

AUDITORS' REPORT TO THE DIRECTORS OF
ANORD CONTROL SYSTEMS (U.K.) LIMITED
PURSUANT TO SCHEDULE 8 OF THE COMPANIES ACT 1985

On the 3rd November 1995 we reported as auditors of Anord Control Systems (U.K.) Limited to the directors of the company on the abridged financial statements for the year ended 31 December 1994 on pages 2 to 3 and our report was as follows:

'We have examined

1. the abridged financial statements for the year ended 31 December 1994 on pages 2 to 3 which the directors of Anord Control Systems (U.K.) Ltd propose to annex to the annual return of the company: and
2. the financial statements to be laid before the annual general meeting which form the basis for those abridged financial statements.

Respective responsibilities of directors and auditors

It is your responsibility properly to prepare the abridged financial statements. It is our responsibility to form an independent opinion on those abridged financial statements and to report our opinion to you.

Basis of Opinion

The scope of our work for the purpose of this report was limited to confirming that the directors are entitled to annex abridged financial statements to the annual return and that those abridged financial statements have been properly prepared pursuant to Schedule 8 of the Companies Act 1985, from the financial statements to be laid before the Annual General Meeting. 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 directors are entitled under sections 246 and 247 of the Companies Act 1985 to annex to the annual return of the company the abridged financial statements and those abridged financial statements have been properly prepared pursuant to the provisions of section 235 of that Act (exemptions available to small and medium-sized companies).

14, THE CRESCENT,
DUNDALK.


CONNOLLY, FEE & MCGAILEY
REGISTERED AUDITORS

Dated this the 3rd November 1995



AUDITORS' REPORT
TO THE SHAREHOLDERS OF
ANORD CONTROL SYSTEMS (U.K.) LIMITED

We have audited the financial statements on pages 7 to 14 which have been prepared under the historical cost convention and the accounting policies set out on page 10.

Respective responsibilities of directors and auditors

As described on page 5 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.

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.

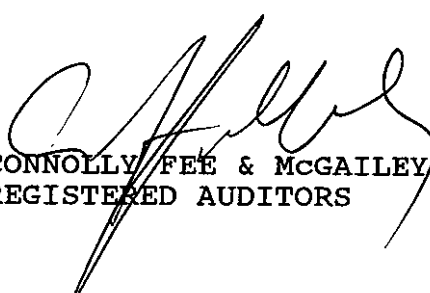
We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity 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 December 1994 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Acts 1985.

14 THE CRESCENT
DUNDALK

Dated this the 23 March 1995.


CONNOLLY FEE & MCGAILEY
REGISTERED AUDITORS

ANORD CONTROL SYSTEMS (U.K.) LIMITED


BALANCE SHEET AS AT 31st DECEMBER 1994

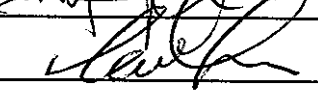
	<u>NOTE</u>	1994 <u>£</u>	1993 <u>£</u>
<u>ASSETS EMPLOYED</u>			
<u>FIXED ASSETS</u>			
Tangible Assets	2.	37,121 =====	66,506 =====
<u>CURRENT ASSETS</u>			
Debtors		894,377	1,125,073
Cash at bank and in hand		6,902 -----	- -----
		901,279	1,125,073
<u>CREDITORS (amounts falling due within one year)</u>		931,283 -----	1,157,106 -----
<u>NET CURRENT LIABILITIES</u>		(30,004)	(32,033)
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>		7,117 -----	34,473 -----
<u>CREDITORS (amounts falling due after one year)</u>		- -----	27,414 -----
		7,117 =====	7,059 =====
<u>CAPITAL AND RESERVES</u>			
Called up share capital	3.	2	2
Profit and loss account		7,115 -----	7,057 -----
		7,117 =====	7,059 =====

We have relied on specified exemptions contained in ss.246-247 of the Companies Act 1985 on the grounds that the Company is entitled to the benefit of those exemptions as a small company.

Approved by the Board on 3rd November 1995

On behalf of the Directors

X  DIRECTOR

X  DIRECTOR