

## 35. Events after the balance sheet date

In January 2008, BAE Systems entered into an agreement to acquire Tenix Defence, a leading Australian defence contractor, for up to A\$775m (£342m) in cash. The acquisition of Tenix Defence will more than double BAE Systems' presence in Australia making it the largest in-country defence supplier to the Australian Defence Force.

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# Company balance sheet

as at 31 December

	Notes	2007 £m	2006 £m
<b>Fixed assets</b>			
Tangible assets	2	6	9
<b>Investments</b>			
Investments in subsidiary undertakings	3	5,596	4,979
		<b>5,602</b>	<b>4,988</b>
<b>Current assets</b>			
Stocks	4	-	2
Debtors due within one year	5	7,670	4,599
Debtors due after one year	5	116	144
Investments	6	130	491
Other financial assets due within one year	7	139	82
Other financial assets due after one year	7	63	85
Cash at bank and in hand		2,360	2,714
		<b>10,478</b>	<b>8,117</b>
<b>Liabilities falling due within one year</b>			
Loans and overdrafts	8	(188)	(123)
Creditors	9	(11,607)	(8,903)
Other financial liabilities	7	(129)	(87)
		<b>(11,924)</b>	<b>(9,113)</b>
<b>Net current liabilities</b>			
		<b>(1,446)</b>	<b>(996)</b>
<b>Total assets less current liabilities</b>			
		<b>4,156</b>	<b>3,992</b>
<b>Liabilities falling due after one year</b>			
Loans	8	(448)	(913)
Creditors	9	(9)	(1)
Other financial liabilities	7	(57)	(76)
		<b>(514)</b>	<b>(990)</b>
<b>Provisions for liabilities and charges</b>			
	10	(70)	(12)
		<b>3,572</b>	<b>2,990</b>
<b>Capital and reserves</b>			
Issued share capital	12	90	81
Equity option of convertible preference shares	12	-	76
Share premium account	14	1,222	841
Statutory reserve	15	202	202
Other reserves	14	118	101
Profit and loss account	14	1,940	1,689
<b>Equity shareholders' funds</b>			
		<b>3,572</b>	<b>2,990</b>

Approved by the Board on 20 February 2008 and signed on its behalf by:

M J Turner  
Chief Executive

G W Rose  
Group Finance Director