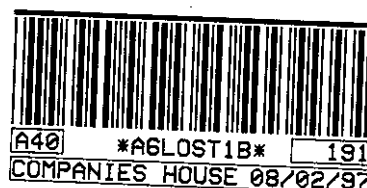


ANNUAL REPORT AND ACCOUNTS
Year ended 30th April 1996

Company Number: 2765553

Composite Metal Technology Ltd
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Composite Metal Technology Ltd

Directors' Report and Financial Statements

for the year ended 30th April 1996

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Composite Metal Technology Ltd

Directors' Report

for the year ended 30th April 1996

The directors present their annual report and the financial statements for the year ended 30th April 1996.

Principal Activities

The principal activity of the company is the design, manufacture (on a third party sub-contract basis) and sale of casting machinery for the research, prototyping and production of metal matrix composites.

Business Review

During the year under review the company made a loss of £980.

Results and Dividends

The results for the year are given in the profit and loss account on page 3. The directors do not recommend the payment of a dividend for the year ended 30th April 1996.

Directors and their Interests

The directors who held office during the financial period and their interests in the ordinary £1 shares of the company were as follows:

	As at 30/04/96	As at 30/04/95
B P Collins	666	500
N P Collins	667	500
A W Clifford	667	500
M Field (resigned 01/09/95)	Nil	500
	<u>2,000</u>	<u>2,000</u>

By order of the board

N P Collins
Secretary



Composite Metal Technology Ltd

Profit and Loss Account

for the year ended 30th April 1996

	Notes	Year Ended 30 April 1996	Period Ended 30 April 1995
		£	£
Administrative expenses		(980)	(2,857)
		<hr/>	<hr/>
Loss on ordinary activities before taxation		(980)	(2,857)
Tax on loss on ordinary activities	3	-	-
		<hr/>	<hr/>
Loss for the year		(980)	(2,857)
Retained loss brought forward		(5,030)	(2,173)
Retained loss carried forward		<u>(6,010)</u>	<u>(5,030)</u>

The company has no other recognised gains or losses in the current year or preceding period.

Composite Metal Technology Ltd

Balance Sheet

as at 30th April 1996

	Notes	Year Ended 30 April 1996	Period Ended 30 April 1995
		£	£
Current assets			
Cash at bank and in hand		118	16
		<u>118</u>	<u>16</u>
Creditors: amounts falling due within one year	4	(878)	(46)
Net current liabilities		<u>(760)</u>	<u>(30)</u>
Creditors: amounts falling due after more than one year	5	(3,250)	(3,000)
Net liabilities		<u>(4,010)</u>	<u>(3,030)</u>
Capital and reserves			
Called up share capital	6	2,000	2,000
Profit and loss account		(6,010)	(5,030)
Shareholders' funds		<u>(4,010)</u>	<u>(3,030)</u>

In preparing these financial statements:

- a. The directors are of the opinion that the company was entitled to the exemption from audit conferred by sub-section 249A(1) of the Companies Act 1985.
- b. No notice from members requiring an audit has been deposited under sub-section 249B(2) of the Companies Act 1985.
- c. The directors acknowledge their responsibility for:
 - (i) ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and
 - (ii) preparing accounts 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 financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

Composite Metal Technology Ltd

Balance Sheet (continued)

as at 30th April 1996

These financial statements were approved by the board of directors on 16/09/96 and were signed on its behalf by:



B P Collins
Director

Composite Metal Technology Ltd

Notes to the Accounts

forming part of the financial statements

1. Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

1.1 Basis of preparation

The financial statements have been prepared on a going concern basis under the historical cost convention, in accordance with applicable accounting standards. The going concern basis assumes that the company will continue to receive the financial support of the directors.

1.2 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 consider that a liability to taxation is unlikely to materialise.

2. Staff numbers

The average number of persons employed by the company (including directors) during the year was:

	1996	1995
Directors	<u>4</u>	<u>4</u>

3. Tax on loss on ordinary activities

There is no charge for taxation due to the trading losses arising in the year.

4. Creditors: amounts falling due within one year

	1996 £	1995 £
Trade creditors	Nil	46
Accruals and deferred income	878	Nil
	<u>878</u>	<u>46</u>

Composite Metal Technology Ltd

Notes to the Accounts (continued)

forming part of the financial statements

5. Creditors: amounts falling due after more than one year

	1996 £	1995 £
Directors' loans	3,250	3,000
	<u>3,250</u>	<u>3,000</u>

The directors' loans are unsecured and interest free, and repayable after more than one year. These loans were introduced in order to provide working capital for use by the business.

6. Called up share capital

	1996 £	1995 £
<i>Authorised</i>		
Ordinary shares of £1 each	<u>2,000</u>	<u>2,000</u>
<i>Allotted, called up and fully paid</i>		
Ordinary shares of £1 each	<u>2,000</u>	<u>2,000</u>