

2330157

CABLETEC INTERCONNECT COMPONENTS SYSTEMS LIMITED

ACCOUNTS FOR THE YEAR ENDED
31st DECEMBER 2001



SEAL HESS
CHARTERED CERTIFIED ACCOUNTANTS
AND REGISTERED AUDITOR

CABLETEC INTERCONNECT COMPONENTS SYSTEMS LIMITED

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CABLETEC INTERCONNECT COMPONENTS SYSTEMS LIMITED**DIRECTORS REPORT****YEAR END 31st DECEMBER 2001****COMPANY NUMBER: 2330157**

The Directors submit the Annual Report and the Audited Accounts of the Company for the year ended 31st December 2001.

The Directors at 31st December 2001 and their shareholdings were:

	<u>2001</u>	<u>2000</u>
Mr A Auty for The Auty Family Settlement	48	48
Mrs A P Auty for The Auty Family Settlement	47	47


The Company's principal activity continues to be that of supply of high performance tubing and cables.

Cabletec Flexibles Ltd ceased trading in the year and its business and assets were merged with the Company.

The Directors confirm that they are responsible for the preparation of the annexed financial statements and confirm that the state of the Company's affairs at the Balance Sheet date was satisfactory.

No dividend was paid during the year.

The report was approved by the board taking advantage of exemptions available to medium sized companies.



 Signed on behalf of the Directors
 on Date 29/10/02

AUDITORS REPORT TO THE MEMBERS OF
CABLETEC INTERCONNECT COMPONENTS SYSTEMS LIMITED

We have audited the financial statements on pages 3 to 9 which have been prepared under the historical cost convention as modified by the revaluation of certain fixed assets and the accounting policies set out on page 5.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts 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 accounts in accordance with Section 246(5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of Opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a tests basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, 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 financial statements are free from material mis-statement, 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 financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31st December 2001 and of its profit for the year then ended. The company is entitled to deliver abbreviated accounts prepared in accordance with section 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 3-9 are properly prepared in accordance with these provisions.

11 Boulevard
Weston Super Mare

Seal Hess
Seal Hess
Chartered Certified Accountants
and Registered Auditor

29. 10. 2002

CABLETEC INTERCONNECT COMPONENTS SYSTEMS LIMITED**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31st DECEMBER 2001**

	<u>Notes</u>	<u>2001</u>	<u>2000</u>
<u>TURNOVER</u>			
Continuing Operations		4250254	3429316
Cost of Sales		<u>2328353</u>	<u>2124577</u>
<u>Gross Profit</u>		1921901	1304739
Distribution Costs		92281	62714
Administrative Expenses		<u>1011142</u>	<u>935511</u>
<u>Operating Profit from continuing operations</u>	2	818478	306514
Profit/(Loss) on sale of Fixed Assets		(11552)	(15159)
Interest received		17453	33964
Interest payable		<u>16197</u>	<u>19985</u>
Profit on Ordinary Activities before taxation		808182	305334
Tax on profit on ordinary activities	4	<u>242562</u>	<u>80525</u>
Profit for the financial year		565620	224809
Dividend		—	<u>25000</u>
<u>Retained Profit for the Year</u>	10	<u>565620</u>	<u>199809</u>

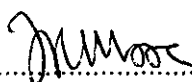
Note

There are no recognised gains or losses other than those shown above.

CABLETEC INTERCONNECT COMPONENTS SYSTEMS LIMITED**BALANCE SHEET AS AT 31st DECEMBER 2001**

	<u>Note</u>	<u>2001</u>	<u>2000</u>
<u>Fixed Assets</u>			
Tangible Assets	5	715975	681801
Intangible Assets		<u>20000</u>	<u>-</u>
		735975	681801
<u>Current Assets</u>			
Stock and Work in Progress		665644	456917
Debtors & Prepayments	6	1364610	783699
Cash at Bank and in Hand		<u>748302</u>	<u>942135</u>
		2778556	2182751
<u>Creditors: Amounts falling due within one year</u>	7	<u>1058186</u>	<u>953586</u>
<u>Net Current Assets (Liabilities)</u>		<u>1720370</u>	<u>1229165</u>
<u>Total Assets Less Current Liabilities</u>		2456345	1910966
<u>Creditors: Amounts falling due after more than one year</u>	7a	184714	215231
<u>Provisions for Liabilities and Charges</u>	8	<u>28276</u>	<u>18000</u>
<u>Net Assets</u>		<u>2243355</u>	<u>1677735</u>
<u>Capital and Reserves</u>			
Called up Share Capital	9	100	100
Profit and Loss Account	10	<u>2243255</u>	<u>1677635</u>
Shareholders Funds	11	<u>2243355</u>	<u>1677735</u>

Approved by the Board on and signed on its behalf. The abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to medium sized companies.

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CABLETEC INTERCONNECT COMPONENTS SYSTEMS LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31st DECEMBER 2001

1 Accounting Policies

1a Basis of Preparation of Accounts

The accounts have been prepared under the historical cost convention in accordance with the Financial Reporting Standards for Smaller Entities.

1b Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, net of Value Added Tax and trade discounts. The geographical analysis of turnover is as follows:

	<u>2001</u>	<u>2000</u>
UK	4157503	3361213
Europe	<u>92751</u>	<u>68103</u>
	<u>4250254</u>	<u>3429316</u>

1c Depreciation Policy

Fixed Assets are depreciated at the following rates:

Land & Buildings	1% straight line basis
Plant & Equipment	10% reducing balance basis
Motor Vehicles	20% reducing balance basis

1d Leasing and Hire Purchase Contracts

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired under finance leases are depreciated over the shorter of the lease term and their useful lives. Assets acquired under hire purchase contracts are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

CABLETEC INTERCONNECT COMPONENTS SYSTEMS LIMITED**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31st DECEMBER 2001****continued....****1e Stock and Work in Progress**

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

The analysis of Stock and Work in Progress is:	<u>2001</u>	<u>2000</u>
Raw Materials	665644	456917
Work in Progress	-	-
Finished Goods	-	-
	<u>665644</u>	<u>456917</u>

1f Foreign Currencies

Monetary assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate ruling on the date of transaction. Exchange differences are taken into account into account in arriving at the operating profit.

1g Deferred Taxation

Provision is made for taxation deferred as a result of material timing differences between the incidence of income and expenditure for taxation and accounts purposes, using the liability method, only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the near future.

1h Pensions

The company operates a pension scheme, and the pension charge represents the amounts payable by the company to the fund in respect of the year.

2	<u>Operating Profit</u>	<u>2001</u>	<u>2000</u>
	Operating Profit is after charging:		
	Depreciation	44727	50315
	Directors Remuneration	81627	177538
	Auditors Remuneration	2250	2000
	Bank Charges and Interest	18854	22429
	HP Charges	2221	3602
	Pension costs	<u>23296</u>	<u>8400</u>

CABLETEC INTERCONNECT COMPONENTS SYSTEMS LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31st DECEMBER 2001
continued

3

<u>Staff Costs</u>	<u>2001</u>	<u>2000</u>
Staff costs, including Directors Remuneration were as follows:		
Wages and salaries	592111	508624
Social Security costs	50705	53300
Other pension costs	<u>23296</u>	<u>8400</u>
	<u>666112</u>	<u>570324</u>
The average number of employees, including directors, during the year was as follows:		
Production	19	3
Office and Administration	12	12
Sales and Marketing	<u>11</u>	<u>10</u>
	<u>42</u>	<u>25</u>

4

<u>Taxation</u>		
<u>UK Current Year Taxation</u>		
UK Corporation Tax	232286	79109
Transfer to deferred taxation	<u>10276</u>	<u>1416</u>
	<u>242562</u>	<u>80525</u>

5

<u>Tangible Fixed Assets</u>				
	<u>Land and Building</u>	<u>Plant and Machinery</u>	<u>Motor Vehicles</u>	<u>Total</u>
<u>Cost</u>				
As at 1.1.2001	455896	202713	196306	854915
Additions in year	-	66810	67143	133953
Disposals in year	-	-	86775	86775
As at 31.12.2001	<u>455896</u>	<u>269523</u>	<u>176674</u>	<u>902093</u>
<u>Depreciation</u>				
As at 1.1.2001	20249	89093	63772	173114
Disposals in year	-	-	31723	31723
Charge for year	<u>4559</u>	<u>14743</u>	<u>25425</u>	<u>44727</u>
As at 31.12.2001	<u>24808</u>	<u>103836</u>	<u>57474</u>	<u>186118</u>
Net Book Value	431088	165687	119200	715975

CABLETEC INTERCONNECT COMPONENTS SYSTEMS LIMITED**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31st DECEMBER 2001**
continued....

6	<u>Debtors</u> (payment due within 1 year)	<u>2001</u>	<u>2000</u>
	Trade Debtors	850851	737556
	Other Debtors	501249	40000
	Prepayments and Accrued Income	<u>12510</u>	<u>6143</u>
		<u>1364610</u>	<u>783699</u>
7	<u>Creditors</u> (falling due within 1 year)		
	Bank Overdraft	332881	383918
	Corporation Tax	232327	79109
	Trade Creditors	367899	335300
	Other Taxes and Social Security costs	69577	49430
	Bank Loan	44180	44181
	Other Creditors	9671	37700
	HP Creditors	1651	23948
	Directors Fees	-	-
	Directors Loans	-	-
		<u>1058186</u>	<u>953586</u>

The bank loan and overdraft are secured by a charge on the freehold property at Sunnyside Road.

7a	<u>Creditors</u> (falling due after 1 year)		
	HP Creditors	-	2809
	Bank Loan	<u>184714</u>	<u>212422</u>
		<u>184714</u>	<u>215231</u>

The Bank Loan is repayable as follows:

Between one and two years	44180	44180
Between two and five years	132540	132540
After more than five years	<u>7994</u>	<u>35702</u>

8	<u>Deferred Taxation</u>		
	Accelerated capital allowances	<u>28276</u>	<u>18000</u>
9	<u>Called Up Share Capital</u>		
	<u>Authorised</u>		
	Ordinary Shares of £1 each	<u>1000</u>	<u>1000</u>
	<u>Allotted, called up and fully paid</u>		
	Ordinary Shares of £1 each	<u>100</u>	<u>100</u>

CABLETEC INTERCONNECT COMPONENTS SYSTEMS LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31st DECEMBER 2001

continued....

	<u>2001</u>	<u>2000</u>
10 <u>Profit and Loss Account</u>		
Balance as at 1.1.2001	1677635	1477826
Profit retained for year	<u>565620</u>	<u>199809</u>
Balance as at 31.12.2001	<u>2243255</u>	<u>1677635</u>
11 <u>Reconciliation of Movement</u>		
<u>In Shareholders Funds</u>		
Profit for Year	565620	199809
Shareholders Funds 1.1.2001	<u>1677735</u>	<u>1477926</u>
Shareholders Funds 31.12.2001	<u>2243355</u>	<u>1677735</u>
12 <u>Contingent Liabilities</u>		
There were no contingent liabilities as at 31st December 2001.		
13 <u>Capital Commitments</u>		
There were no capital commitments not provided for in these accounts.		
14 <u>Transactions with Directors</u>		
There were no transactions with the Directors during the year.		
15 <u>Post Balance Sheet Events</u>		
There were no transactions after the year end which affect the accounts produced.		
16 <u>Related Parties</u>		
There were no related party transactions during the year.		
17	Included in Other Debtors under Note 6 on page 8 is an interest free loan of £461249 to the Auty Family Settlement repayable on demand.	
18 <u>Obligations under Finance Lease and Hire Purchase Contracts</u>		
Amount payable within one year	1651	25106
Amounts payable between one and five years	<u>-</u>	<u>1651</u>
	<u>1651</u>	<u>26757</u>