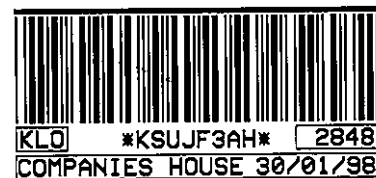


REGISTERED NUMBER: 2466626 (England and Wales)

ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 1997

FOR

PULSAR INSTRUMENTS LIMITED



PULSAR INSTRUMENTS LIMITED

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for the Year Ended 30 June 1997

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PULSAR INSTRUMENTS LIMITED

COMPANY INFORMATION
for the Year Ended 30 June 1997

DIRECTORS: M S Worrall
K D Frankish

SECRETARY: M.S.Worrall

REGISTERED OFFICE: Acoustic House
Bridlington Road
Hunmanby
North Yorkshire
YO14 0PH

REGISTERED NUMBER: 2466626 (England and Wales)

ACCOUNTANTS: O'Connell & Co
The Barn
12a High Street
Wheathampstead
Herts
AL4 8AA

PULSAR INSTRUMENTS LIMITED

ABBREVIATED BALANCE SHEET

30 June 1997

	Notes	1997 £	1996 £
CURRENT ASSETS:			
Stocks		2,003	9,012
Debtors		15,050	19,399
Cash at bank and in hand		5,325	785
		<u>22,378</u>	<u>29,196</u>
CREDITORS: Amounts falling due within one year		<u>2,705</u>	<u>6,752</u>
NET CURRENT ASSETS:		<u>19,673</u>	<u>22,444</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:		<u>19,673</u>	<u>22,444</u>
CREDITORS: Amounts falling due after more than one year		<u>28,493</u>	<u>22,988</u>
		<u>£(8,820)</u>	<u>£(544)</u>
CAPITAL AND RESERVES:			
Called up share capital	2	2	2
Profit and loss account		<u>(8,822)</u>	<u>(546)</u>
Shareholders' funds		<u>£(8,820)</u>	<u>£(544)</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ending 30 June 1997.

No notice has been deposited under Section 249B(2) of the Companies Act 1985 in relation to its financial statements for the financial year.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

The notes form part of these financial statements

PULSAR INSTRUMENTS LIMITED

ABBREVIATED BALANCE SHEET

30 June 1997

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:

.....*Karl F...*
- DIRECTOR

Approved by the Board on*29/1/98*.....

The notes form part of these financial statements

PULSAR INSTRUMENTS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
for the Year Ended 30 June 1997

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention.

Financial Reporting Standard Number 1

Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Stocks

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 items.

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

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.

Research and development

Expenditure on research and development is written off in the year in which it is incurred.

Foreign currencies

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 of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

2. CALLED UP SHARE CAPITAL

Authorised:

Number:	Class:	Nominal value:	1997 £	1996 £
100	Ordinary	£1	100	100
			==	==

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	1997 £	1996 £
2	Ordinary	£1	2	2
			==	==

3. ULTIMATE PARENT COMPANY

The company is a wholly owned subsidiary of Pulsar Instruments Inc. a company incorporated in Delaware USA. Delaware law does not require or reveal the disclosure of ownership of the shares.