

**AUTOMATED LANGUAGE PROCESSING  
SERVICES LIMITED**

**DIRECTORS' REPORT AND ACCOUNTS**

**YEAR ENDED  
31ST DECEMBER 1994**

**Company Registration Number : 2184473**



**AUTOMATED LANGUAGE PROCESSING  
SERVICES LIMITED**

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**DIRECTORS' REPORT  
FOR THE YEAR ENDED 31ST DECEMBER 1994**

**DIRECTORS**

J W Wittwer  
T F Seal  
D J Marshall

No Director has any declarable interest in any Group Company.

**ACCOUNTS AND ACTIVITIES**

The Company acts as an investment holding company. The profit for the year amounts to £557,448 and is dealt with as shown in the profit and loss account.

On 15th September 1995 the share capital of the Company was increased to 2,400,000 and 1,310,000 new shares were issued.

**STATEMENT OF DIRECTORS' RESPONSIBILITIES IN RESPECT OF THE ACCOUNTS**

Company law requires the Directors to prepare accounts for each financial year which gives a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those accounts, the directors are required to:

- \* select suitable accounting policies and then apply them consistently;
- \* make judgements and estimates that are reasonable and prudent;
- \* state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the accounts;
- \* prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company to enable them to ensure that the accounts comply with the Companies Act. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**AUDITORS**

Ernst & Young have signified their willingness to continue in office and a resolution proposing their re-appointment will be submitted to the annual general meeting.

By order of the Board.



**D J MARSHALL**  
Secretary

Thursday, 19 October, 1995

**REPORT OF THE AUDITORS TO THE MEMBERS OF  
AUTOMATED LANGUAGE PROCESSING  
SERVICES LIMITED**

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We have audited the accounts on pages 3 to 7 which have been prepared under the historical cost convention and on the basis of the accounting policies set out on page 5.

**Respective responsibilities and auditors**

As described on page 1 the company's Directors are responsible for the preparation of the accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts and to report our opinion to you.

**Basis of opinion**

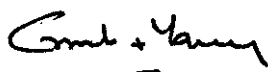
We conducted our audit in accordance with the Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the accounts. It also includes an assessment of the significant estimates and judgements made by the Directors in the preparation of the 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 accounts 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 accounts.

**Opinion**

In our opinion the accounts give a true and fair view of the state of the company's affairs as at 31st December 1994 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

In our opinion the company is entitled for the year ended 31st December 1994 to the exemption conferred by Section 248 of the Companies Act 1985 from the requirement to prepare group accounts.



Ernst & Young  
Chartered Accountants  
Registered Auditors

Birmingham

Thursday, 19 October, 1995

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**PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 31ST DECEMBER 1994**

	NOTE	1994 £	1993 £
Administrative (income)/expenses - net	3	2,770	(9,681)
Loss/(profit) on exchange		(169,499)	58,166
Interest payable	4	231,728	295,425
Interest waived	4	(622,447)	-
		<hr/>	<hr/>
Profit/(Loss) on ordinary activities before taxation		557,448	(343,910)
Taxation (credit) from Group relief		-	(162,000)
		<hr/>	<hr/>
Profit/(Loss) for the financial year		557,448	(181,910)
		<hr/>	<hr/>

**STATEMENT OF MOVEMENT ON RESERVES  
PROFIT AND LOSS ACCOUNT**

	£	£
At 1st January	(2,101,305)	(1,919,395)
Profit/(Loss) for the financial year	557,448	(181,910)
	<hr/>	<hr/>
At 31st December	(1,543,857)	(2,101,305)
	<hr/>	<hr/>

**Statement of Total Recognised Gains and Losses**

There are no recognised gains or losses other than the profit of £557,448 for the year ended 31st December 1994 (31st December 1993 £181,910 loss).

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**BALANCE SHEET  
31ST DECEMBER 1994**

	NOTE	1994 £	1993 £
<b>FIXED ASSETS</b>			
Investments	5	3,639,694	3,641,904
<b>CREDITORS - Amounts falling due within one year</b>	<b>6</b>	<b>(4,283,551)</b>	<b>(4,843,209)</b>
<b>EXCESS OF LIABILITIES OVER ASSETS</b>		<b>(643,857)</b>	<b>(1,201,305)</b>
 <b>CAPITAL AND RESERVES</b>			
Called up share capital	7	900,000	900,000
Profit and loss account - deficit		(1,543,857)	(2,101,305)
		<b>(643,857)</b>	<b>(1,201,305)</b>

**RECONCILIATION OF SHAREHOLDERS' FUNDS**

There were no other movements in shareholders' funds other than the recognised gains and losses.

*D.J. Marshall*

D J Marshall ) Director

Thursday, 19 October, 1995

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**NOTES ON THE ACCOUNTS  
31ST DECEMBER 1994**

**1. FUNDAMENTAL ACCOUNTING CONCEPT**

The accounts have been prepared under the going concern concept because the parent undertaking has agreed to provide adequate funds for the Company to meet its liabilities as they fall due.

**2. ACCOUNTING POLICIES**

**(a) Accounting Convention**

The accounts are prepared under the historical cost convention and in accordance with applicable accounting standards.

**(b) Subsidiary Undertakings**

Investments in subsidiary undertakings are stated at cost. Costs of acquisition are amortised over 25 years.

The Group qualifies as a medium-sized Group as defined by Section 249 of the Companies Act 1985. Consequently, the Company has taken advantage of the exemption conferred by Section 248 of the Companies Act 1985 from the requirement to prepare Group accounts.

**3. ADMINISTRATIVE (INCOME)/EXPENSE**

	1994 £	1993 £
Audit fee	500	500
Amortisation of acquisition costs	2,210	2,210
Other	60	(12,391)
	<hr/> 2,770	<hr/> (9,681)
	<hr/> <hr/>	<hr/> <hr/>

**4. INTEREST PAYABLE/WAIVED**

All interest payable/waived arises on loans from Group companies.

**5. FIXED ASSET INVESTMENTS**

**Subsidiary Undertakings**

	£
Cost at 31st December 1994 and 1993	3,655,156
	<hr/>
Amortisation	
At 31st December 1993	13,252
Provided in year	2,210
	<hr/>
At 31st December 1994	15,462
	<hr/> <hr/>
Net book amount at 31st December 1994	3,639,694
31st December 1993	3,641,904

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**NOTES ON THE ACCOUNTS (Continued)  
31ST DECEMBER 1994**

**5. FIXED ASSET INVESTMENTS (Continued)**

The principal subsidiaries, all wholly owned are:

Interlingua Group Limited	(Registered in England)
Alpnet UK Limited *	(Registered in England)
Interlingua Language Services Limited *	(Incorporated in Hong Kong)
Interlingua Language Services (Singapore) Pte Limited *	(Incorporated in Singapore)
Interlingua S.A. *	(Incorporated in Spain)

\* Held by an intermediate subsidiary.

The activities of all companies is that of the provision of worldwide translation, interpreting, type-setting and language tuition services for commerce and industry.

In the opinion of the Directors the aggregate value of the Company's investments in subsidiary undertakings is not less than the amount at which they are stated in the accounts.

Group accounts have not been prepared as the Group qualifies as a medium-sized Group as defined by the Companies Act 1985.

Details of the subsidiary undertakings are as follows:

	1994 £	1993 £
Capital and Reserves	147,244	666,134
Profit(Loss) for the year	(284,418)	211,850

**6. CREDITORS - Amounts falling due  
within one year**

	1994 £	1993 £
Amounts due to parent and fellow subsidiary undertakings	4,278,231	4,837,926
Accruals	5,320	5,283
	<hr/> 4,283,551	<hr/> 4,843,209

**7. CALLED UP SHARE CAPITAL**

	1994 and 1993 Authorised	Allotted and Fully Paid
	£	£
Ordinary shares of £1 each	900,000	900,000

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**NOTES ON THE ACCOUNTS (Continued)  
31ST DECEMBER 1994**

**8. CONTINGENT LIABILITIES**

The whole of the issued share capital is pledged as security to loans of the ultimate holding company.

**9. ULTIMATE HOLDING COMPANY**

The ultimate holding company is Alpnet Inc, incorporated in the USA.

Copies of the consolidated financial statements of Alpnet Inc are available to the public from:

The Chief Financial Officer  
Alpnet Inc  
4444 South 700 East  
Suite #204  
Salt Lake City  
Utah 84107-3075  
U.S.A.