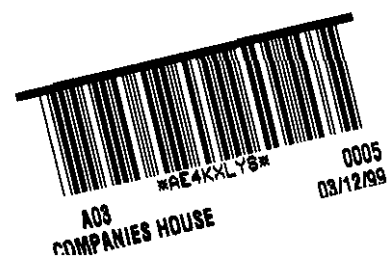


948086

ANGLIA CIRCUITS (HOLDINGS) LIMITED  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
30 JUNE 1999



ANGLIA CIRCUITS (HOLDINGS) LIMITED

<b>DIRECTORS</b>	Mr N B Kember Mrs A Kember Mr M W Kember ACA
<b>SECRETARY</b>	Mr M W Kember ACA
<b>REGISTERED OFFICE</b>	Burrel Road St Ives Huntingdon Cambs PE17 4LE
<b>REGISTERED NUMBER</b>	948086 (England Wales)
<b>AUDITORS</b>	Peters Elworthy & Moore Salisbury House Station Road Cambridge CB1 2LA
<b>BANKERS</b>	Midland Bank plc Market Hill St Ives Huntingdon Cambs PE17 4AP

ANGLIA CIRCUITS (HOLDINGS) LIMITED

REPORT OF THE DIRECTORS

The directors present their report and financial statements for the year ended 30 June 1999.

**Business Review**

The principal activity of the Company is that of a management company, controlling the activities of its subsidiary, the principal activity of which is the manufacture of electronic printed circuit boards.

The directors consider the state of the group's affairs to be satisfactory. The directors do not recommend payment of a final dividend.

**Year 2000**

The directors are aware of the difficulties that may arise with computer software on 1 January 2000. An examination of the extent of the problem has been undertaken with non compliance being corrected as problems are identified.

**Directors**

The Directors of the Company during the year and their interests in its share capital were:

At beginning and end of year

Mr N B Kember	3,000
Mrs A Kember	6,000
Mr M W Kember	800

Mr M W Kember is also one of the beneficiaries of a trust fund which holds 48,600 shares.

**Statement of Directors' Responsibilities**

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that period. In preparing those financial statements the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business;

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

ANGLIA CIRCUITS (HOLDINGS) LIMITEDREPORT OF THE DIRECTORS**Auditors**

Peters Elworthy & Moore have expressed their willingness to continue in office and a resolution for their re-appointment will be proposed at the forthcoming annual general meeting.

**BY ORDER OF THE BOARD**

*M. W. Kember*

**M W Kember**

**Date:** 29-10-99

ANGLIA CIRCUITS (HOLDINGS) LIMITEDAUDITORS' REPORT TO THE MEMBERS

We have audited the financial statements on pages 5 to 14 which have been prepared under the historical cost convention and the accounting policies set out on page 8.

**Respective Responsibilities of Directors and Auditors**

As described on page 2 the Company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

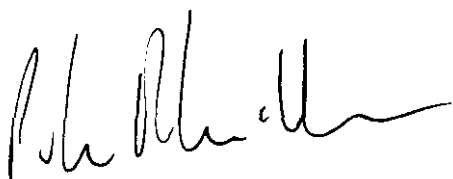
**Basis of Opinion**

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the Company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

**Opinion**

In our opinion the financial statements give a true and fair view of the state of the Company's affairs as at 30 June 1999 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



**PETERS ELWORTHY & MOORE**  
**Chartered Accountants and**  
**Registered Auditor**

**11 November 1999**

ANGLIA CIRCUITS (HOLDINGS) LIMITED

CONSOLIDATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30 JUNE 1999

	<u>Notes</u>	1999 <u>£</u>	1998 <u>£</u>
<b>Turnover</b>	2	1,899,452	2,096,501
Cost of sales		<u>1,166,510</u>	<u>1,307,906</u>
Gross Profit		732,942	788,595
Administrative and other expenses		<u>626,855</u>	<u>621,519</u>
		106,087	167,076
Other operating income	3	<u>45,032</u>	<u>29,032</u>
<b>Operating profit</b>	4	151,119	196,108
Interest payable	7	<u>20,400</u>	<u>25,972</u>
<b>Profit on Ordinary Activities before Taxation</b>		130,719	170,136
Tax on profit on ordinary activities	8	<u>22,587</u>	<u>36,056</u>
<b>Profit on Ordinary Activities after Taxation</b>		108,132	134,080
Dividends paid		<u>-</u>	<u>45,000</u>
<b>Retained profit for the year</b>		108,132	89,080
Retained profit brought forward		<u>1,037,718</u>	<u>948,638</u>
Retained profit carried forward		<u>1,145,850</u>	<u>1,037,718</u>

There are no recognised gains and losses in the year other than the profit for the year. All items dealt with in arriving at turnover and operating profit for both the current year and previous year relate to continuing operations.

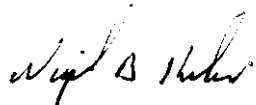
The attached notes form part of these financial statements.

ANGLIA CIRCUITS (HOLDINGS) LTD

CONSOLIDATED BALANCE SHEET 30 JUNE 1999

	Notes	<u>1999</u>	<u>1998</u>
		<u>£</u>	<u>£</u>
<b>Fixed Assets</b>			
Tangible assets	9	1,228,678	1,161,262
<b>Current Assets</b>			
Stocks	11	115,000	142,207
Debtors	12	473,755	526,097
Cash at bank and in hand		<u>48,000</u>	<u>23,202</u>
		636,755	691,506
<b>Creditors: amounts falling due within one year</b>	13	<u>477,741</u>	<u>541,974</u>
		<u>159,014</u>	<u>149,532</u>
Total Assets less Current Liabilities		1,387,692	1,310,794
<b>Creditors: amounts falling due after more than one year</b>	14	(159,842)	(196,576)
<b>Provision for Liabilities and Charges</b>	16	<u>(22,000)</u>	<u>(16,500)</u>
Net Assets		<u>1,205,850</u>	<u>1,097,718</u>
<b>Capital and Reserves</b>			
Called up share capital	17	60,000	60,000
Profit and loss account		<u>1,145,850</u>	<u>1,037,718</u>
		<u>1,205,850</u>	<u>1,097,718</u>

**ON BEHALF OF THE BOARD**



**N B Kember**

**Approved by the Board on** 29 Oct '99

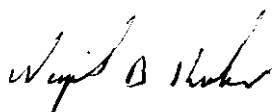
The attached notes form part of these financial statements

ANGLIA CIRCUITS (HOLDINGS) LIMITED

BALANCE SHEET 30 JUNE 1999

	<u>Notes</u>	<u>1999</u>		<u>1998</u>	
		<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
<b>Fixed Assets</b>					
Tangible assets	9	828,676		821,260	
Investments	10	<u>2</u>		<u>2</u>	
			828,678		821,262
<b>Current Assets</b>					
Debtors	12	190,000		268,537	
Cash at Bank		<u>37,976</u>		<u>-</u>	
		227,976		268,537	
<b>Creditors: amounts falling due within one year</b>	13	<u>105,197</u>		<u>166,301</u>	
			<u>122,779</u>		<u>102,236</u>
<b>Total Assets less Current Liabilities</b>			951,457		923,498
<b>Creditors: amounts falling due after more than one year</b>	14		<u>(159,842)</u>		<u>(196,576)</u>
Net Assets			<u>791,615</u>		<u>726,922</u>
<b>Capital and Reserves</b>					
Called up share capital	17		60,000		60,000
Profit and loss account			<u>731,615</u>		<u>666,922</u>
			<u>791,615</u>		<u>726,922</u>

ON BEHALF OF THE BOARD



N B Kember

Approved by the Board on 29 Oct 99

The attached notes form part of these financial statements



ANGLIA CIRCUITS (HOLDINGS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 1999

**1 Accounting Policies**

- a) **Accounting convention -**  
The financial statements have been prepared in accordance with applicable Accounting Standards under the historical cost convention.
- b) **Basis of Consolidation -**  
The consolidated financial statements incorporate the financial statements of Anglia Circuits (Holdings) Limited and its subsidiary undertaking. Anglia Circuits Limited made up to 30 June 1999. As provided by Section 230(4) of the Companies Act 1985, no profit and loss account is presented for Anglia Circuits (Holdings) Limited for the year ended 30 June 1999.
- c) **Turnover -**  
Turnover represents net invoiced sales of goods, excluding value added tax.
- d) **Depreciation -**  
Depreciation is provided to write off the cost of tangible fixed assets over their estimated useful lives by equal annual instalments at the following rates:
- |                        |               |
|------------------------|---------------|
| Motor vehicles         | - 25% on cost |
| Office equipment       | - 15% on cost |
| Plant and machinery    | - 15% on cost |
| <br>Freehold property: |               |
| Piling at marina       | - 4% on cost  |
| Buildings              | - Nil         |
- No depreciation is provided on freehold buildings since, in the opinion of the directors, their residual value exceeds their book value and the company is committed to maintaining them fully.
- e) **Stocks -**  
Stocks and work in progress are stated at the lower of cost and estimated net realisable value, after making due allowance for obsolete and slow moving items. Cost includes direct expenditure and an appropriate proportion of fixed and variable overheads.
- f) **Deferred taxation -**  
Provision is made for taxation deferred in respect of all material timing differences only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

1 **Accounting Policies (continued)**

- The Company operates defined contribution and defined benefit schemes, the assets of both schemes are held separately from those of the Company. The Company's contributions are written off in the year in which they are incurred.

- h) Assets acquired under hire purchase contracts are capitalised and the resulting hire purchase obligation included in creditors net of finance charges. Interest is charged to profit and loss account over the period of each agreement.

Turnover all arises in the United Kingdom.

	1998
£	£

#### 4 Operating Profit

	1998
£	£

Operating profit is shown after charging:

Depreciation of tangible fixed assets - owned assets	107,371	102,555
leased assets	5,206	-
Operating lease charges	3,449	3,449
Staff costs (note 5)	859,502	945,469
Auditors' remuneration	4,000	4,000

The profit on ordinary activities before taxation includes £75,963 attributable to the parent company.

## 5 Staff Costs

Staff costs, including directors' remuneration comprise:

	<u>1998</u>
<u>£</u>	<u>£</u>
49,729	809,093
66,175	69,807
<u>43,598</u>	<u>66,569</u>
59,502	945,469

The average number of employees during the year was

<u>Number</u>	<u>Number</u>
10	11
<u>42</u>	<u>47</u>
<u>52</u>	<u>58</u>

ANGLIA CIRCUITS (HOLDINGS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 1999

**6 Directors' Emoluments**

	<u>£</u>	<u>1998</u> <u>£</u>
Other emoluments	<u>142,301</u>	<u>111,901</u>

Contributions to directors defined contribution pension schemes amounted to £21,200 (1998 - £36,933).

**7 Interest Payable**

	<u>£</u>	<u>1998</u> <u>£</u>
On bank loans repayable wholly or partly in less than five years	18,247	23,383
On bank overdraft	1,127	1,933
Finance leases	1,026	-
Hire purchase interest	<u>-</u>	<u>656</u>
	<u>20,400</u>	<u>25,972</u>

**8 Tax on Profit on Ordinary Activities**

	<u>£</u>	<u>1998</u> <u>£</u>
Corporation tax on the taxable profit	17,088	26,553
Deferred taxation	5,500	9,500
Adjustment for prior years	<u>(1)</u>	<u>3</u>
	<u>22,587</u>	<u>36,056</u>

The Company is a close company within the meaning of section 414 of the Taxes Act 1988.

ANGLIA CIRCUITS (HOLDINGS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 1999

9 <b>Tangible Fixed Assets Group</b>	Land and Buildings	Motor Vehicles	Plant and Machinery	Office Equipment	Total
	£	£	£	£	£
Cost at beginning of year	882,590	66,206	1,169,471	158,498	2,276,765
Additions	-	42,993	140,933	3,900	187,826
Disposals at cost	-	(23,320)	(104,918)	(41,906)	(170,144)
Cost at end of year	<u>882,590</u>	<u>85,879</u>	<u>1,205,486</u>	<u>120,492</u>	<u>2,294,447</u>
Accumulated depreciation at beginning of year	61,330	42,435	884,585	127,153	1,115,503
Charge in year	10,096	14,548	77,787	10,146	112,577
On disposals	-	(15,487)	(104,918)	(41,906)	(162,311)
Accumulated depreciation at end of year	<u>71,426</u>	<u>41,496</u>	<u>857,454</u>	<u>95,393</u>	<u>1,065,769</u>
Net book value at end of year					
Owned assets	811,164	26,871	348,032	25,099	1,211,166
Leased assets	-	17,512	-	-	17,512
	<u>811,164</u>	<u>44,383</u>	<u>348,032</u>	<u>25,099</u>	<u>1,228,678</u>
Net book value at beginning of year	<u>821,260</u>	<u>23,771</u>	<u>284,886</u>	<u>31,345</u>	<u>1,161,262</u>
<b>Company</b>					
	£	£	£	£	£
Cost at beginning of year	882,590	-	-	-	882,590
Additions	-	22,718	-	-	22,718
Cost at end of year	<u>882,590</u>	<u>22,718</u>	<u>-</u>	<u>-</u>	<u>905,308</u>
Accumulated depreciation at beginning of year	61,330	-	-	-	61,330
Charge in year	<u>10,096</u>	<u>5,206</u>	<u>-</u>	<u>-</u>	<u>15,302</u>
Accumulated depreciation at end of year	<u>71,426</u>	<u>5,206</u>	<u>-</u>	<u>-</u>	<u>76,632</u>
Net book value at end of year					
Owned assets	811,164	-	-	-	811,164
Leased assets	-	17,512	-	-	17,512
	<u>811,164</u>	<u>17,512</u>	<u>-</u>	<u>-</u>	<u>828,676</u>
Net book value at beginning of year	<u>821,260</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>821,260</u>

ANGLIA CIRCUITS (HOLDINGS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 1999

**10 Investments**

The investments represent the cost of the entire issued share capital of Anglia Circuits Limited which is incorporated in the UK.

**11 Stocks**

	<u>Group</u>		<u>Company</u>	
		<u>1998</u>		<u>1998</u>
	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
Raw materials and consumables	20,000	35,207	-	-
Work in progress	67,000	60,148	-	-
Finished goods	<u>28,000</u>	<u>46,852</u>	<u>-</u>	<u>-</u>
	<u>115,000</u>	<u>142,207</u>	<u>-</u>	<u>-</u>

**12 Debtors**

	<u>Group</u>		<u>Company</u>	
		<u>1998</u>		<u>1998</u>
	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
Due within one year				
Trade debtors	423,449	462,361	-	-
Amounts due from subsidiary undertaking	-	-	190,000	220,097
Other debtors	37,500	40,290	-	37,190
Corporation tax recoverable	-	11,250	-	11,250
Prepayments	<u>12,806</u>	<u>12,196</u>	<u>-</u>	<u>-</u>
	<u>473,755</u>	<u>526,097</u>	<u>190,000</u>	<u>268,537</u>

ANGLIA CIRCUITS (HOLDINGS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 1999

13 Creditors: amounts falling due within one year	<u>Group</u>		<u>Company</u>	
		<u>1998</u>		<u>1998</u>
	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
Bank loan (note 14)	44,345	37,983	44,345	37,983
Bank overdraft (secured)	-	63,474	-	63,474
Other loans, interest free	62,864	87,990	-	-
Trade creditors	225,841	219,013	-	-
Corporation tax	17,088	37,803	11,270	31,653
Other tax and social security costs	95,282	60,969	31,048	8,649
Finance leases	3,806	-	3,806	-
Other	12,528	21,806	12,528	21,806
Accruals	<u>15,987</u>	<u>12,936</u>	<u>2,200</u>	<u>2,736</u>
	<u>477,741</u>	<u>541,974</u>	<u>105,197</u>	<u>166,301</u>

14 Creditors: amounts falling due after more than one year	<u>Group</u>		<u>Company</u>	
		<u>1998</u>		<u>1998</u>
	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
Bank loan:-				
Repayable within five years	148,731	194,820	148,731	194,820
Repayable after five years	-	1,756	-	1,756
Finance leases	<u>11,111</u>	<u>-</u>	<u>11,111</u>	<u>-</u>
	<u>159,842</u>	<u>196,576</u>	<u>159,842</u>	<u>196,576</u>

The current portion of bank loans amounting to £44,345 (1998: £37,983) is shown in current liabilities. Bank loans and overdrafts are at variable rates of interest and are secured by charges on the Company's freehold land and buildings. The bank loan is repayable in instalments by 2003.

**15 Obligations under Finance Leases**

Obligations under finance leases are analysed as follows:

	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
Within one year	3,806	-	3,806	-
Between one and two years	3,806	-	3,806	-
Between two and five years	<u>7,305</u>	<u>-</u>	<u>7,305</u>	<u>-</u>
	<u>14,917</u>	<u>-</u>	<u>14,917</u>	<u>-</u>

**16 Provision for Liabilities and Charges**

	<u>Group</u>		<u>Company</u>	
		<u>1998</u>		<u>1998</u>
	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
The movement on the provision for deferred taxation is as follows:				
Provision at beginning of year	16,500	7,000	-	-
Charged in year	<u>5,500</u>	<u>9,500</u>	<u>-</u>	<u>-</u>
	<u>22,000</u>	<u>16,500</u>	<u>-</u>	<u>-</u>

The provision for deferred taxation comprises tax deferred on accelerated capital allowances.

Deferred taxation of £29,000 comprising tax deferred on Industrial Building allowances, is not provided in these financial statements.

ANGLIA CIRCUITS (HOLDINGS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 1999

17 <b>Called up Share Capital</b>	<u>£</u>	<u>1998</u> <u>£</u>
Authorised:		
500,000 Ordinary shares of £1 each	<u>500,000</u>	<u>500,000</u>
Allotted, issued and fully paid:		
60,000 Ordinary shares of £1 each	<u>60,000</u>	<u>60,000</u>

**18 Pension Costs**

The Company operates a money purchase defined contribution pension scheme for the group. The assets of the scheme are held separately from those of the Company in an independently administered fund. In addition the Company operates a separate defined contribution pension scheme for directors. The pension cost charged in the financial statements represents contributions to the employees' scheme of £21,832 (1998 £29,636), and contributions to the directors' scheme of £21,200 (1998: £36,933). The amount of contributions unpaid for the group scheme at the year end amounted to £nil (1998: £nil).