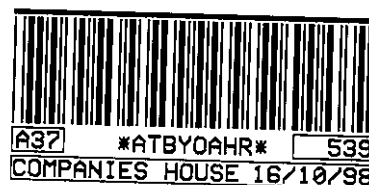


**ABBREVIATED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 1998**  
**FOR**  
**NORTH DOWNS INSTRUMENT COMPANY LIMITED**



**NORTH DOWNS INSTRUMENT COMPANY LIMITED**

**INDEX TO THE ABBREVIATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 1998**

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**NORTH DOWNS INSTRUMENT COMPANY LIMITED**

**COMPANY INFORMATION  
FOR THE YEAR ENDED 30 JUNE 1998**

**DIRECTOR:** Mrs J A Gordon

**SECRETARY:** Dr S E Gordon

**REGISTERED OFFICE:** Wrotham Road  
Meopham  
Kent  
DA13 0QB

**REGISTERED NUMBER:** 1425918 (England and Wales)

**AUDITORS:** Wheawill & Sudworth  
Chartered Accountants  
& Registered Auditors  
Mountbarrow House  
12 Elizabeth Street  
London  
SW1W 9RB

**NORTH DOWNS INSTRUMENT COMPANY LIMITED**

**REPORT OF THE AUDITORS TO  
NORTH DOWNS INSTRUMENT COMPANY LIMITED  
UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated financial statements on pages three to five, together with the full financial statements of the company for the year ended 30 June 1998 prepared under Section 226 of the Companies Act 1985.

**Respective responsibilities of director and auditors**

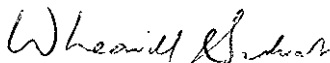
The director is responsible for preparing the abbreviated financial statements in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the financial statements to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

**Basis of opinion**

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the full financial statements.

**Opinion**

In our opinion the company is entitled to deliver abbreviated financial statements prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements on pages three to five are properly prepared in accordance with those provisions.



Wheawill & Sudworth  
Chartered Accountants  
& Registered Auditors  
Mountbarrow House  
12 Elizabeth Street  
London  
SW1W 9RB

Dated: 15<sup>th</sup> October 1998

**NORTH DOWNS INSTRUMENT COMPANY LIMITED**

**ABBREVIATED BALANCE SHEET**

**30 JUNE 1998**

		30.6.98		30.6.97	
	Notes	£	£	£	£
<b>FIXED ASSETS:</b>					
Intangible assets	2		89,583		94,583
Tangible assets	3		97,738		93,076
			<u>187,321</u>		<u>187,659</u>
<b>CURRENT ASSETS:</b>					
Stocks		32,245		27,366	
Debtors		218,852		300,685	
Cash at bank		172,344		157,715	
		<u>423,441</u>		<u>485,766</u>	
<b>CREDITORS:</b> Amounts falling due within one year		<u>336,051</u>		<u>479,581</u>	
<b>NET CURRENT ASSETS:</b>			<u>87,390</u>		<u>6,185</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES:</b>			<u>£274,711</u>		<u>£193,844</u>
<b>CAPITAL AND RESERVES:</b>					
Called up share capital	4		23,100		23,100
Profit and loss account			<u>251,611</u>		<u>170,744</u>
Shareholders' funds			<u>£274,711</u>		<u>£193,844</u>

These abbreviated financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

**ON BEHALF OF THE BOARD:**

.....  
- DIRECTOR

Approved by the Board on ..12..10..98...

The notes form part of these financial statements

**NORTH DOWNS INSTRUMENT COMPANY LIMITED**

**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 1998**

**1. ACCOUNTING POLICIES**

**Accounting convention**

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities.

**Turnover**

Turnover represents net invoiced sales of goods, excluding value added tax.

**Goodwill**

Goodwill, being the amount paid in connection with the acquisition of a business in 1996, is being written off evenly over its estimated useful life of twenty years.

**Tangible fixed assets**

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

Leasehold land and buildings	- 2% on cost
Plant and equipment	- 15% on reducing balance
Office equipment	- 25% on reducing balance
Motor vehicles	- 25% on reducing balance
Workshop	- 10% on reducing balance

**Stocks**

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

**Deferred taxation**

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the director, there is reasonable probability that the liability will not arise in the foreseeable future.

**2. INTANGIBLE FIXED ASSETS**

	Total
	£
<b>COST:</b>	
At 1 July 1997	
and 30 June 1998	100,000
<b>AMORTISATION:</b>	
At 1 July 1997	5,417
Charge for year	5,000
At 30 June 1998	10,417
<b>NET BOOK VALUE:</b>	
At 30 June 1998	89,583
At 30 June 1997	94,583

# NORTH DOWNS INSTRUMENT COMPANY LIMITED

## NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 1998

### 3. TANGIBLE FIXED ASSETS

	Total
	£
<b>COST:</b>	
At 1 July 1997	152,332
Additions	23,214
Disposals	(15,930)
	<u>159,616</u>
At 30 June 1998	<u>159,616</u>
<b>DEPRECIATION:</b>	
At 1 July 1997	59,256
Charge for year	13,512
Eliminated on disposals	(10,890)
	<u>61,878</u>
At 30 June 1998	<u>61,878</u>
<b>NET BOOK VALUE:</b>	
At 30 June 1998	<u>97,738</u>
At 30 June 1997	<u>93,076</u>

### 4. CALLED UP SHARE CAPITAL

Authorised:			30.6.98	30.6.97
Number:	Class:	Nominal value:	£	£
2,000	Ordinary	£1	2,000	2,000
23,000	Redeemable Preferred Ordinary	£1	23,000	23,000
			<u>25,000</u>	<u>25,000</u>
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	30.6.98	30.6.97
			£	£
100	Ordinary	£1	100	100
23,000	Redeemable Preferred Ordinary	£1	23,000	23,000
			<u>23,100</u>	<u>23,100</u>

The Redeemable Preferred Ordinary Shares of £1 each are redeemable at face value at the option of the company, with no set dates for redemption.