42. Disposals

A. Disposals

2008

Industrial & Automotive

Fluid Systems
On 19 June 2008, the Group sold Stant Manufacturing, Inc., a manufacturer of automotive closure caps and its subsidiary, Standard-Thomson Corporation, a manufacturer of automotive thermostats. A gain of $43.2 million was recognised on the disposal.

2007

Industrial & Automotive

Other Industrial & Automotive
On 19 November 2007, the Group sold Tridon Electronics' indicator and side object detection businesses. On 23 November 2007, the Group sold Dearborn Mid-West, a manufacturer of automotive assembly lines and materials handling equipment.

Building Products

Other Building Products
On 23 February 2007, the Group sold the business and assets of Lasco Fittings Inc., a manufacturer of injection-moulded fittings.

Discontinued operations

Wiper Systems
On 29 June 2007, the Group completed the sale of Trico, which constituted the Group's former Wiper Systems business segment.

B. Financial effect of disposals

	Year ended 2 January 2010 $ million	Year ended 3 January 2009 $ million	Year ended 29 December 2007 $ million
Proceeds			
Cash	–	108.1	233.9
Deferred	–	–	17.6
Loan notes	–	11.8	16.8
	–	119.9	268.3
Net assets disposed of			
Intangible assets	–	(1.0)	(0.6)
Property, plant and equipment	–	(35.7)	(63.5)
Investments in associates	–	(1.9)	–
Inventories	–	(16.7)	(94.2)
Trade and other receivables	–	(43.3)	(181.1)
Income tax recoverable	–	–	(1.0)
Cash and cash equivalents	–	(0.3)	(9.2)
Trade and other payables	–	25.5	120.4
Finance lease obligations	–	–	6.1
Deferred tax liabilities	–	2.3	1.2
Post-employment benefit obligations	–	1.9	3.8
Provisions	–	0.5	4.6
	–	(68.7)	(213.5)
Disposal costs	–	(3.3)	(7.2)
Curtailment gain on retained pension plan	–	2.0	–
Currency translation loss transferred from other comprehensive income	–	(6.7)	(28.8)
Gain on disposal	–	43.2	18.8
Attributable to:			
– Continuing operations	–	43.2	76.0
– Discontinued operations	–	–	(57.2)
	–	43.2	18.8

The net cash inflow on disposals during the period was as follows:

	Year ended 2 January 2010 $ million	Year ended 3 January 2009 $ million	Year ended 29 December 2007 $ million
Proceeds received on current period disposals	**–**	108.1	233.9
Disposal costs paid	**–**	(4.3)	(9.0)
Cash and cash equivalents disposed of	**–**	(0.3)	(9.2)
Proceeds received on prior period disposals	**0.7**	21.1	0.6
	0.7	124.6	216.3

43. Contingencies

The Group is, from time to time, party to legal proceedings and claims, which arise in the ordinary course of business. Management does not anticipate that the outcome of any current proceedings or known claims, either individually or in aggregate, will have a material adverse effect upon the Group's financial position.

44. Operating leases

The Group rents certain office premises and plant, equipment and vehicles under operating lease arrangements. All leases are on a fixed repayment basis and no arrangements have been entered into for contingent rental payments. During 2009, the operating lease rental expense was $59.5 million (2008: $55.1 million; 2007: $53.8 million).

As at 2 January 2010, the Group had outstanding commitments under non-cancellable operating leases of $241.0 million (3 January 2009: $229.5 million), falling due as follows:

	As at 2 January 2010 $ million	As at 3 January 2009 $ million
Payments to be made:		
– Within one year	**46.2**	41.3
– In the second to fifth years, inclusive	**112.0**	111.1
– After more than five years	**82.8**	77.1
	241.0	229.5

45. Capital commitments

As at 2 January 2010, the Group had entered into contractual commitments for the purchase of property, plant and equipment amounting to $20.8 million (3 January 2009: $18.7 million) and for the purchase of non-integral computer software amounting to $0.7 million (3 January 2009: $4.1 million).