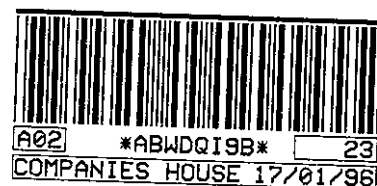
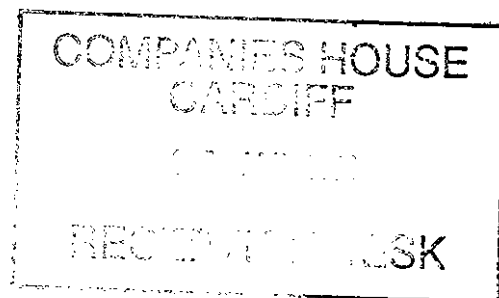


Registration Number 1976804

Alison Microwave Limited
Directors' Report and Financial Statements
for the year ended 31st March 1995



Alison Microwave Limited

**Directors' Report
for the year ended 31st March 1995**

The directors present their report and the financial statements for the year ended 31st March 1995.

Principal Activity

The principal activity of the company, which is unchanged since last year, is the design, patent, manufacture and preparation of microsystems.

Directors and their Interests

The directors who served during the year and their beneficial interests in the company are as stated below:

	Ordinary shares	
	1995	1994
W B W Alison	90	90
D W Alison	90	90
D Francis	50	50

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 the affairs of the company and of the profit or loss of the company for that year. In preparing these the directors are required to:

- select suitable accounting policies and 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.

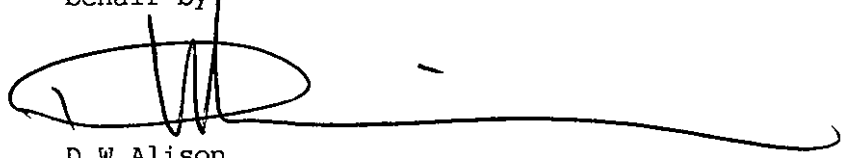
The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Reporting Accountants

The directors recommend that Chapman & Co remain in office until further notice.

In the preparation of this report the directors have taken advantage of the exemptions applicable to small companies as conferred by Part II of Schedule 8 of the Companies Act 1985.

This report was approved by the Board on 5th January 1996 and signed on its behalf by



D W Alison
Director

Alison Microwave Limited
Accountants' Report to the Shareholders on the Unaudited Financial Statements
of Alison Microwave Limited

We report on the financial statements for the year ended 31st March 1995 set out on pages 3 to 9.

Respective responsibilities of directors and reporting accountants

As described on page 5 the company's directors are responsible for the preparation of financial statements, and they consider that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

Basis of opinion

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the financial statements with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

Opinion

In our opinion:

(a) the financial statements are in agreement with the accounting records kept by the company under Section 221 of the Companies Act 1985;

(b) having regard only to, and on the basis of, the information contained in those accounting records:

(i) the financial statements have been drawn up in a manner consistent with the accounting requirements specified in section 249C(6) of the Act; and

(ii) the company satisfied the conditions for exemption from an audit of the financial statements for the year specified in section 249A(4) of the Act and did not, at any time within that year, fall within any of the categories of companies not entitled to the exemption specified in section 249B(1).



Chapman & Co

Certified Accountants and
Reporting Accountants

Bracondale House
116 Hall Road
Norwich
Norfolk
NR1 3HP

5th January 1996

Alison Microwave Limited

Profit and Loss Account
for the year ended 31st March 1995

Continuing operations

		1995	1994
	Notes	£	£
Turnover	2	197,821	274,745
Cost of sales		(73,000)	(94,260)
Gross profit		124,821	180,485
Administrative expenses		(143,575)	(153,589)
Operating (loss)/profit	3	(18,754)	26,896
Interest receivable and similar income		1,174	1,828
Interest payable and similar charges	4	(7,125)	(9,398)
(Loss)/Profit on ordinary activities before taxation		(24,705)	19,326
Tax on (loss)/profit on ordinary activities	6	4,550	(5,590)
(Loss)/retained profit for the year		(20,155)	13,736
Retained profit brought forward		194,435	180,699
Retained profit carried forward		174,280	194,435

There are no recognised gains and losses other than the profit or loss for the above two financial years.

The notes on pages 6 to 9 form an integral part of these financial statements.

Alison Microwave Limited

Balance Sheet
as at 31st March 1995

	Notes	1995 £	1994 £
Fixed Assets			
Tangible assets	7	164,839	187,368
Current Assets			
Stocks		1,609	1,892
Debtors	8	81,953	52,744
Cash at bank and in hand		22,845	68,576
		<u>106,407</u>	<u>123,212</u>
Creditors: amounts falling due within one year	9	(36,502)	(47,633)
Net Current Assets		<u>69,905</u>	<u>75,579</u>
Total Assets Less Current Liabilities		234,744	262,947
Creditors: amounts falling due after more than one year	10	(60,144)	(68,192)
Net Assets		<u>174,600</u>	<u>194,755</u>
Capital and Reserves			
Called up share capital	11	320	320
Profit and loss account		174,280	194,435
Equity Shareholders' Funds	12	<u>174,600</u>	<u>194,755</u>

The directors' statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet.

The notes on pages 6 to 9 form an integral part of these financial statements.

Alison Microwave Limited

Balance Sheet (continued)

Directors' statements required by Section 249B(4)
for the year ended 31st March 1995

In approving these financial statements as directors of the company we hereby confirm:

(a) that for the year stated above the company was entitled to the exemption conferred by Section 249A(2) of the Companies Act 1985;

(b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 31st March 1995 and

(c) that we acknowledge our responsibilities for:

(1) ensuring that the company keeps accounting records which comply with Section 221, and

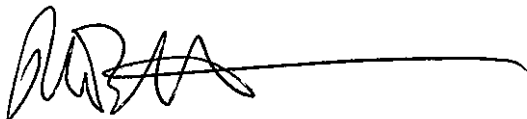
(2) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

In preparing these financial statements:

- Advantage has been taken, in the preparation of the financial statements, of special exemptions applicable to small companies.

- In the opinion of the directors the company is entitled to those exemptions on the basis that it qualifies as a small company under Section 247 of the Companies Act 1985.

The financial statements were approved by the Board on 5th January 1996 and signed on its behalf by



W B W Alison
Director

The notes on pages 6 to 9 form an integral part of these financial statements.

Alison Microwave Limited

**Notes to the Financial Statements
for the year ended 31st March 1995**

1. Accounting Policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention

The company has taken advantage of the exemption in FRS1 from the requirement to produce a cashflow statement because it is a small company.

1.2 Turnover

Turnover represents the total invoice value, excluding value added tax, of sales during the year.

1.3 Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Land and buildings	-	Straight Line over fifty years
Fixtures, fittings and equipment	-	20% reducing balance
Motor vehicles	-	25% straight Line

No depreciation is provided on freehold land.

1.4 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. 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 constant periodic rates of charge on the net obligations outstanding in each period.

1.5 Stock

Stock is 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.

1.6 Deferred taxation

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors considers that a liability to taxation is unlikely to materialise.

2. Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the UK.

3. Operating (loss)/profit

	1995	1994
	£	£
Operating (loss)/profit is stated after charging:		
Depreciation of tangible assets	22,529	25,496
	<u>22,529</u>	<u>25,496</u>

Alison Microwave Limited

Notes to the Financial Statements
for the year ended 31st March 1995

4.	Interest payable and similar charges	1995 £	1994 £
	Mortgage interest	6,558	7,190
	Hire purchase interest	567	2,208
		<u>7,125</u>	<u>9,398</u>
5.	Directors' emoluments	1995 £	1994 £
	Remuneration		
	Directors' emoluments	<u>92,707</u>	<u>86,970</u>
6.	Taxation	1995 £	1994 £
	UK current year taxation		
	UK Corporation Tax at 25% (1994 - 25%)	<u>(4,550)</u>	<u>5,590</u>
	Deferred taxation at 25% not provided for on accelerated capital allowances	<u>2031</u>	<u>3078</u>
7.	Tangible assets	Land and buildings £	Plant and machinery and other £ Total £
	Cost		
	At 1st April 1994 & At 31st March 1995	<u>115,442</u>	<u>201,738</u> <u>317,180</u>
	Depreciation		
	At 1st April 1994	4,212	125,600
	Charge for the year	1,709	20,820
	At 31st March 1995	<u>5,921</u>	<u>146,420</u> <u>152,341</u>
	Net book values		
	At 31st March 1995	<u>109,521</u>	<u>55,318</u> <u>164,839</u>
	At 31st March 1994	<u>111,230</u>	<u>76,138</u> <u>187,368</u>

Alison Microwave Limited

Notes to the Financial Statements
for the year ended 31st March 1995

Included above are assets held under finance leases or hire purchase contracts as follows:

Asset description	1995		1994	
	Net book value £	Depreciation charge £	Net book value £	Depreciation charge £
Plant and machinery	-	-	12,240	5,922

8. Debtors

	1995 £	1994 £
Trade debtors	73,803	48,184
Other debtors	4,550	-
Prepayments and accrued income	3,600	4,560
	<u>81,953</u>	<u>52,744</u>

9. Creditors: amounts falling due within one year

	1995 £	1994 £
Loan	8,100	7,500
Net obligations under finance leases and hire purchase contracts	-	5,563
Trade creditors	14,334	4,585
Corporation tax	-	5,600
Other taxes and social security costs	9,739	9,770
Directors' accounts	779	-
Other creditors	-	5,632
Accruals and deferred income	3,550	8,983
	<u>36,502</u>	<u>47,633</u>

Alison Microwave Limited

Notes to the Financial Statements
for the year ended 31st March 1995

10. Creditors: amounts falling due after more than one year	1995 £	1994 £
Loans	60,144	68,192
Loans		
Repayable in one year or less, or on demand	8,100	7,500
Repayable between two and five years	38,400	36,000
Repayable in five years or more	21,744	32,192
	68,244	75,692

Security has been given by the company to secure £68244 of the amount shown under creditors

11. Share capital	1995 £	1994 £
Authorised equity		
1,000 Ordinary shares of £1 each	1,000	1,000
Allotted, called up and fully paid equity		
320 Ordinary shares of £1 each	320	320

12. Reconciliation of movements in shareholders' funds	1995 £	1994 £
(Loss)/Profit for the year	(20,155)	13,736
Opening shareholders' funds	194,755	181,019
	174,600	194,755