

CASTLE ASSOCIATES LIMITED

Abbreviated accounts

for the year ended 30 June 1994

Company registration

England 1 015 126

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REGISTRAR OF COMPANIES



CASTLE ASSOCIATES LIMITED

Auditor's report to the shareholders

for the year ended 30 June 1994

pursuant to paragraph 8 of schedule 8 to the Companies Act 1985.

We have examined the abbreviated accounts on pages 3 to 5 together with the full financial statements of Castle Associates Limited for the year ended 30 June 1994. The scope of our work for the purpose of this report was limited to confirming that the company is entitled to the exemptions claimed in the directors' statement on page 3 and that the abbreviated accounts have been properly prepared from the full financial statements.

In our opinion the company is entitled under sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Part I of Schedule 8 to that Act in respect of the year ended 30 June 1994 and the abbreviated accounts on pages 3 to 5 have been properly prepared in accordance with that schedule.

On 23 February 1995 we reported, as auditors of Castle Associates Limited, to the members on the full financial statements prepared under section 226 of the Companies Act 1985 for the year ended 30 June 1994 and our audit report was as follows:

"We have audited the financial statements on pages 4 to 10 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

Respective responsibilities of directors and auditors

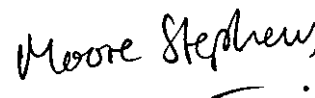
As described above the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

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 judgments 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 affairs of the company as at 30 June 1994 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985 applicable to small companies."



12 Alma Square
Scarborough
YO11 1JU

23 February 1995

MOORE STEPHENS

Registered Auditors
Chartered Accountants

CASTLE ASSOCIATES LIMITED

Balance sheet

as at 30 June 1994

	Note	£	£	<i>(Restated)</i>	
				1993	1993
				£	£
Fixed assets					
Tangible assets	5		82,537		52,527
Current assets					
Stocks		122,475		114,203	
Debtors	2	117,026		153,623	
Cash at bank and in hand		177		58	
		<u>239,678</u>		<u>267,884</u>	
Creditors: amounts falling due within one year	6	126,681		157,681	
Net current assets			112,997		110,203
Total assets less current liabilities			<u>195,534</u>		<u>162,730</u>
Creditors: amounts falling due after more than one year	6		93,990		68,591
Provisions for liabilities and charges					
Deferred taxation			3,895		3,376
Net assets			<u>97,649</u>		<u>90,763</u>
Capital and reserves					
Called up share capital	7		15,000		15,000
Revaluation reserve			—		991
Profit and loss account			82,649		74,772
Equity shareholders' funds			<u>97,649</u>		<u>90,763</u>

Approved by the board of directors on 23 February 1995.

Advantage is taken of the exemptions conferred by part III of schedule 8 of the Companies Act 1985 with respect to the delivery of individual accounts. In the opinion of the directors, the company is entitled to those exemptions on the grounds that it has met the qualifications for a small company specified in sections 246 and 247.

The directors have taken advantage of special exemptions conferred by Schedule 8 to the Companies Act 1985 applicable to small companies in the preparation of accounts and have done so on the grounds that, in their opinion, the company is entitled to those exemptions.

P R Bull

Directors

P C Hudson

Notes to the accounts

for the year ended 30 June 1994

1 Accounting policies

These accounts have been prepared in accordance with applicable accounting standards under the historical cost convention adopting the following principal accounting policies.

1.01 Depreciation

Depreciation of fixed assets has been provided at various rates which are anticipated to amortise the cost on a reducing balance basis over the assets' expected useful lives. Indicative annual rates are:—

Plant & machinery	15%
Motor vehicles	25%
Fixtures, fittings, tools & equipment	15%

1.02 Stocks

Stocks are valued at the lower of cost and net realisable value.

1.03 Turnover

Turnover comprises sales to customers of goods and services net of value added tax. Turnover also includes grants received.

1.04 Deferred taxation

It is the directors' policy to provide for deferred taxation only to the extent that a liability is anticipated to arise in the foreseeable future.

1.05 Research and development

Research and development expenditure is charged to profit and loss account in the year in which it is incurred.

1.06 Leases

Assets acquired under finance lease agreements, including hire purchase agreements, are capitalised and the corresponding liability is included in creditors. Finance lease interest is charged to the profit and loss account on a straight line basis over the period of the agreement. Operating lease rentals are charged against profits of the period to which they relate.

1.07 Government grants

Government grants received in respect of expenditure charged to the profit and loss account during the year have been included in profit and loss.

1.08 Cash flow statement

The company is not required to prepare a cash flow statement under Financial Reporting Standard 1 since it qualifies as a small company.

2 Debtors

Included in debtors is £32,324 (1993 — 31,681) owed by group companies which has no specific repayment terms and which may therefore be due after more than one year.

3 Contingent liabilities and security

The bank holds a debenture over the assets of the company and cross guarantees relating to the borrowings of other group companies.

4 Ultimate holding company

The company's ultimate holding company is Castle Group Limited, a company incorporated in England.

CASTLE ASSOCIATES LIMITED

Notes to the accounts

for the year ended 30 June 1994

5 Tangible assets

Cost	Total £
As at 30.06.93	104,297
Additions	54,596
Disposals	(20,500)
As at 30.06.94	<u>138,393</u>
Depreciation	
As at 30.06.93	51,770
Provided in year	9,211
Disposals	(5,125)
As at 30.06.94	<u>55,856</u>
Net book value	
As at 30.06.93	<u>52,527</u>
As at 30.06.94	<u>82,537</u>

1993 £	£
6 Secured borrowings	
Bank loans and overdrafts falling due within one year	41,063
Bank loans due wholly or in part after five years:—	
instalments due within 1–2 years	1,820
instalments due within 2–5 years	8,132
instalments due thereafter	46,584
	<u>97,599</u>
	<u>72,885</u>

Bank borrowings are secured by a debenture over the assets of the company. All borrowings are repayable by instalments and bear interest at commercial rates.

1993 £	£
7 Share capital	
Authorised — £1 ordinary shares	1 million
Authorised — £1 ordinary 'A' shares	1 million
	<u>2 million</u>
	<u>2 million</u>
Issued & fully paid — £1 ordinary shares	15,000
Issued & fully paid — £1 ordinary 'A' shares	—
	<u>15,000</u>
	<u>15,000</u>

8 Related party transactions

The company paid rent of £30,987 during the year to Envirometrics Limited, a company of which P. R. Bull and P. C. Hudson are directors and P.R.Bull is a major shareholder. The company also paid rent of £3,250 to both P.R.Bull and P.C.Hudson.