

Abbreviated Financial Statements  
for the Year Ended 31 March 1998  
for  
Merlin Systems Limited



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**for the Year Ended 31 March 1998**

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Company Information  
for the Year Ended 31 March 1998

**DIRECTORS:** E.L. Morris  
Mrs. R.T. Morris

**SECRETARY:** Mrs. R.T. Morris

**REGISTERED OFFICE:** Pandy Industrial Estate  
Wrexham  
LL11 2UA

**REGISTERED NUMBER:** 01469781 (England and Wales)

**AUDITORS:** Westmore Brennand  
Chartered Accountants  
and Registered Auditor  
Masons Building  
28 Exchange Street East  
Liverpool  
L2 3XZ

**Merlin Systems Limited**

**Report of the Auditors to**  
**Merlin Systems 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 31 March 1998 prepared under Section 226 of the Companies Act 1985.

**Respective responsibilities of directors and auditors**

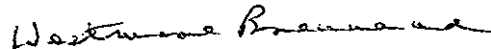
The directors are responsible for preparing the abbreviated financial statements in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with 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.



Westmore Brennand  
Chartered Accountants  
and Registered Auditor  
Masons Building  
28 Exchange Street East  
Liverpool  
L2 3XZ

Dated: 6 May 1998

**Merlin Systems Limited****Abbreviated Balance Sheet**  
**31 March 1998**

|   |       | <u>31.3.98</u> |                 | <u>31.3.97</u> |                |
|---|-------|----------------|-----------------|----------------|----------------|
|   | Notes | £              | £               | £              | £              |
| <b>FIXED ASSETS:</b>  |       |                |                 |                |                |
| Tangible assets   | 2     |                | 32,924          |                | 26,186         |
| <b>CURRENT ASSETS:</b>  |       |                |                 |                |                |
| Stocks  |       | 18,050         |                 | 13,855         |                |
| Debtors   |       | 179,758        |                 | 64,316         |                |
| Cash at bank and in hand  |       | <u>121,126</u> |                 | <u>38,009</u>  |                |
|   |       | 318,934        |                 | 116,180        |                |
| <b>CREDITORS:</b> Amounts falling<br>due within one year          |       | <u>243,852</u> |                 | <u>52,249</u>  |                |
| <b>NET CURRENT ASSETS:</b>  |       |                | <u>75,082</u>   |                | <u>63,931</u>  |
| <b>TOTAL ASSETS LESS CURRENT<br/>LIABILITIES:</b>                 |       |                | 108,006         |                | 90,117         |
| <b>CREDITORS:</b> Amounts falling<br>due after more than one year |       |                | -               |                | <u>20,000</u>  |
|   |       |                | <u>£108,006</u> |                | <u>£70,117</u> |
| <b>CAPITAL AND RESERVES:</b>                                      |       |                |                 |                |                |
| Called up share capital   | 3     |                | 100             |                | 100            |
| Profit and loss account   |       |                | <u>107,906</u>  |                | <u>70,017</u>  |
| Shareholders' funds   |       |                | <u>£108,006</u> |                | <u>£70,117</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:**



E.L. Morris - DIRECTOR

Approved by the Board on 6 May 1998

The notes form part of these financial statements

**Notes to the Abbreviated Financial Statements**  
**for the Year Ended 31 March 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 the invoiced value of goods and services supplied by the company, net of Value Added Tax and trade discounts.

**Tangible fixed assets**

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

|                       |                           |
|-----------------------|---------------------------|
| Plant and machinery   | - 25% on reducing balance |
| Fixtures and fittings | - 25% on reducing balance |
| Motor vehicles        | - 25% on reducing balance |

**Stocks and work in progress**

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow moving stocks.

**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 directors, there is reasonable probability that the liability will not arise in the foreseeable future.

**2. TANGIBLE FIXED ASSETS**

|                         | <u>Total</u>    |
|-------------------------|-----------------|
|                         | £               |
| <b>COST:</b>            |                 |
| At 1 April 1997         | 88,921          |
| Additions               | 20,000          |
| Disposals               | <u>(14,279)</u> |
| At 31 March 1998        | <u>94,642</u>   |
| <b>DEPRECIATION:</b>    |                 |
| At 1 April 1997         | 62,735          |
| Charge for year         | 10,637          |
| Eliminated on disposals | <u>(11,654)</u> |
| At 31 March 1998        | <u>61,718</u>   |
| <b>NET BOOK VALUE:</b>  |                 |
| At 31 March 1998        | <u>32,924</u>   |
| At 31 March 1997        | <u>26,186</u>   |

Notes to the Abbreviated Financial Statements  
for the Year Ended 31 March 1998

3. **CALLED UP SHARE CAPITAL**

Authorised, allotted, issued and fully paid:

| Number: | Class:   | Nominal<br>value: | 31.3.98<br>£ | 31.3.97<br>£ |
|---------|----------|-------------------|--------------|--------------|
| 100     | Ordinary | £1                | <u>100</u>   | <u>100</u>   |

4. **ULTIMATE PARENT COMPANY**

The company's parent company is Lloyd Morris Electrical Limited which is registered in the United Kingdom.