

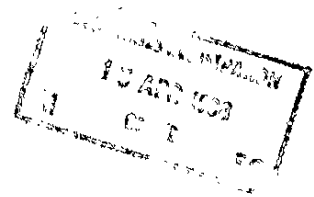
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ARCOM CONTROL SYSTEMS LIMITED

Modified Accounts

Year ended

31st December 1987



ARCON CONTROL SYSTEMS LIMITED

Financial statements for the year ended 31st December 1987

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Directors

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Directors

A.J.B. Winter  
A.T. Nicol  
P.F. Scott  
J.J.S. Bain  
P. Cuthbert  
D.J. Kingsbury

Secretary and registered office

J.J.S. Bain, Unit 8, Clifton Road, Cambridge, CB1 4BW

Auditors

Stoy Hayward, 8 Baker Street, London, W1M 1DA

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ARCON CONTROL SYSTEMS LIMITED

Balance sheet at 31st December 1987

	Note	1987 £	1986 £
Fixed assets			
Tangible assets		168,113	74,873
Current assets			
Stocks		221,540	159,626
Debtors		228,650	177,242
Cash at bank and in hand		216	288
		<u>450,406</u>	<u>337,156</u>
Creditors			
Amounts falling due within one year		<u>355,165</u>	<u>292,931</u>
Net current assets		95,241	44,225
Total assets less current liabilities		263,354	119,098
Creditors			
Amounts falling due after more than one year	2	97,986	7,042
Provisions for liabilities and charges			
Deferred taxation		1,667	1,667
		<u>163,701</u>	<u>110,389</u>
Capital and reserves			
Called up share capital	3	29,583	29,583
Share premium account		67,987	67,987
Profit and loss account		66,131	12,819
		<u>163,701</u>	<u>110,389</u>

In preparing these modified accounts we have relied upon Sections 247 to 249 of the Companies Act 1985 on the grounds that the company is entitled to the benefit of those sections as a small company.

A.J.B. Winter )  
                   ) Directors *A.J.B. Winter*  
                   ) Date 8.3 '88  
 J.J.S. Baird ) *J.J.S. Baird*

The notes on pages 2 and 3 form part of these accounts

# APCOM CONTROL SYSTEMS LIMITED

Notes forming part of the accounts for the year ended 31st December 1987

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## 1. Accounting policies

There have been no changes in accounting policies during the year.

The financial statements have been prepared under the historical cost convention using the following accounting policies:

### Turnover

Turnover represents sales to outside customers at invoiced amounts less value added tax.

### Depreciation

Depreciation is provided to write off the cost, less estimated residual values, of all fixed assets over their expected useful lives. It is calculated on the original cost of the assets at 25 per cent per annum on a straight line basis for all categories of fixed assets.

### Stocks

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

### Deferred taxation

Provision is made under the liability method for timing differences between the treatment of certain items for taxation and accounting purposes to the extent that it is probable that a liability will crystallise.

### Development expenditure

Expenditure on research and development is charged in the profit and loss account in the year in which it is incurred.

### Leased assets and assets held under hire purchase agreement

Where assets are financed by hire purchase agreements that give rights to ownership, the assets are treated as if they had been purchased outright. The amount capitalised is the cash price of the asset. The corresponding hire purchase commitments are shown as amounts payable to the finance company. Depreciation on the relevant assets is charged to the profit and loss account.

All other leases are treated as 'operating leases'. Their annual rentals are charged to the profit and loss account on a straight-line basis over the lease term.

### Pension costs

Pensions relating to current and past service are funded by annual contributions to a pension plan. The amounts of such contributions are determined following consultation with independent actuaries. Payments made to fund any deficiencies are amortised over the remaining working lives of current members. Annual contributions in respect of current service and amortisation of deficiencies are charged against trading profits in the year in which they arise.

# ARGON CONTROL SYSTEMS LIMITED

Notes forming part of the accounts for the year ended 31st December 1987 (Continued)

## 2. Creditors: Amounts falling due after more than one year

	<u>1987</u> <u>£</u>	<u>1986</u> <u>£</u>
Bank loan (secured by a fixed and floating charge)	75,000	-
Obligations under hire purchase contracts	<u>22,986</u>	<u>7,042</u>
	<u>97,986</u>	<u>7,042</u>

## 3. Share capital

	Authorised		Issued and fully paid	
	<u>1987</u> <u>£</u>	<u>1986</u> <u>£</u>	<u>1987</u> <u>£</u>	<u>1986</u> <u>£</u>
Ordinary shares of £1 each	30,000	30,000	29,583	29,583
Redeemable preference shares of £1 each	<u>35,000</u>	<u>35,000</u>	-	-
	<u>65,000</u>	<u>65,000</u>	<u>29,583</u>	<u>29,583</u>

## 4. Transactions involving directors

During the year consultancy fees amounting to £4,727 (1986 £4,910) were paid to an individual with whom Dr. A.J.B. Winter is connected.

ARCON CONTROL SYSTEMS LIMITED

Report of the auditors to the directors of Arcon Control Systems Limited

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In our opinion

- a) The directors are entitled to deliver modified accounts in respect of the year ended 31st December 1987, and,
- b) the modified accounts have been properly prepared in accordance with Schedule 8 Companies Act 1985. We are not required to express an audit opinion on the truth and fairness of these modified accounts.

As auditors of the company, we reported to the members on the company's financial statements prepared under S.227 of the Companies Act 1985 for the year ended 31st December 1987 as follows:

We have audited the financial statements on pages 2 to 10 in accordance with approved Auditing Standards.

In our opinion the financial statements, which have been prepared under the historical cost convention, give a true and fair view of the state of the company's affairs at 31st December 1987 and of its profit and source and application of funds for the year then ended and comply with the Companies Act 1985.

Stoy Hayward,  
8 Baker Street,  
London, W1N 1DA.

Date 4 3 88