

**Report of the Directors and**  
**Financial Statements for the Year Ended 31 August 2001**  
**for**  
**B.D.R. Micro Instruments Limited**



**B.D.R. Micro Instruments Limited**

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**for the Year Ended 31 August 2001**

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**B.D.R. Micro Instruments Limited**

**Company Information**  
**for the Year Ended 31 August 2001**

**DIRECTORS:**

M P Kircher  
P Bryant  
M R Melvin

**SECRETARY:**

M Melvin

**REGISTERED OFFICE:**

Rochester House  
275 Baddow Road  
Chelmsford  
Essex  
CM2 7QA

**REGISTERED NUMBER:**

2622761

**AUDITORS:**

Fisher Michael  
Registered Auditor  
Chartered Certified Accountant  
Rochester House  
275 Baddow Road  
Chelmsford  
Essex CM2 7QA

**B.D.R. Micro Instruments Limited**

**Report of the Directors**  
**for the Year Ended 31 August 2001**

The directors present their report with the financial statements of the company for the year ended 31 August 2001.

**PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was that of the production of high precision machine parts for the avionics, defence and communications industries.

**DIRECTORS**

The directors during the year under review were:

M P Kircher  
P Bryant  
M R Melvin

The beneficial interests of the directors holding office on 31 August 2001 in the issued share capital of the company were as follows:

	31.8.01	1.9.00
<b>Ordinary £1.00 shares</b>		
M P Kircher	17	17
P Bryant	17	17
M R Melvin	17	17

**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

Company law requires the directors to prepare financial statements for each financial year which give 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 financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements 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 and to enable them to ensure that the financial statements comply with the Companies Act 1985. 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**

The auditors, Fisher Michael, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

This report has 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:**

  
M Melvin - DIRECTOR

Dated: 20/06/02

**B.D.R. Micro Instruments Limited**

**Report of the Independent Auditors to the Shareholders of**  
**B.D.R. Micro Instruments Limited**

We have audited the financial statements of B.D.R. Micro Instruments Limited for the year ended 31 August 2001 on pages four to nine. These financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000), under the historical cost convention and the accounting policies set out therein.

**Respective responsibilities of directors and auditors**

As described on page two the company's directors are responsible for the preparation of financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Report of the Directors is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the Report of the Directors and consider the implications for our report if we become aware of any apparent misstatements within it.

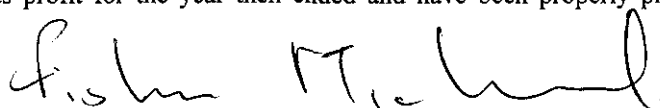
**Basis of audit opinion**

We conducted our audit in accordance with United Kingdom 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 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 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 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 31 August 2001 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Fisher Michael  
Registered Auditor  
Chartered Certified Accountant  
Rochester House  
275 Baddow Road  
Chelmsford  
Essex CM2 7QA

Dated:

20 / 06 / 02.

**B.D.R. Micro Instruments Limited**

**Profit and Loss Account**  
**for the Year Ended 31 August 2001**

		2001	2000
	Notes	£	£
<b>TURNOVER</b>		1,489,970	1,555,293
Cost of sales		436,292	485,169
<b>GROSS PROFIT</b>		1,053,678	1,070,124
Administrative expenses		818,954	801,622
		234,724	268,502
Other operating income		-	249
<b>OPERATING PROFIT</b>	2	234,724	268,751
Interest payable and similar charges		22,166	27,065
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		212,558	241,686
Tax on profit on ordinary activities	3	37,895	40,971
<b>PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION</b>		174,663	200,715
Dividends	4	157,703	149,122
		16,960	51,593
Retained profit brought forward		352,859	301,266
<b>RETAINED PROFIT CARRIED FORWARD</b>		£369,819	£352,859

The notes form part of these financial statements

**B.D.R. Micro Instruments Limited**

**Balance Sheet**  
**31 August 2001**

		2001		2000	
	Notes	£	£	£	£
<b>FIXED ASSETS:</b>					
Tangible assets	5		539,795		553,285
<b>CURRENT ASSETS:</b>					
Stocks		9,273		11,088	
Debtors	6	295,287		305,155	
Cash in hand		87		336	
		304,647		316,579	
<b>CREDITORS:</b> Amounts falling due within one year	7	396,511		372,241	
<b>NET CURRENT LIABILITIES:</b>			(91,864)		(55,662)
<b>TOTAL ASSETS LESS CURRENT LIABILITIES:</b>			447,931		497,623
<b>CREDITORS:</b> Amounts falling due after more than one year	8		78,013		144,665
			£369,918		£352,958
<b>CAPITAL AND RESERVES:</b>					
Called up share capital	10		99		99
Profit and loss account			369,819		352,859
<b>SHAREHOLDERS' FUNDS:</b>			£369,918		£352,958

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective March 2000).

**ON BEHALF OF THE BOARD:**



M R Melvin - DIRECTOR

Approved by the Board on ..... 20/06/02

The notes form part of these financial statements

**B.D.R. Micro Instruments Limited**

**Notes to the Financial Statements**  
**for the Year Ended 31 August 2001**

1. **ACCOUNTING POLICIES**

**Accounting convention**

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

**Turnover**

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

**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	- 10% on reducing balance and
	- 25% on reducing balance.

**Stocks**

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

**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.

**Hire purchase and leasing commitments**

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet and written off over their estimated useful lives.

Interest is charged to the profit and loss account on a straight line basis over the term of the contract.

2. **OPERATING PROFIT**

The operating profit is stated after charging:

	2001	2000
	£	£
Depreciation - owned assets	24,498	20,884
Depreciation - assets on hire purchase contracts	40,856	47,758
Auditors' remuneration	3,850	3,750
	<u>          </u>	<u>          </u>
Directors' emoluments and other benefits etc	<u>30,000</u>	<u>30,000</u>

3. **TAXATION**

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

	2001	2000
	£	£
UK corporation tax	<u>37,895</u>	<u>40,971</u>

UK corporation tax has been charged at 20% (2000 - 20%).



**B.D.R. Micro Instruments Limited**

**Notes to the Financial Statements**  
**for the Year Ended 31 August 2001**

4. **DIVIDENDS**

	2001 £	2000 £
Final	<u>157,703</u>	<u>149,122</u>

5. **TANGIBLE FIXED ASSETS**

	Plant and machinery etc
	£
<b>COST:</b>	
At 1 September 2000	819,535
Additions	<u>51,864</u>
At 31 August 2001	<u>871,399</u>
<b>DEPRECIATION:</b>	
At 1 September 2000	266,250
Charge for year	<u>65,354</u>
At 31 August 2001	<u>331,604</u>
<b>NET BOOK VALUE:</b>	
At 31 August 2001	<u>539,795</u>
At 31 August 2000	<u>553,285</u>

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Plant and machinery etc
	£
<b>COST:</b>	
At 1 September 2000	593,739
Additions	42,038
Transferred to ownership	<u>(143,861)</u>
At 31 August 2001	<u>491,916</u>
<b>DEPRECIATION:</b>	
At 1 September 2000	161,188
Charge for year	40,856
Transferred to ownership	<u>(43,123)</u>
At 31 August 2001	<u>158,921</u>
<b>NET BOOK VALUE:</b>	
At 31 August 2001	<u>332,995</u>
At 31 August 2000	<u>432,551</u>

**B.D.R. Micro Instruments Limited**

**Notes to the Financial Statements**  
**for the Year Ended 31 August 2001**

**6. DEBTORS: AMOUNTS FALLING  
DUE WITHIN ONE YEAR**

	2001 £	2000 £
Trade Debtors	294,988	305,155
Prepayments	299	-
	<u>295,287</u>	<u>305,155</u>

**7. CREDITORS: AMOUNTS FALLING  
DUE WITHIN ONE YEAR**

	2001 £	2000 £
Bank loans and overdrafts	107,615	61,524
Hire purchase contracts	110,791	108,154
Trade Creditors	81,576	102,748
PAYE	15,644	15,588
Other creditors	5,273	7,326
V.A.T.	37,717	35,625
Taxation	37,895	41,276
	<u>396,511</u>	<u>372,241</u>

**8. CREDITORS: AMOUNTS FALLING  
DUE AFTER MORE THAN ONE YEAR**

	2001 £	2000 £
Hire purchase contracts	<u>78,013</u>	<u>144,665</u>

**9. SECURED DEBTS**

The following secured debts are included within creditors:

	2001 £	2000 £
Bank overdrafts	<u>107,615</u>	<u>61,524</u>

The company has a £200,000 overdraft facility which is secured by an unlimited debenture dated 21st October 1999.

**10. CALLED UP SHARE CAPITAL**

Authorised:

Number:	Class:	Nominal value:	2001 £	2000 £
100	Ordinary	£1.00	<u>100</u>	<u>100</u>

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2001 £	2000 £
99	Ordinary	£1.00	<u>99</u>	<u>99</u>

**B.D.R. Micro Instruments Limited**

**Notes to the Financial Statements**  
**for the Year Ended 31 August 2001**

**11. RELATED PARTY DISCLOSURES**

The company purchased computer equipment from one of the directors during the year at a value of £1,391.

**12. DEFERRED TAX**

There is a potential liability of £59,067 for deferred tax at the Balance Sheet date. However, due to the company's continued investment in machinery, the Directors feel that the liability is unlikely to arise in the near future.