

TEMA (MACHINERY) LIMITED
ABBREVIATED FINANCIAL STATEMENTS

31 DECEMBER 1996

Registered number: 694081



BURGIS AND BULLOCK
CHARTERED ACCOUNTANTS

Oxon

TEMA (MACHINERY) LIMITED
ABBREVIATED FINANCIAL STATEMENTS
for the year ended 31 December 1996

CONTENTS

	Page
Auditors' Report	1
Abbreviated Balance Sheet	2
Notes on abbreviated financial statements	3 to 5

TEMA (MACHINERY) LIMITED

AUDITORS' REPORT ON ABBREVIATED FINANCIAL STATEMENTS

**Auditors' report to
TEMA (Machinery) Limited
pursuant to paragraph 24 of Schedule 8
to the Companies Act 1985**

We have examined the abbreviated financial statements on pages 2 to 5 together with the financial statements of the company prepared under section 226 of the Companies Act 1985 for the year ended 31 December 1996.

Respective Responsibilities of Directors and Auditors

The Directors are responsible for preparing the abbreviated financial statements in accordance with Schedule 8 to the Companies Act 1985. It is our responsibility to form an independent opinion as to the Company's entitlement to the exemptions claimed in the directors' statement on page 2 and whether the abbreviated financial statements have been properly prepared in accordance with that Schedule.

Basis of Opinion

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to the exemptions and that the abbreviated financial statements have been properly prepared from those financial statements. The scope of our work for the purpose of this report does 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 under sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Section A of Part III of Schedule 8 to that Act, in respect of the year ended 31 December 1996, and the abbreviated financial statements on pages 2 to 5 have been properly prepared in accordance with that Schedule.

Other Information

On 27 June 1997 we reported, as Auditors of the Company, to the members on the financial statements prepared under section 226 of the Companies Act 1985 for the year ended 31 December 1996, and our audit report was as follows:

'We have audited the financial statements on pages 4 to 12 which have been prepared under the accounting policies set out on page 6.

Respective Responsibilities of Directors and Auditors

As described on page 2, the Company's Directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

continued

TEMA (MACHINERY) LIMITED

AUDITORS' REPORT ON ABBREVIATED FINANCIAL STATEMENTS

(continued)

**Auditors' report to
TEMA (Machinery) Limited
pursuant to paragraph 24 of Schedule 8
to the Companies Act 1985**

Basis of Opinion

We conducted our audit in accordance with 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 error or other irregularity. 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 December 1996 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.'



BURGIS & BULLOCK

5/7 West Bar
Banbury
Oxon
27 June 1997

Registered Auditors
Chartered Accountants

TEMA (MACHINERY) LIMITED
ABBREVIATED BALANCE SHEET

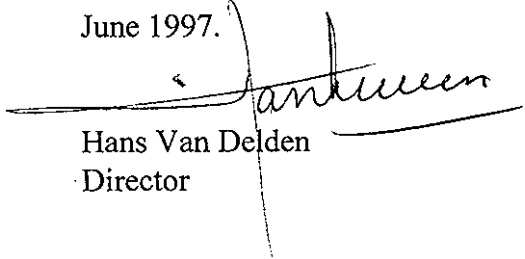
at 31 December 1996

		1996		1995	
	Note	£	£	£	£
Fixed Assets					
Tangible Assets	2		244,464		218,371
Investments	2		44,574		44,574
			<hr/>		<hr/>
			289,038		262,945
Current Assets					
Stocks		64,188		64,958	
Debtors	3	172,444		141,299	
Cash at Bank and In Hand		14,140		83,080	
		<hr/>		<hr/>	
		250,772		289,337	
Creditors: Amounts falling due within one year		(184,302)		(248,977)	
		<hr/>		<hr/>	
Net Current Assets			66,470		40,360
			<hr/>		<hr/>
Total Assets less Current Liabilities			355,508		303,305
			<hr/>		<hr/>
Capital and Reserves					
Called up Share Capital	4		304,574		304,574
Profit and Loss Account			50,934		(1,269)
			<hr/>		<hr/>
Total Shareholders' Funds			355,508		303,305

The Directors have taken advantage of the exemptions conferred by Section A of Part III of Schedule 8 to the Companies Act 1985 on the basis that the Company qualifies as a small Company.

In the preparation of the Company's annual financial statements, the Directors have taken advantage of special exemptions applicable to small companies under Part I of Schedule 8 to the Companies Act 1985 on the grounds that, in their opinion, the Company is entitled to those exemptions.

The abbreviated financial statements on pages 2 to 5 were approved by the Board of Directors on 27 June 1997.


Hans Van Delden
Director

TEMA (MACHINERY) LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31 December 1996

1 Accounting Policies**Basis of Accounting**

The financial statements have been prepared under the historical cost accounting rules.

The Company has taken advantage of the exemption from preparing a Cash Flow Statement conferred by Financial Reporting Standard No. 1 on the grounds that it is entitled to the exemptions available in Section 246 to 247 of the Companies Act 1985 for small companies.

Depreciation

Depreciation of fixed assets is calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows:

Office Equipment	10% Reducing Balance
Motor Vehicles	30% Reducing Balance
Demonstration Machines	15% Reducing Balance
Other Plant	15% Reducing balance

Fixed Assets

In the Directors' opinion none of the fixed assets acquired during the year have an expected useful economic lives in excess of 25 years.

Leases

Rentals paid under operating leases are charged to income as incurred.

Stocks

Stocks are valued at the lower of cost and net realisable value. Cost is computed on a first in first out basis. Net realisable value is based on estimated selling price less the estimated cost of disposal.

Deferred Taxation

Deferred Taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

Foreign Currencies

Transactions expressed in foreign currencies are translated into sterling and recorded at rates of exchange approximating to those ruling at the date of the transaction. Monetary assets and liabilities are translated at rates ruling at the balance sheet date. All differences are taken to the profit and loss account.

Pensions**Defined Contribution Scheme**

Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

Group Accounts

The Directors have relied upon the exemption conferred by Section 248 of the Companies Act 1985, from the requirement to prepare group accounts.

TEMA (MACHINERY) LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31 December 1996

2 Fixed Assets

	Tangible fixed assets	Fixed asset investments	Total
	£	£	£
Cost or valuation			
1 January 1996	408,295	44,574	452,869
Additions	68,652	-	68,652
Disposals	(12,189)	-	(12,189)
	<hr/>	<hr/>	<hr/>
31 December 1996	464,758	44,574	509,332
	<hr/>	<hr/>	<hr/>
Depreciation			
1 January 1996	189,924	-	189,924
Charge for year	41,634	-	41,634
Disposals	(11,264)	-	(11,264)
	<hr/>	<hr/>	<hr/>
31 December 1996	220,294	-	220,294
	<hr/>	<hr/>	<hr/>
Net Book Value			
31 December 1996	244,464	44,574	289,038
	<hr/>	<hr/>	<hr/>
1 January 1996	218,371	44,574	262,945
	<hr/>	<hr/>	<hr/>

Fixed Asset Investments

The Company has one wholly owned subsidiary, TEMA Isenmann Limited incorporated in England. The principal activity of the Company is that of the sale of quarry screening equipment.

	31 December	
	1996	1995
	£	£
Capital and Reserves	160,673	65,718
	<hr/>	<hr/>
Profit/(Loss) for the year	94,955	(43,631)
	<hr/>	<hr/>

3 Debtors

	1996	1995
	£	£
Amounts falling due within one year	172,444	141,299
	<hr/>	<hr/>

TEMA (MACHINERY) LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31 December 1996

4 Called up Share Capital

	1996		1995	
	Number of shares	£	Number of shares	£
Authorised				
Ordinary Shares of £1 each	350,000	350,000	350,000	350,000
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
 Allotted called up and fully paid				
Ordinary Shares of £1 each	304,574	304,574	304,574	304,574
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

5 Ultimate Parent Undertaking

The Company's ultimate parent Company is not known.