

ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 1995

FOR

FIBRECOMM LIMITED

REGISTERED NUMBER : 2697046



FIBRECOMM LIMITED

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FIBRECOMM LIMITED

COMPANY INFORMATION

DIRECTORS: G R Smith
J May

SECRETARY: G R Smith

REGISTERED OFFICE: 23 High Street
Chipping Sodbury
Bristol
BS17 6BN

REGISTERED NUMBER: 2697046

AUDITORS: Solomon Hare
Registered Auditors
Chartered Accountants
Oakfield House
Oakfield Grove
Clifton
Bristol BS8 2BN

**REPORT OF THE AUDITORS TO THE DIRECTORS OF
FIBRECOMM LIMITED
PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985**

We have examined the abbreviated accounts on pages four to six together with the full accounts of Fibrecomm Limited for the year ended 31 December 1995.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts 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 four and whether the abbreviated accounts 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 accounts, that the company is entitled to the exemptions and that the abbreviated accounts have been properly prepared from those accounts. 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 accounts.

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 1995, and the abbreviated accounts on pages four to six have been properly prepared in accordance with that Schedule.

As auditors of Fibrecomm Limited, on 15 July 1996 we reported to the shareholders on the full accounts for the company prepared under Section 226 of the Companies Act 1985 for the year ended 31 December 1995 as follows:

"We have audited the accounts on pages four to nine which have been prepared under the historical cost convention and the accounting policies set out on page six.

Respective responsibilities of directors and auditors

As described on page two the company's directors are responsible for the preparation of accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts 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 accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts, 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 accounts 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 accounts.

REPORT OF THE AUDITORS TO THE DIRECTORS OF
FIBRECOMM LIMITED
PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

Opinion

In our opinion the accounts give a true and fair view of the state of the company's affairs as at 31 December 1995 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985."

Solomon Hare

Solomon Hare
Registered Auditors
Chartered Accountants
Oakfield House
Oakfield Grove
Clifton
Bristol BS8 2BN Dated: 15 July 1996

FIBRECOMM LIMITED

ABBREVIATED BALANCE SHEET
As at 31 December 1995

| Notes | 31.12.95 | | 31.12.94 | |
|---|----------------|------------------|----------------|----------------|
| | £ | £ | £ | £ |
| CURRENT ASSETS: | | | | |
| Stocks | 123,937 | | 186,191 | |
| Debtors | 115,773 | | 79,156 | |
| Cash at Bank and In Hand | 138,125 | | 70,126 | |
| | <u>377,835</u> | | <u>335,473</u> | |
| CREDITORS: Amounts falling due within one year | <u>451,629</u> | | <u>324,143</u> | |
| NET CURRENT LIABILITIES: | | (73,794) | | 11,330 |
| TOTAL ASSETS LESS CURRENT LIABILITIES: | | <u>£(73,794)</u> | | <u>£11,330</u> |
| CAPITAL AND RESERVES: | | | | |
| Called Up Share Capital | 2 | 10,000 | | 100 |
| Profit & Loss Account | | (83,794) | | 11,230 |
| | | <u>£(73,794)</u> | | <u>£11,330</u> |

Advantage has been taken of the exemptions conferred by Section A of Part III of Schedule 8 to the Companies Act 1985 on the grounds that, in the opinion of the directors, the company is entitled to the benefit of those exemptions as a small company.

G R Smith - DIRECTOR



Approved by the Board on 15 July 1996

FIBRECOMM LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
for the Year Ended 31 December 1995

1. ACCOUNTING POLICIES

Accounting Convention

The accounts have been prepared under the historical cost convention.

Cash Flow Statement

Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

Turnover

Turnover, which is stated net of value added tax, represents the value of services provided except in respect of long term work in progress where turnover represents the sales value of work done in the year.

Stocks

Stock and work in progress are 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.

Deferred Taxation

Provision is made for timing differences between the treatment of certain items for taxation and accounting purposes to the extent that it is probable that a liability or asset will crystallise.

Pension Costs

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund.

2. CALLED UP SHARE CAPITAL

Authorised, allotted, issued and fully paid:

| Number: | Class: | Nominal | 31.12.95 | 31.12.94 |
|---------|----------|---------|----------|----------|
| | | Value: | £ | £ |
| 10,000 | Ordinary | £1 | 10,000 | 100 |

9,900 Ordinary shares of £1 each were allotted as fully paid as a bonus issue out of reserves during the year.

During the year a bonus issue of 9,900 £1 Ordinary shares was made to expand the capital base of the company.

FIBRECOMM LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
for the Year Ended 31 December 1995**

3. ULTIMATE PARENT COMPANY

The ultimate parent company is E R H (Holdings) Limited registered in England.

4. TRANSACTIONS WITH DIRECTORS

During the year, the company paid £58,000 to it's parent company E R H (Holdings) Limited, a company in which both directors are directors.