

REGISTER

2213855

ABER INSTRUMENTS LIMITED

REPORT AND ACCOUNTS

30TH JUNE 1989

[Faint, illegible stamp or signature]

M.KYFFIN & CO

CERTIFIED ACCOUNTANTS

ABER INSTRUMENTS LIMITED

DIRECTORS

R.W.Todd  
B.Wise  
D.B.Kell

SECRETARY

B.Wise

REGISTERED OFFICE

Llwyngwern Quarry,  
MACHYNLLETH,  
Powys.

---

REPORT AND ACCOUNTS 30TH JUNE 1989

PAGES	1	Report of the Directors
	2	Report of the Auditors
	3	Profit and Loss Account
	4	Balance Sheet
	5	Source and Application of Funds
	6 - 9	Notes to the Accounts

---

The following page does not form part of the  
statutory accounts

10                      Trading and Profit and Loss Account

ABER INSTRUMENTS LIMITED

REPORT OF THE DIRECTORS

The Directors present their report with the Accounts of the Company for the sixteen month period ended 30th June, 1989.

PRINCIPAL ACTIVITY

The principal activity of the Company in the period under review was the manufacture and development of electronic equipment.

REVIEW OF BUSINESS

A summary of the results of the period's trading is given on page 3 of the Accounts. The Directors consider the position to be satisfactory and broadly in line with expectations. Although anticipated sales have not been achieved this is considered to be a timing difference.

DIVIDENDS

The Directors do not recommend payment of a dividend, which leaves a loss of £6,824 to be retained for the year.

FUTURE DEVELOPMENTS

The Company is continuing to develop the equipment range and investigating new applications within various markets.

DIRECTORS

The Directors in office in the period and their beneficial interests in the issued ordinary share capital were :

B. Wise.	1 Share
T.W. Todd.	1 Share
D.B. Kell.	1 Share

FIXED ASSETS

Acquisitions of fixed assets during the period are recorded in the Notes to the Accounts.

RESEARCH AND DEVELOPMENT

The Company is particularly concerned with product development and maintains a research and development department.

AUDITORS

The auditors, M. Kyffin & Co., will be proposed for re-appointment in accordance with Section 384 of the Companies Act 1985.

BY ORDER OF THE BOARD

*Bamber Wise*  
SECRETARY

..... 15th September ..... 1989

REPORT OF THE AUDITORS TO THE MEMBERS OF  
ABER INSTRUMENTS LIMITED

We have audited the Accounts set out on pages 3 to 9 in accordance with approved auditing standards.

In our opinion the Accounts, which have been prepared under the historical cost convention, give a true and fair view of the state of the Company's affairs at 30th June 1989 and of the profit and source and application of funds for the period ended on that date and comply with the Companies Act 1985.

*Ky/m/le.*  
Certified Accountants,  
14, Baker Street,  
Aberystwyth,  
Dyfed.

*15th SEPTEMBER*  
..... 1989

ABER INSTRUMENTS LIMITED  
 PROFIT AND LOSS ACCOUNT  
 FOR THE SIXTEEN MONTH PERIOD ENDED 30TH JUNE 1989

	NOTES	£	£
TURNOVER	2		49,370
COST OF SALES			<u>21,903</u>
GRUSS PROFIT			27,467
Administration Expenses		26,657	
Establishment Expenses		<u>5,880</u>	
			<u>32,537</u>
Operating Loss	3		( 5,070)
Interest Payable	5		<u>1,754</u>
TAXATION	6		( 6,824)
			<u>-</u>
LOSS AT 30TH JUNE 1989			£ ( <u>6,824</u> )

The notes on pages 6 to 9 form part of these accounts.

ABER INSTRUMENTS LIMITED  
BALANCE SHEET - 30TH JUNE 1989

	NOTES	£	£
<b>FIXED ASSETS</b>			
Intangible Assets			
- Research and Development	7	34,199	
Tangible Assets	8	<u>15,129</u>	
			49,328
<b>CURRENT ASSETS</b>			
Stocks	9	24,932	
Debtors	10	<u>16,562</u>	
		41,494	
CREDITORS: amounts falling due within one year	11	<u>27,920</u>	
<b>NET CURRENT ASSETS</b>			<u>13,574</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			62,902
CREDITORS: amounts falling due after more than one year	13		<u>69,723</u>
			£ ( 6,821 )
<b>CAPITAL AND RESERVES</b>			
Called up share capital	14		3
Profit and loss account			( 6,824 )
			£ ( 6,821 )

.....  
*Benny W. ...*  
 .....  
*John ...*  
 .....  
*Robert W. ...*  
 .....

DIRECTORS

APPROVED BY THE BOARD 15th Sept. 1989

The notes on pages 6 to 9 form part of these accounts.

ABER INSTRUMENTS LIMITED  
 SOURCE AND APPLICATION OF FUNDS  
 FOR THE SIXTEEN MONTH PERIOD ENDED 30TH JUNE 1989

	£	£
<b>SOURCES OF FUNDS</b>		
Issue of Shares	3	
Directors Loan	<u>25,000</u>	
		25,003
<b>APPLICATION OF FUNDS</b>		
Loss for the Period before Taxation	6,824	
Add back Depreciation	( 3,014)	
Purchase of Fixed Assets	18,143	
Research and Development Expenditure	34,199	
Tax Paid	<u>103</u>	
		(56,255)
		£ (31,252)
<b>MOVEMENT IN WORKING CAPITAL</b>		
Stock (Increase)	24,932	
Debtors (Increase)	16,562	
Creditors (Increase)	<u>(58,751)</u>	
		(17,257)
<b>MOVEMENT IN NET LIQUID FUNDS</b>		
Bank Overdraft (Increase)		(13,995)
		£ (31,252)

The notes on pages 6 to 9 form part of these accounts.

ABER INSTRUMENTS LIMITED

NOTES TO THE ACCOUNTS - 30TH JUNE 1989

1. ACCOUNTING POLICIES

a) Basis of Accounting

The Accounts have been prepared under the historical cost convention as modified by the revaluation of certain assets.

b) Turnover

Turnover represents net invoiced sales of equipment, excluding 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.

Plant and Machinery	- 15% or 25%
Fixtures and Fittings	- 20%, 25% or 33.33%

d) Stocks

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

Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

e) 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 opinions of the Directors, there is reasonable probability that the liability will not arise in the foreseeable future.

f) Research and Development

Expenditure on research and development is written off in the period in which it is incurred except to the extent that, in the opinion of the Directors, it is directly attributable to future turnover in which case it is capitalised and written off over the period of that turnover (see note 7).

g) Government Grants

In accordance with SSAP4 and ED43 income received and receivable under government grants has been included in the accounts as deferred income to be written back over the period of depreciation or amortisation of the assets to which they relate.



ABER INSTRUMENTS LIMITED  
 NOTES TO THE ACCOUNTS - 30TH JUNE 1989  
 (continued)

## 2. TURNOVER

The turnover and profit before taxation is attributable to the one principal activity of the Company and is wholly generated with the United Kingdom.

## 3. OPERATING LOSS

The operating loss is stated after charging:	£
Depreciation	3,014
Directors' Remuneration	26,509
Staff Costs (note 4)	24,902
Auditors' Remuneration	<u>1,000</u>

## 4. STAFF COSTS

	£
Wages and Salaries	22,674
Social Security Costs	<u>2,228</u>
	£ <u>24,902</u>

The average weekly number of employees during the period was as follows:

Research and Development	2
Office and Management	1
Production	<u>1</u>
	<u>4</u>

## 5. INTEREST PAYABLE

	£
On WDA Loan	360
On Bank Loan	1,268
On Bank Overdraft	<u>126</u>
	£ <u>1,754</u>

## 6. TAXATION

The tax charge on the profit on ordinary activities for the period was as follows:

	£
Corporation tax at 25% based on the adjusted results of the period	-
Deferred taxation computed at 25%	<u>-</u>
	£ <u>-</u>

ABER INSTRUMENTS LIMITED  
 NOTES TO THE ACCOUNT - 30TH JUNE 1989  
 (continued)

7. RESEARCH AND DEVELOPMENT EXPENDITURE

The following costs have been capitalized as development costs which are to be written off over the following four years as the project to which they relate achieves commercial production status.

	£
Labour Costs	29,701
Raw Materials	<u>4,498</u>
	<u>£ 34,199</u>

8. TANGIBLE FIXED ASSETS

	Plant & Machinery	Fixtures & Fittings	Total
COST:	£	£	£
At 1st March 1988	-	-	-
Additions	14,287	3,856	18,143
Disposals	<u>-</u>	<u>-</u>	<u>-</u>
At 30th June 1989	<u>14,287</u>	<u>3,856</u>	<u>18,143</u>
Depreciation			
Charge for period	<u>2,149</u>	<u>865</u>	<u>3,014</u>
Written down value At 30th June 1989	<u>£ 12,138</u>	<u>£ 2,991</u>	<u>£ 15,129</u>

9. STOCKS

	£
Raw Materials	4,573
Work-in-Progress	12,437
Finished Goods	<u>7,922</u>
	<u>£ 24,932</u>

10. DEBTORS

Trade Debtors	-
Other Debtors	16,179
Prepayments	<u>383</u>
	<u>£ 16,562</u>

ABER INSTRUMENTS LIMITED  
 NOTES TO THE ACCOUNTS - 30TH JUNE 1989  
 (continued)

11. CREDITORS: AMOUNTS FALLING  
 DUE WITHIN ONE YEAR

	£
Trade Creditors	209
Social Security and other Taxes	2,124
Other Creditors	682
Accruals and Deferred Income (Note 12)	<u>9,611</u>
	12,626
Bank Overdraft	13,995
WDA Loan	1,402
Taxation	<u>( 103)</u>
	<u>£ 27,920</u>

The bank overdraft is secured by the directors' guarantees and a debenture over the company's assets.

12. ACCRUALS AND DEFERRED INCOME

	Due within one year	Due after more than one year
	£	£
Accruals	1,385	-
Deferred Income re Government Grants receivable	<u>8,226</u>	<u>24,679</u>
	<u>£ 9,611</u>	<u>£ 24,679</u>

13. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	£
Bank Loan	15,000
WDA Loan	5,044
Directors Loans	25,000
Accruals and Deferred Income (see note 12)	<u>24,679</u>
	<u>£ 69,723</u>

The bank loan is secured by directors' personal guarantees and by a charge on the company's assets.

14. CALLED UP SHARE CAPITAL

	£
Authorised	<u>1,000</u>
Allotted, issued and fully paid	<u>3</u>