Chapter 6

E6.11 Johnson Matthey

(i)

Johnson Matthey plc

Consolidated value added statement for the year ended 31 March 2000

Figures in £	2000	1999	1998	1997	1996	1995	1994	1993	1992	1991
Turnover	3,866.0	3,385.4	3,267.6	2,580.1	2,685.6	2,274.9	1,955.0	1,853.7	1,744.5	1,728.1
Bought in materials/services	3,472.4	2,903.0	2,877.8	2,249.5	2,402.5	2,031.6	1,704.8	1,615.6	1,525.5	1,510.9
Value added	393.6	482.4	389.8	330.6	283.1	243.3	250.2	238.1	219.0	217.2
Applied as follows:										
To pay employees	187.6	263.4	205.5	174.9	140.7	116.8	149.8	136.6	131.0	134.7
To pay providers of capital										
Net interest paid/(received)	2.4	15.9	9.0	8.0	8.8	4.3	4.6	1.5	(1.9)	(3.2)
Dividends to shareholders	44.3	41.3	38.7	33.6	31.4	25.9	21.8	19.1	17.9	16.7
To pay Government										
Corporation tax	45.3	31.9	25.2	29.2	30.5	30.5	20.7	23.7	19.2	22.0
To provide maintenance and expansion:										
Depreciation	46.6	64.3	45.5	40.6	33.1	27.8	30.7	26.5	23.0	19.9
Retained profit	67.4	65.6	65.9	44.3	38.6	38.0	22.6	30.7	29.8	27.1
	393.6	482.4	389.8	330.6	283.1	243.3	250.2	238.1	219.0	217.2

(i)

You should refer to the relevant sections in Chapter 6 to check your solution.

E6.12 Johnson Matthey

(i)

Johnson Matthey plc

Consolidated vertical analysis value added statement for the year ended 31 March 2000

	2000	1999	1998	1997	1996	1995	1994	1993	1992	1991
Value added	100.00	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0
Applied as follows:										
To pay employees	47.7	54.6	52.7	52.9	49.7	48.0	59.9	57.4	59.8	62.0
To pay providers of capital										
Net interest paid/(received)	0.6	3.3	2.3	2.4	3.1	1.8	1.8	0.6	(0.9)	(1.5)
Dividends to shareholders	11.3	8.6	9.9	10.2	11.1	10.7	8.7	8.0	8.2	7.7
To pay Government										
Corporation tax	11.5	6.6	6.5	8.8	10.8	12.5	8.3	10.0	8.8	10.1
To provide maintenance and expansion:										
Depreciation	11.8	13.3	11.7	12.3	11.7	11.4	12.3	11.1	10.5	9.2
Retained profit	17.1	13.6	16.9	13.4	13.6	15.6	9.0	12.9	13.6	12.5
	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0

(ii)

You should refer to the relevant sections in Chapter 6 to check your solution.