures are given in millions of UKL.

I. General

1. Property let or held for sale is not amortized, in view of the continuing appreciation of property values. These properties have been revalued on an open market basis as at 31 December 1978 and the revised value included in the capital account. The surplus (UKL 97 mio) on revaluation and on sales of non-operational property were transferred to the Capital Reserve account.

2. Leased Assets

Rolling stock, ships and plants and equipment acquired under leasing arrangements are included in fixed assets and amortised in the normal way. This capital element is included under the heading Loans and Leasing Liabilities and reduced by the value of the capital proportion of lease payments; the remainder of the lease payments is charged to the Account 65.

3. Special Replacement Allowance

A sum of UKL 69 mio for the Special Replacement Fund, received as Public Service Obligation support, has been entered under "Provision for Replacement of Rail Passenger Assets". It has then been transferred to the Capital Reserve (Account 01).

II. Balance Sheet

Assets

Accounts 10 to 13 - Fixed Assets

The amounts included are made up as follows :

<u>Account</u>	<u>10</u>	<u>11</u>	<u>12</u>	<u>total</u>
Value first of year	508.3	558.1	85.2	1 151.6
+ purchases and additions	57.9	138.1	26.5	222.5
- Disposals/transfers	22.6	(26.3)	(1.7)	(5.4)
- Depreciation	11.3	21.1	9.7	42.2
Value end of year	<u>532.0</u>	<u>669.8</u>	<u>100.7</u>	<u>1 317.5</u>

Includes an adjustment in respect of Railway Finance Ltd. assets transferred during year.

Account 13

These amounts are included in Accounts 11 and 12.

Account 14 - Shareholdings in Other Companies

The sum of UKL 2.0 mio is the total book value of shareholdings in other undertakings.

Account 15 - Long-Term Loans

The commitment of UKL 925.3 mio to staff pension fund has been cancelled and the loan of UKL 38.6 mio has been repayed (see account 04).

Accounts 20 and 21 - Stocks

Stocks in store	219.5
Less provisions accounted for	29.9
Stocks being manufactured	9.0
	<u>198.6</u>

Liabilities

Account 01 - Reserves

Capital reserves	490.5
General reserve	58.2
	<u>548.7</u>

Account 20 - 21 - Stocks

	<u>Railway Workshops</u>	<u>Rail Regions and other activities</u>	<u>Total</u>
Mechanical and Electrical Engineering	100.4	33.3	133.7
Stocks for external sales	2.7	-	2.7
Civil Engineering	1.6	25.1	26.7
Signal Engineering	1.6	9.5	11.1
Fuel for Traction	-	4.8	4.8
Scrap Stocks	0.3	4.7	5.0
Non-Rail Activities	-	14.0	14.0
Other (Sundries, Goods-in-Transit, Miscellaneous)	19.3	2.2	21.5
	<u>125.9</u>	<u>93.6</u>	<u>219.5</u>
Less Provisions	13.1	16.8	29.9
	<u>112.8</u>	<u>76.8</u>	<u>189.6</u>
Stock being manufactured	-	9.0	9.0
	<u>112.8</u>	<u>85.8</u>	<u>198.6</u>
	=====	=====	=====

Stocks are mainly valued at cost (average purchase price basis) reduced by a provision against obsolescence.

Account 60 - Staff Cost

	<u>Cost</u>	<u>Approximate Number</u>
<u>Railway</u>		
Salaried - Administrative, technical and clerical and Police	370.4	52 000
Wages - Operations and Traffic	514.2	73 000
Rolling Stock	165.4	23 000
Permanent Way	195.4	27 000
Others	20.4	3 000
<u>Other Businesses</u> British Rail Engineering Ltd	217.7	37 000
Other	134.2	25 000
	<u>1 617.7</u>	<u>240 000</u>
	=====	=====

Account 03 - Provisions

General Obsolescence Provision	26.6
Internal Insurance Provision	9.0
	<u>35.6</u>

Account 04 - Funds for Staff

The sum of UKL 925.3 mio was the contra of the equivalent amount included in account 15. Under the provision of the 1980 transport act the funding debts were cancelled as at 30th June 1980.

Account 31 - Creditors

Interest due on capital liabilities to secretary of state	12.2
Creditors and debts outstanding	437.7
	<u>449.9</u>

III. Profit and Loss Account

Expenses

Account 60 - Staff Costs

The main item in this account is gross staff costs which include :

Salaries and wages		1 381.7
Pension Costs		65.7
Other Social Charges		
- National Insurance	134.9	
- Other	<u>35.4</u>	<u>170.3</u>
		1 617.7

Pension Costs are the Board's contribution to Pension Funds as employers.

Account 61 - Material Supplied and Services Performed by Third Parties

Fuel and Power		
Oil	128.4	
Electricity	<u>64.0</u>	192.4
Materials, supplies and services		1 049.8
Other		<u>(13.5)</u>
		1 228.7

Account 62 - Taxes and Dues

A standard rate of 15 % is applied to all positively rated railway traffic. VAT is included in the cost of most services performed by third parties and also on the cost of supplies and equipment.

Every three months a settlement of the differences between the VAT collected and that paid. The VAT is dealt with through a suspense account system and is not included in the published accounts.

Account 65 - Financial Charges

Interest payable to Government	39.7
Other interest charges	23.9
Leasing charges	6.1
Other charges	<u>3.4</u>
	71.3

Revenue

Account 70.0 - Passenger and Luggage Traffic

(a) Rail

Passenger fares	953.6
Station catering	45.4
Train catering	<u>21.2</u>
	1 020.2

(b) Road

(c) Other Means of Transport

Ships	108.3
Hovercraft	<u>13.1</u>
	121.4

Account 70.1 - Goods Traffic

International traffic includes only wagon traffic using ferries
i.e. traffic carried by rail outside the BRB system.

Account 72 - Other Revenue

Revenue from :

Railway workshops	39.6
Ports	10.5
Hotels	42.0
Non-operational property	13.7
Operational property - letting	34.0
Transmark	6.1
Miscellaneous	30.9
	<hr/>
	176.8

Account 73 - Contre of costs

To account

60. Staff Cost		77.5
61. Materials supplied and Services performed by third parties		
Fuel and Power	1.1	
Materials, Supplies and Services	<u>209.3</u>	210.4
63. Depreciation		<u>2.8</u>
		290.7

Account 74 - Compensation and Aid

74.0 Compensation for public service obligations		633.5
74.1 Compensations for crossing facilities		15.2
74.2 Research grants		3.5

MODEL SCHEMA OF SOURCE AND APPLICATION OF FUNDS

(BRB 1980)

	<u>£m.</u>
<u>SOURCE OF FUNDS</u>	
Increase in equity of shareholders	- }
Other increases from shareholders	- }
Funds for staff	(1.3)
Long-term financial debts	
- debentures	-
- state loans	60.0
- other	27.7
<u>Internally generated</u>	
Sale of scrap assets	39.4
Profit/(Loss)	(76.9)
<u>Adjustment for items not involving the movement of funds</u>	
Depreciation and amortisation	131.0
	<u>179.9</u>
 <u>APPLICATION OF FUNDS</u>	
Decrease in equity of shareholders	-
Repayments of long-term financial debts	13.3
Purchase of assets	
- fixed assets	222.5
- shareholdings in other undertakings	-
<u>Working Capital</u>	
Current assets - increase/(decrease)	
- stocks in store and being manufactured	11.7
- debtors	(13.4)
- loans repayable within one year	(0.1)
- bank balances and cash	(2.8)
Current liabilities - (increase)/decrease	
- creditors	(62.3)
- financial debts of less than one year	12.8
Other	(1.8)
	<u>179.9</u>

NORTHERN IRELAND RAILWAYS
COMPANY LTD. (NIR)

BALANCE SHEET

TABEL 10 a

Undertaking : NIR		at 30.3.1981			000 UKL		
		A S S E T S		L I A B I L I T I E S		1 9 8 0	1 9 7 9
		1 9 8 0	1 9 7 9		1 9 8 0	1 9 7 9	
<u>LONG-TERM ASSETS</u>							
<u>Fixed Assets (Net)</u>		23 958	13 363	<u>Capital and reserves</u>			
10 Land and fixed installations			7 667	00 Capital	130	100	
11 Transport stock and equipment			1 067	01 Reserves	5 440	3 615	
12 Other stock and equipment			-	02 Contribution to investment costs		18 298	
13 Fixed assets under construction			-	03 Provisions		-	
<u>Other fixed assets</u>			-	04 Funds for staff		100	
14 Shareholdings in other undertakings			-	05 Long-term financial debts		-	
15 Long-term loans			-	- debentures		-	
16 Cost of floating loans and loan redemption premiums			-	- State loans		-	
17 Miscellaneous fixed assets			-	- other financial debts	100	100	
Sub-total		23 958	22 097	Sub-total	23 968	22 121	
<u>CURRENT ASSETS</u>							
<u>Stocks</u>		450	395	<u>Current liabilities</u>			
20 - 21 (In store or being manufactured)				31 Creditors	1 755	1 790	
<u>Realizable assets</u>				40 Financial debts of less than one-year term	-	-	
30 Debtors		2 154	2 514	44 Bills payable			
41 Loans repayable within one year				Results			
42 Bills receivable				06.0 Profits for previous financial years	9	4	
45 Securities				07.0 Profit for the financial year	-	5	
Bank balances and cash				Sub-total	1 755	1 790	
43-46-47-48 cheques in hand, postal cheque accounts, bank accounts, cash in hand		(1 144)	(1 084)	Sub-total	9	4	
Sub-total		1 460	1 823	Liabilities : Total	25 732	23 920	
Results		314	-				
06.1 Losses for previous financial years							
07.1 Loss for the financial year		314	-				
Assets : Total		25 732	23 920				

BALANCE SHEET

TABEL 10 a

Undertaking : NIR		at 30.3.1981			000 UKL		
		A S S E T S		L I A B I L I T I E S			
		1980	1979	1980	1979	1980	1979
<u>LONG-TERM ASSETS</u>							
<u>Fixed Assets (Net)</u>		23 958	13 363		130		100
10 Land and fixed installations			7 667		5 440		3 615
11 Transport stock and equipment			1 067				18 306
12 Other stock and equipment			-				-
13 Fixed assets under construction			-				-
<u>Other fixed assets</u>							
14 Shareholdings in other undertakings						100	
15 Long-term loans							
16 Cost of floating loans and loan redemption premiums					100		100
17 Miscellaneous fixed assets							
Sub-total		23 958	22 097			23 968	22 121
<u>CURRENT ASSETS</u>							
<u>Stocks</u>		450	395				
20 - 21 (In store or being manufactured)							
<u>Realizable assets</u>		2 154	2 514				
30 Debtors							
41 Loans repayable within one year							
42 Bills receivable							
45 Securities							
Bank balances and cash							
43-46-47-48 Cheques in hand, postal cheque accounts, bank accounts, cash in hand		(1 144)	(1 084)				
Sub-total		1 460	1 823			1 755	1 790
<u>Results</u>		314	-			9	4
06.1 Losses for previous financial years							5
07.1 Loss for the financial year		314	-				
Assets : Total		25 732	23 920			25 732	23 920
<u>LIABILITIES</u>							
<u>Capital and reserves</u>							
00 Capital							100
01 Reserves						5 570	3 615
02 Contribution to investment costs						18 298	18 306
03 Provisions							
04 Funds for staff							
05 Long-term financial debts							
- debentures							
- State loans							
- other financial debts					100		100
Sub-total						23 968	22 121
<u>Current liabilities</u>							
31 Creditors					1 755		1 790
40 Financial debts of less than one-year term							
44 Bills payable							
Sub-total						1 755	1 790
<u>Results</u>						9	4
06.0 Profits for previous financial years							5
07.0 Profit for the financial year							
Liabilities : Total						25 732	23 920

NIR - ANNUAL ACCOUNTS CLOSED ON 29 MARCH 1981

Explanatory Notes

Figures are given in thousands of UKL

1. Basis of Accounting

Accounts are prepared on the historical cost basis of accounting, whereby items are recorded at their values on the dates when they were acquired or revalued, the liabilities were incurred or the capital obtained.

2. Fixed Assets

Fixed assets transferred to the Company on the 1st April 1968 are included as valued on 29 March 1970 and other assets at cost.

3. Depreciation

Depreciation is not charged on expenditure on assets not yet in use. With the exception of signalling, bridges and permanent way, depreciation of fixed assets is charged so as to write them off over their expected useful lives at cost. In the case of signalling and bridges, expenditure is written off in the period in which it is incurred.

Depreciation is charged against reserves (account 64) in respect of all assets others than two items of plant and machinery on which depreciation is charged to profit and loss account 63.

4. Stocks

The basis of valuation is the lower of average cost or estimated realizable value. The stocks include engineering materials and stores of fuel and oil.

5. Account 91.3 - Exceptional Losses

The exceptional losses in the period refer to a change of accounting policy relating to the treatment of interest on claims and counter claims on the construction of the Belfast Central Railway project. In prior years, interest charges amounting to £ 219 000 were included in debtors but they are now being written off in the period in which they were incurred. The interest charge on 1980 was £ 95 000.

Account 64 - Allocation to provision account

Depreciation to reserve account	1 542
Fixed assets replacement reserve	<u>534</u>
	2 076

Account 72 - Other revenue

Surplus on disposal of fixed assets	1 542
Catering	75
Other receipts	49
On cost	<u>345</u>
	2 011

ORGANISMOS SIDERODROMON ELLADOS (O.S.E.)

OSE - FINANCIAL YEAR 1980

Explanatory Notes

Figures are given in millions drachmas.

I. BALANCE SHEET

The depreciation on the initial assets is calculated on the basis of the replacement cost. For assets bought since 1971 the depreciation is calculated on the basis of the acquisition value or construction value.

Account 10 - 12 - Fixed Assets

Description	Gross Value	Accumulated depreciation	Net Value
10. Land and fixed installations	24 453	1 656	22 887
11. Transport stock and equipment	6 658	1 965	2 493
12. Other stock and equipment	730	241	489
	31 931	3 862	28 069

Account 13 - Fixed assets under construction

This account is composed of :

Work on the infrastructure of lines	139
Work on the superstructure of lines	3
Constructive works	72
Construction of 75 busses (purchase)	110
	<hr/>
	324

Account 17 - Miscellaneous fixed assets

This account is composed of :

Differences in foreign exchange rate to be distributed	669
Cost of studies to be distributed	239
	<hr/>
	908

Account 30 - Debitors

This account is composed of

Suppliers	671
Customers	82
Staff	72
State	4 268
- Repayment not paid	3 341
- Lack of financing	928
Shareholders - State capital not paid	1 122
Other debtors	1 401
Suspense and prepayment accounts	607
	<hr/>
	8 223

Account 31 - Creditors

This account is composed of :

Suppliers	574
Other creditors	1 542
Suspense and prepayment accounts	793
	<hr/>
	2 909

II. PROFIT AND LOSS ACCOUNT

Account 60 - Staff cost

Remuneration	4 558
Social charges pensioners	352
Other social charges	502
	<hr/>
	5 412

Account 61 - Material supplied and services performed by third parties

Energy consumption	666
Consumption of materials	435
Services performed by third parties	192
Rental	675
Miscellaneous charges	70
	<hr/>
	2 038

Account 62 - Taxes and dues

This account is composed of:

Payroll tax	28
Local taxes	6
Various taxes and dues	11
	<hr/>
	45

Account 63 - Allocation for depreciation

This account is composed of :

Land and fixed installations	203
Transport stock	214
Other materials	41
Expenditures on redeemable studies	12
	<hr/>
	470

Account 70 - Traffic revenue

Goods traffic is not broken down between train and road.

Account 71 - Financial revenue

This account comprises :

Revenue from shares	0
Interest on account on term	175
Securities	2
	<hr/>
	177

Account 72 - Other revenue

This account comprises :

Hiring of vehicles	113
Rent	23
Work and supplies for third parties	63
Miscellaneous revenue	69
	<hr/>
	268

Account 73 - Contra of cost

Production of fixed assets by the OSE	255
of which - staff	227
- materials	28

Account 74 - Compensation and aid

The payments of compensations and aids are based upon decree 1300/72 which correspond to the EEC regulations as follows :

74.1 Regulation (EEC) No. 1192/69

Operation and maintenance of crossings	235
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74.2 Regulation (EEC) No. 1107/70

Infrastructures charges	1 140
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74.3 Other compensations and aids

Depreciation charges	470
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Account 91.5 - Balancing subsidy

These payments are based upon decree's 674/7 and 1300/72 and correspond to the regulation (EEC) No. 1107/70, art. 4.

Balancing subsidy	1 853
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SUMMARY OF THE TRANSPOSED BALANCE SHEETS
(1980)

(in mio, national currency)

	SNCB	DSB	DB	SNCF	CIE	FS(1)	CFL	NS	BRB	NIR(2)	OSE
ASSETS											
Long-term assets	95 655	8 602	53 318	68 717		7 208	3 429	5 137	1 325.6	23 958	29 306
- Fixed assets	81 513	8 592	50 473	65 380		6 839	3 377	3 668	1 317.5	23 958	23 393
- Other fixed assets	14 142	10	2 845	3 337		369	52	1 469	8.1	-	911
Current assets	26 729	1 045	4 464	14 498		3 691	1 926	684	420.7	1 460	11 238
- Stocks	8 845	526	1 078	2 720		978	581	201	198.6	450	2 272
- Realizable assets	17 268	482	2 256	11 230		1 445	1 331	416	273.0	2 154	8 244
- Bank balance and cash	616	37	1 130	548		1 268	14	67	9.1	(1 144)	722
Cumulative results (Losses)	5 020	-	7 181	5 396		9 991	127	29	76.9	314	-
Total	127 404	9 647	64 963	88 626		20 890	5 482	5 850	1 823.2	25 732	40 544
LIABILITIES											
Capital and reserves	56 205	8 925	29 006	42 907		5 292	2 921	3 317	603.6	23 868	34 040
Long-term debts	46 958	-	32 616	26 021		12 134	1 207	1 927	62.3	100	-
Current liabilities	24 241	722	3 341	19 683		3 464	1 354	606	557.2	1 755	2 907
Cumulative results (Profits)				-		-	-	-	41.6	9	-
Total	127 404	9 647	64 963	88 611		20 890	5 482	5 850	1 823.2	25 732	40 544

(1) in mrd LIT
(2) in 000 UKL

SUMMARY OF THE PROFIT AND LOSS ACCOUNT (1980)
(in mio, national currency)

	SNCB	DSB	DB	SNCF	CIE	FS (1)	CFL	NS	BRB	NIR(2)	OSE
NIJE											
fic revenue	24 208	2 557	14 957	26 003		1 485	1 816	1 205	1 847.4	4 919	3 808
ff revenue	8 878	1 584	4 871	10 579		880	244	859	1 141.6	3 472	1 818
ssenger	14 854	894	9 684	14 971		601	1 572	321	856.4	1 482	1 970
ods	476	79	402	453		4	-	25	49.4	-	20
stal	337	6	178	560		35	62	106	4.8	13	177
ncial revenue	10 786	384	1 723	2 420		173	108	72	176.8	2 011	268
r revenue	13 223	-	4 645	1 897		642	4 181	247	290.7	3 492	255
re of costs	44 759	1 364	8 839	13 127		2 377	4 181	963	652.3	2 965	3 698
ensation and aids	20 573	1 123	3 287	4 315		1 278	1 699	808	633.5	2 965	235
gulation 1191/69	14 412	13	4 496	4 450		369	1 389	45	15.2	90	1 140
gulation 1192/69	9 774	228	69	4 123		-	1 093	-	3.5	-	470
gulation 1107/70, art. 3	-	-	987	1 639		-	-	-	-	437	-
hers	-	-	-	2 600		730	-	110	-	-	1 853
gulation 1107/70, art. 4	463	-	16	1 460		83	26	-	-	-	-
ordinary items	484	-	3 605	674		1 469	215	29	76.9	-	-
of the year											
Total	94 260	4 311	33 963	46 141		6 264	4 408	2 622	3 048.9	10 749	8 206
ENSES											
if costs	56 222	2 486	19 841	26 405		3 484	5 025	1 482	1 617.7	5 096	5 412
rial + third parties	25 458	1 281	9 754	12 623		1 672	547	618	1 228.7	3 211	2 038
S	24	-	92	660		108	53	5	0.2	-	45
eciation and provisions	8 190	207	1 833	3 381		541	622	374	131.0	2 104	470
ncial charges	4 283	367	2 394	2 652		458	165	143	71.3	24	241
ordinary item	83	-	49	423		1	6	-	-	314	-
fit of the year	-	-	-	-		-	-	-	-	-	-
Total	94 260	4 311	33 963	46 141		6 264	6 408	2 622	3 048.9	10 749	8 206

SCHEMA FOR THE PRESENTATION OF STAFF AND STAFF EXPENDITURES

1. Staff expenditures

Wages and salaries
Pensions
Social charges
Total

2. Staff and staff expenditures

	<u>Expenses</u>	<u>Numbers</u>
General administration
Operation and traffic
Rolling stock and machine power
Ways and works
Others
Total

SCHEMA FOR THE PRESENTATION OF MOVEMENTS IN FIXED ASSETS

<u>Account Nr.</u>	<u>10</u>	<u>11</u>	<u>12</u>	<u>13</u>	<u>Total</u>
Value first of year
+ purchases and additions
- disposals
- depreciation
Value end of year

MODEL SCHEMA OF SOURCE AND APPLICATION OF FUNDS

SOURCE OF FUNDS

Increase in equity of shareholders

Other increases from shareholders

Funds for staff

Long-term financial debts

- debentures

- state loans

- other

Internally generated

Sale of scrap assets

Profit/(Loss)

Adjustment for items not involving the movement of funds

Depreciation and amortisation

APPLICATION OF FUNDS

Decrease in equity of shareholders

Repayments of long-term financial debts

Purchase of assets

- fixed assets

- shareholdings in other undertakings

Working Capital

Current assets - increase/(decrease)

- stocks in store and being manufactured

- debtors

- loans repayable within one year

- bank balances and cash

Current liabilities - (increase)/decrease

- creditors

- financial debts of less than one year

Other