

M. T. G. INTERNATIONAL LIMITED

ABBREVIATED STATUTORY ACCOUNTS
FOR THE YEAR ENDED 31st MARCH, 1999



Company No. 2994712 (England and Wales)

M. T. G. INTERNATIONAL LIMITED

Auditors' Report to M. T. G. International Limited pursuant to section 247B of the Companies Act 1985

We have examined the abbreviated accounts on pages 2 to 4, together with the full financial statements of M. T. G. International Limited for the year ended 31st March 1999, prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

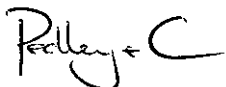
The directors are responsible for preparing abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts in accordance with sections 246 (5) and (6) of the Act 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 have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered have been properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion, the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246 (5) and (6) of the Companies Act 1985 and the abbreviated accounts on pages 2 to 4 are properly prepared in accordance with those provisions.



Pedley & Co.
Chartered Certified Accountants and Registered Auditors
82, Nottingham Road
Somercotes
Alfreton
Derbyshire
DE55 4LY


Date.....

M. T. G. INTERNATIONAL LIMITED

Abbreviated Balance Sheet as at 31st March, 1999

	Notes	1999	1998
Fixed Assets			
Tangible assets	2	109,463	70,288
Current Assets			
Debtors		134,124	97,188
Cash at bank and in hand		16,274	13,473
		150,398	110,661
Creditors : Amounts falling due within one year	3	189,344	157,127
Net Current Liabilities		(38,946)	(46,466)
Total Assets less Current Liabilities		70,517	23,822
Provisions for liabilities and charges			
Deferred taxation		7,020	2,096
Net Assets		<u>63,497</u>	<u>21,726</u>
Capital and Reserves			
Called up share capital	4	96	96
Profit and loss account		63,401	21,630
Shareholders' funds		<u>63,497</u>	<u>21,726</u>

The financial statements, which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies, were approved by the board on 14th December 1999 and signed on its behalf.



Director

H. R. Jones

The notes on pages 3 and 4 form part of these financial statements.

M. T. G. INTERNATIONAL LIMITED

Notes to the abbreviated accounts for the year ended 31st March, 1999

1. Accounting Policies

1.1 Basis of preparation of accounts

The accounts are prepared under the historical cost convention and include the results of the company's operations which are described in the Directors' Report and all of which are continuing.

The company has taken advantage of the exemption in Financial Reporting Standard No.1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

1.2 Turnover

Turnover comprises the invoiced value of goods supplied by the company, net of Value Added Tax and trade discounts.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation.

Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Plant equipment	10% reducing balance
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1.4 Leasing and hire purchase

Assets obtained under hire purchase contracts and finance leases are capitalized as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase 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.

1.5 Operating leases

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

1.6 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 ruling on the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

1.7 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.

1.8 Pensions

The company operates a defined contribution pension scheme, M.T.G. Directors' Pension Scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

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2. Fixed assets

**Tangible
fixed assets**

Cost

At 1 April 1998	89,466
Additions	51,338

At 31 March 1999	<u>140,804</u>
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Depreciation

At 1 April 1998	19,178
Charge for the year	12,163

At 31 March 1999	<u>31,341</u>
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Net book values

At 31 March 1998	<u>70,288</u>
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At 31 March 1999	<u>109,463</u>
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3. Creditors: Amounts falling due within one year

1999

1998

Bank loans and overdrafts	82,441	78,986
Trade creditors	49,574	15,376
Social security and other taxes	51,027	46,239
Other creditors	6,302	16,526
	<u>189,344</u>	<u>157,127</u>

The bank loans and overdrafts are secured by a fixed and floating charge over the assets of the company.

4. Share capital

1999

1998

Authorised

Ordinary shares of £1 each	<u>100</u>	<u>100</u>
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Allotted, called up and fully paid

Ordinary shares of £1 each	<u>96</u>	<u>96</u>
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