

D.G.M. (INVESTMENTS) LIMITED

Company Number: 01099406

ABBREVIATED STATUTORY ACCOUNTS FOR THE  
YEAR ENDED 31ST DECEMBER 1996



D.G.M. (INVESTMENTS) LIMITED

ABBREVIATED STATUTORY ACCOUNTS FOR THE  
YEAR ENDED 31ST DECEMBER 1996

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**AUDITORS' REPORT TO****D.G.M. (INVESTMENTS) LIMITED****PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8  
TO THE COMPANIES ACT 1985**

We have examined the abbreviated financial accounts pages 3 to 7 together with the financial accounts of the company prepared under section 226 of the Companies Act 1985 for the year ended 31st December 1996.

**Respective responsibilities of directors and auditors**

The directors are responsible for preparing the abbreviated financial accounts in accordance with Schedule 8 to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to the exemptions claimed in the directors' statement on page 4 and whether the abbreviated financial accounts have been properly prepared in accordance with that Schedule.

**Basis of opinion**

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial accounts, that the company is entitled to the exemptions and that the abbreviated financial accounts have been properly prepared from those financial accounts. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial accounts.

**Opinion**

In our opinion the company is entitled under Sections 246 and 247 of the Companies Act 1985 to the exemptions conferred in section A of Part III of Schedule 8 to that Act, in respect of the year ended 31st December 1996 and the abbreviated accounts on pages 3 to 7 have been properly prepared in accordance with that Schedule.

**Other information**

On 24th April 1997 we reported, as auditors of the company, to the shareholders on the financial accounts prepared under Section 226 of the Companies Act 1985 for the year ended 31st December 1996, and our audit report was as follows:

'We have audited the financial accounts on pages 4 to 11 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 on page 2, the company's directors are responsible for the preparation of financial accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts and to report our opinion to you.

continued .....

AUDITORS' REPORT TOD.G.M. (INVESTMENTS) LIMITED

PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8  
TO THE COMPANIES ACT 1985  
(continued)

**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 accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial accounts, 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 accounts are free from material misstatement, whether caused by fraud or error or other irregularity. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial accounts.

**Opinion**

In our opinion the financial accounts give a true and fair view of the state of the company's affairs as at 31st December 1996 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.'

*McCowie Ramshaw + Co*

McCowie Ramshaw & Co.  
Registered Auditors  
Chartered Accountants

52-54 Leazes Park Road  
Newcastle Upon Tyne  
NE1 4PG

*1st May 1997*

D.G.M. (INVESTMENTS) LIMITEDABBREVIATED BALANCE SHEET  
AS AT 31ST DECEMBER 1996

	Note	£	1996	£	1995	£
<b>FIXED ASSETS</b>						
Tangible Assets	2		72,636		78,584	
<b>CURRENT ASSETS</b>						
Stock		17,000		15,281		
Debtors		45,168		47,205		
Cash at Bank and in Hand		675		4,487		
		62,843		66,973		
<b>CREDITORS: Amounts Falling Due Within One Year</b>	3	92,557		99,458		
<b>NET CURRENT LIABILITIES</b>			29,714		32,485	
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			42,922		46,099	
<b>CREDITORS: Amounts Falling Due After More Than One Year</b>	3		627		5,349	
<b>PROVISION FOR LIABILITIES AND CHARGES</b>			5,000		5,000	
			37,295		35,750	
<b>CAPITAL AND RESERVES</b>						
Called Up Share Capital	4		100		100	
Profit and Loss Account			37,195		35,650	
<b>TOTAL SHAREHOLDERS' FUNDS - EQUITY</b>			£ 37,295		£ 35,750	

continued .....

D.G.M. (INVESTMENTS) LIMITEDABBREVIATED BALANCE SHEET

(continued)

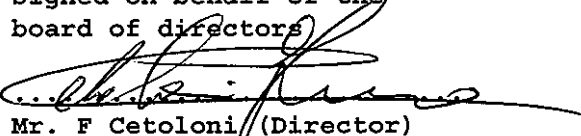
AS AT 31ST DECEMBER 1996

In preparing these abbreviated accounts advantage has been taken of the exemptions conferred by Section A of Part III of Schedule 8 to the Companies Act 1985 on the grounds that in the directors' opinion the company is entitled to the benefit of those exemptions as a small company under the provisions of sections 246 and 247 of the Act.

In the preparation of the accounts advantage has been taken of special exemptions applicable to small companies under Part I of Schedule 8 to the Companies Act 1985 on the grounds that, in the directors' opinion, the company qualifies as a small company and is entitled to make use of the special exemptions.

In the preparation of the accounts advantage has been taken of special exemptions applicable to small companies under Part I of Schedule 8 to the Companies Act 1985 on the grounds that, in the directors' opinion, the company qualifies as a small company and is entitled to make use of the special exemptions.

Signed on behalf of the  
board of directors



Mr. F Cetoloni (Director)

Approved by the board: 1<sup>st</sup> May 1997

The notes on pages 5 to 7 form part of these accounts.

D.G.M. (INVESTMENTS) LIMITEDNOTES TO THE ABBREVIATED ACCOUNTS  
FOR THE YEAR ENDED 31ST DECEMBER 1996**1. ACCOUNTING POLICIES****a. Basis of Accounting**

These financial accounts have been prepared in accordance with applicable accounting standards and under the historical cost convention modified to incorporate the revaluation of certain assets.

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard No 1 on the grounds that it is entitled to the exemptions available in Sections 246 to 247 of the Companies Act 1985 for small companies.

**b. Turnover**

Turnover is the amount derived from the provision of goods and services falling within the company's ordinary activities after deduction of trade discounts and value added tax.

**c. Tangible Fixed Assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:

Short Leasehold Property	The period of the lease
Fixtures and Fittings	15% reducing balance
Motor Vehicles	25% reducing balance
Office Equipment	25% straightline

**d. Stocks**

Stocks are valued at the lower of cost and net realisable value, after making allowance for obsolete and slow moving items.

**e. Deferred Taxation**

Deferred Taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

**f. Leased Assets**

Assets held under finance leases and hire purchase contracts are capitalised at the estimated fair value at date of inception of each lease or contract. The assets are depreciated over their expected useful lives. The finance charges are allocated over the primary period of the lease in proportion to the capital element outstanding.

**g. Pensions**

The company operates defined benefit, externally funded pension schemes covering the majority of its employees. Contributions are normally charged against profits as the contributions are made.

D.G.M. (INVESTMENTS) LIMITEDNOTES TO THE ABBREVIATED ACCOUNTS  
FOR THE YEAR ENDED 31ST DECEMBER 19962. FIXED ASSETS

	Tangible Fixed Assets £
<b>COST OR VALUATION</b>	
At 1st January 1996	192,374
Additions	10,293
	<hr/>
At 31st December 1996	202,667
	<hr/>
<b>DEPRECIATION</b>	
At 1st January 1996	113,790
Charge for year	16,241
	<hr/>
At 31st December 1996	130,031
	<hr/>
<b>NET BOOK VALUE</b>	
At 31st December 1996	72,636
	<hr/>
At 31st December 1995	78,584
	<hr/>

Tangible Fixed Assets includes, in respect of assets held under finance leases and hire purchase contracts, net book value £20,000 (1995 £33,275), cumulative depreciation £6,263 (1995 £8,988) and charge for the period £3,525 (1995 £5,988).

3. CREDITORS

Creditors include the following:

	<u>1996</u>	<u>1995</u>
	£	£
Overdrafts	2,250	8,494
	<hr/>	<hr/>

Bank facility is secured by a floating charge over the Company's Assets dated 30th January 1979.

**Obligations under Finance Leases and  
Hire Purchase contracts:**

due in the next year	6,370	9,333
due between two and five years	627	5,349
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Assets held under Finance Leases are secured on the assets as stated at note 8.



D.G.M. (INVESTMENTS) LIMITEDNOTES TO THE ABBREVIATED ACCOUNTS  
FOR THE YEAR ENDED 31ST DECEMBER 19964. SHARE CAPITAL

	<u>1996</u>	<u>1995</u>
	£	£
Authorised		
Ordinary Shares of £1 Each	100	100
	<u>          </u>	<u>          </u>
Allotted		
Ordinary Shares of £1 Each	100	100
	<u>          </u>	<u>          </u>