

BEKO CONDENSATE SYSTEMS LIMITED
ABBREVIATED FINANCIAL STATEMENTS

31ST DECEMBER 1997

Registered number: 2290342

KENNETH MORRIS
CHARTERED ACCOUNTANTS
Worcestershire



BEKO CONDENSATE SYSTEMS LIMITED
ABBREVIATED FINANCIAL STATEMENTS
for the year ended 31st December 1997

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BEKO CONDENSATE SYSTEMS LIMITED

**Auditors' report to
Beko Condensate Systems Limited
under section 247B to the Companies Act 1985**

We have examined the abbreviated financial statements set out on pages 2 to 3, together with the financial statements of the company for the year ended 31st December 1997 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

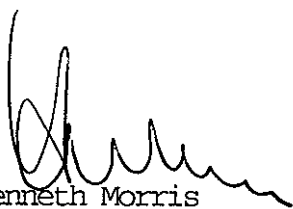
The directors are responsible for preparing the abbreviated financial statements in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the financial statements 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 financial statements and that the abbreviated financial statements to be delivered are properly prepared. 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 to deliver abbreviated financial statements prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements on pages 2 to 3 are properly prepared in accordance with those provisions.



Kenneth Morris
Registered Auditors
Chartered Accountants
Worcestershire

10th April 1998

BEKO CONDENSATE SYSTEMS LIMITED

ABBREVIATED BALANCE SHEET

at 31st December 1997

	Note	£	1997 £	£	1996 £
Fixed assets					
Tangible assets	2		127,019		102,860
Current assets					
Stocks		138,778		102,221	
Debtors		271,976		342,721	
Cash at bank and in hand		89,801		61,457	
			500,555		506,399
Creditors: amounts falling due within one year			(430,389)		(508,385)
Net current assets/(liabilities)			70,166		(1,986)
Total assets less current liabilities			197,185		100,874
Creditors: amounts falling due after more than one year	3		(8,774)		(6,738)
			188,411		94,136
Capital and reserves					
Called up share capital	4		10,000		10,000
Profit and loss account			178,411		84,136
Total shareholders' funds			188,411		94,136

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The abbreviated financial statements on pages 2 to 3 were approved by the board of directors on 10th April 1998 and signed on its behalf by:

B Koch
Director



BEKO CONDENSATE SYSTEMS LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31st December 1997

1 Accounting policies

Basis of accounting

The financial statements have been prepared in accordance with applicable accounting standards and 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 qualifies as a small company under the Companies Act 1985.

Turnover

Turnover represents the amount derived from the provision of goods and services falling within the company's activities after deduction of trade discounts and value added tax.

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:

Leasehold land and buildings	The period of the lease
Computer equipment	15% on cost
Motor vehicles	25% on cost
Fixtures and fittings	10% on cost

Leases and hire purchase contracts

Tangible fixed assets acquired under finance leases and hire purchase contracts are capitalised at the estimated fair value at the date of inception of each lease or contract. The total finance charges are allocated over the period of the lease in such a way as to give a reasonably constant charge on the outstanding liability.

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.

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.

Foreign Currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions

BEKO CONDENSATE SYSTEMS LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31st December 1997

- 1 Accounting policies continued
in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

2 Fixed assets

Cost	Tangible fixed assets £
1st January 1997	145,030
Additions	52,310
Disposals	(10,500)
31st December 1997	<u>186,840</u>
Depreciation	
1st January 1997	42,171
Charge for year	25,526
Disposals	(7,875)
31st December 1997	<u>59,821</u>
Net book amount	
31st December 1997	<u><u>127,019</u></u>
1st January 1997	<u><u>102,860</u></u>

3 Creditors: amounts falling due after more than one year

	1997 £	1996 £
Obligations under finance leases	<u>8,774</u>	<u>6,738</u>

Maturity of debt

Other loans

In one year or less, or on demand	<u>290,461</u>	<u>376,390</u>
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Obligations under finance leases and hire purchase contracts

These are repayable over varying periods by monthly instalments as follows:

In the next year	16,878	7,367
In the second to fifth years	8,774	6,738
	<u>25,652</u>	<u>14,105</u>

BEKO CONDENSATE SYSTEMS LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31st December 1997

4 Called up share capital

	1997		1996	
	Number of shares	£	Number of shares	£
Authorised				
Authorised share capital	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>
Allotted called up and fully paid				
Issued share capital	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>

5 Directors' interests and loans

The director, B Koch is also a director of Beko Kondensat-Technik GmbH.

6 Ultimate parent undertaking

On 5th June 1997 Beko Kondensat - Technik GmbH bought 1,500 shares from the retiring director, and now owns all the issued shares.

The company therefore is a wholly-owned subsidiary of Beko Kondensat-Technik GmbH, a company registered in Germany.