

**Report of the Directors and
Financial Statements for the Year Ended 31st December 2003
For
Assembly Solutions (UK) Limited**



Assembly Solutions (UK) Limited

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for the Year Ended 31st December 2003**

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Assembly Solutions (UK) Limited

**Company Information
for the Year Ended 31st December 2003**

Directors:

M T Davis
Mrs L S Davis

Secretary:

Mrs L S Davis

Registered Office:

Unit 18
Blackhorse Road
Letchworth
Herts
SG6 1HB

Registered Number:

3303637 (England and Wales)

Accountants:

Sterlings Certified Practising Accountants
7 Eastcheap
Archway House
Letchworth
Herts
SG6 3DG

Assembly Solutions (UK) Limited

**Report of the Directors
For the Year Ended 31st December 2003**

The directors present their report with the financial statements of the company for the year ended 31st December 2003.

PRINCIPLE ACTIVITY

The principle activity of the company in the year under review was that of the manufacture of electronic assemblies.

DIRECTORS

The directors during the year under review were:

M T Davis
Mrs L S Davis

The beneficial interests of the directors holding office on the 31st December 2003 in the issued share capital of the company were as follows:

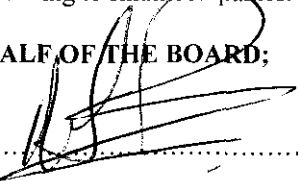
| Ordinary £1 shares | 31.12.03 | 1.1.03 |
|--------------------|----------|--------|
| M T Davis | 1 | 1 |
| Mrs L S Davis | 1 | 1 |

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

ON BEHALF OF THE BOARD;

.....
Director

Date:


2/9/2004

Assembly Solutions (UK) Limited

**Profit and Loss Account
for the Year Ended 31st December 2003**

| | Notes | £ | 2003 £ | £ | 2002 £ | £ |
|---|-------|---|----------------|--------------------|----------------|-----------------------|
| TURNOVER | | | | 257,750 | | 259,273 |
| Cost of sales | | | | <u>118,517</u> | | <u>127,784</u> |
| GROSS PROFIT | | | | 139,233 | | 131,489 |
| Distribution costs | | | 1,842 | | 1,647 | |
| Administrative expenses | | | <u>128,736</u> | | <u>145,122</u> | |
| | | | | 130,578 | | 146,769 |
| OPERATING PROFIT/(LOSS) | 2 | | | <u>8,655</u> | | <u>-15,280</u> |
| Interest receivable and similar income | | | | <u>0</u> | | <u>14</u> |
| | | | | 8,655 | | -15,266 |
| Interest payable and similar charges | | | | <u>4,261</u> | | <u>5,637</u> |
| PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION | | | | 4,394 | | -20,903 |
| Tax on profit/(loss) on ordinary activities | 3 | | | <u>0</u> | | <u>0</u> |
| PROFIT/(LOSS) FOR THE FINANCIAL YEAR AFTER TAXATION | | | | 4,394 | | -20,903 |
| Retained (deficit)/profit brought forward | | | | <u>-3,537</u> | | <u>17,366</u> |
| RETAINED PROFIT/(DEFICIT) CARRIED FORWARD | | | | <u><u>£857</u></u> | | <u><u>-£3,537</u></u> |

Assembly Solutions (UK) Limited

Balance Sheet For the Year ended 31 December 2003

| | Notes | £ | £ | 2003 £ | 2002 £ |
|--|-------|---------------|----------------|---------------|----------------|
| FIXED ASSETS | | | | | |
| Tangible assets | 4 | | | 40,233 | 53,771 |
| CURRENT ASSETS | | | | | |
| Stocks | | 6,800 | | 7,300 | |
| Debtors | | 7,631 | | 11,097 | |
| Cash in hand | 5 | <u>36</u> | | <u>32</u> | |
| | | 14,467 | | 18,429 | |
| CREDITORS: Amounts falling due within one year | 6 | <u>53,841</u> | | <u>75,735</u> | |
| NET CURRENT LIABILITIES | | | <u>-39,374</u> | | <u>-57,306</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | 859 | | -3,535 |
| CREDITORS: Amounts falling due after more than one year | | | <u>859</u> | | <u>-£3,535</u> |
| CAPITAL AND RESERVES | | | | | |
| Called up share capital | | | 2 | | 2 |
| Profit and loss account | 8 | | <u>857</u> | | <u>-3,537</u> |
| SHAREHOLDERS FUNDS | | | <u>£859</u> | | <u>-£3,535</u> |

The company is entitled to exemption from audit under section 249A(1) of the Companies Act 1985 for the year ended 31st December 2003.

The members have not required the company to obtain an audit of its financial statements for the year ended 31st December 2003 in accordance with Section 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002)

ON BEHALF OF THE BOARD:

Director

Date 2/9/2004

Assembly Solutions (UK) Limited

Notes to the Financial Statements for the Year Ended 31st December 2003

1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

| | |
|-----------------------|---------------------------|
| Plant and machinery | (25)% on reducing balance |
| Fixtures and fittings | (20)% on reducing balance |
| Motor vehicles | (25)% on reducing balance |

Stocks

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

2 OPERATING PROFIT/(LOSS)

The operating profit (2002 - operating loss) is stated after charging:

| | 2003 | 2002 |
|--|---------------|---------------|
| | £ | £ |
| Depreciation - owned assets | 13,538 | 18,040 |
| Pension costs | <u>6,000</u> | <u>6,000</u> |
| Directors' emoluments and other benefits etc | <u>47,998</u> | <u>46,999</u> |

3 TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows:

| | 2003 | 2002 |
|---|----------|----------|
| | £ | £ |
| Current tax: | 0 | 0 |
| UK corporation tax | <u>0</u> | <u>0</u> |
| Tax on profit/(loss) on ordinary activities | <u>0</u> | <u>0</u> |

Assembly Solutions (UK) Limited

Balance Sheet

For the Year ended 31 December 2003

| | Notes | £ | £ | 2003 £ | 2002 £ |
|--|-------|---|----------------|-----------|----------------|
| FIXED ASSETS | | | | | |
| Tangible assets | 4 | | | 40,233 | 53,771 |
| CURRENT ASSETS | | | | | |
| Stocks | | | 6,800 | | 7,300 |
| Debtors | | | 7,631 | | 11,097 |
| Cash in hand | 5 | | 36 | | 32 |
| | | | <u>14,467</u> | | <u>18,429</u> |
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| TOTAL ASSETS LESS CURRENT LIABILITIES | | | 859 | | -3,535 |
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| CAPITAL AND RESERVES | | | | | |
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| Profit and loss account | 8 | | <u>857</u> | | <u>-3,537</u> |
| SHAREHOLDERS FUNDS | | | <u>£859</u> | | <u>-£3,535</u> |

The company is entitled to exemption from audit under section 249A(1) of the Companies Act 1985 for the year ended 31st December 2003.

The members have not required the company to obtain an audit of its financial statements for the year ended 31st December 2003 in accordance with Section 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

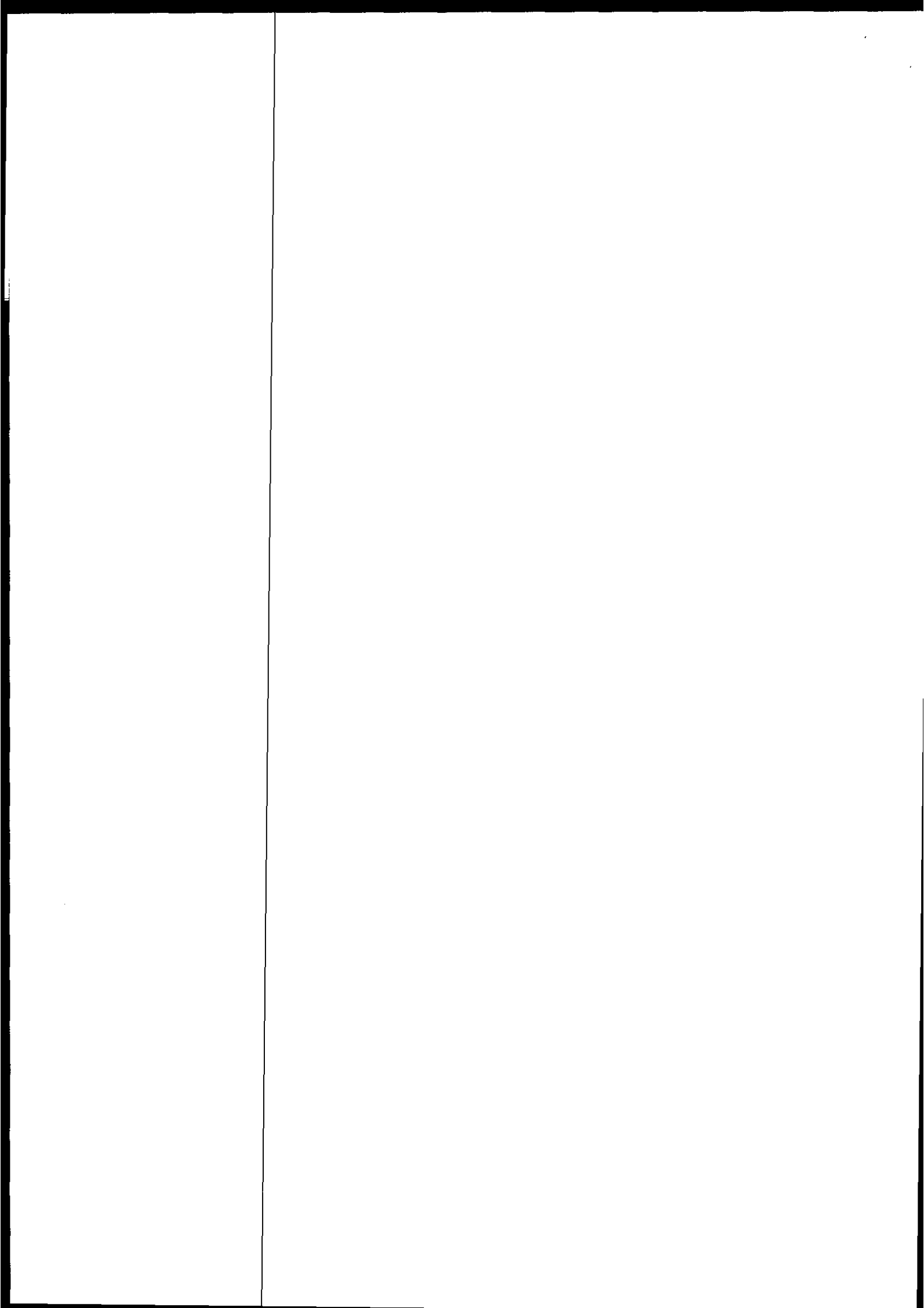
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ON BEHALF OF THE BOARD:

Director

Date

2/9/2004



Assembly Solutions (UK) Limited

Notes to the Financial Statements for the Year Ended 31st December 2003

1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the *Financial Reporting Standard for Smaller Entities* (effective June 2002).

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

| | |
|-----------------------|---------------------------|
| Plant and machinery | (25)% on reducing balance |
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Stocks

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

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| | 2003 | 2002 |
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| | £ | £ |
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3 TAXATION

Analysis of the tax charge

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| | 2003 | 2002 |
|---|----------|----------|
| | £ | £ |
| Current tax: | 0 | 0 |
| UK corporation tax | <u>0</u> | <u>0</u> |
| Tax on profit/(loss) on ordinary activities | <u>0</u> | <u>0</u> |

Assembly Solutions (UK) Limited

Notes to the Financial Statements for the Year Ended 31st December 2003

4 TANGIBLE FIXED ASSETS

| | Plant and machinery | Fixtures and Fittings | Motor Vehicles | Totals |
|---|------------------------|-----------------------------|-------------------|----------------|
| COST | £ | £ | £ | £ |
| At 1 January 2003 and 31 December 2003 | <u>201,882</u> | <u>1,033</u> | <u>8,120</u> | <u>211,035</u> |
| DEPRECIATION | | | | |
| At 1 January 2003 | 150,881 | 363 | 6,020 | 157,264 |
| Charge for year | <u>12,900</u> | <u>128</u> | <u>510</u> | <u>13,538</u> |
| At 31 December 2003 | <u>163,781</u> | <u>491</u> | <u>6,530</u> | <u>170,802</u> |
| NET BOOK VALUE | | | | |
| At 31 December 2003 | <u>38,101</u> | <u>542</u> | <u>1,590</u> | <u>40,233</u> |
| At 31 December 2002 | <u>51,001</u> | <u>670</u> | <u>2,100</u> | <u>53,771</u> |

5 DEBTORS: AMMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2003 | 2002 |
|---------------|-------------|---------------|
| | £ | £ |
| V.A.T | 0 | 863 |
| Trade debtors | 7631 | 10,234 |
| | <u>7631</u> | <u>11,097</u> |

6 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2003 | 2002 |
|----------------------------|---------------|---------------|
| | £ | £ |
| Bank loans and overdrafts | 15,084 | 23,752 |
| Trade creditors | 10,221 | 41,411 |
| Directors current accounts | 18,770 | 9,772 |
| Taxation | 9,766 | 0 |
| Accrued expenses | 0 | 800 |
| | <u>53,841</u> | <u>75,735</u> |

7 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

| | 2003 | 2002 |
|---------------|----------|----------|
| | £ | £ |
| Hire purchase | <u>0</u> | <u>0</u> |

Assembly Solutions (UK) Limited

**Notes to the Financial Statements
for the Year Ended 31st December 2003**

8 CALLED UP SHARE CAPITAL

| Authorised: Number: | Class: | Nominal value | 2003 | 2002 |
|------------------------|----------|------------------|------------|------------|
| | | | £ | £ |
| 100 | Ordinary | £1 | <u>100</u> | <u>100</u> |

| Alloted, issued and fully paid: Number: | Class: | Nominal value | 2003 | 2002 |
|--|----------|------------------|----------|----------|
| | | | £ | £ |
| 2 | Ordinary | £1 | <u>2</u> | <u>2</u> |

Assembly Solutions (UK) Limited

**Report of the Accountants to the Directors of
Assembly Solutions (UK) Limited**

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 31st December 2003 set out on pages three to eight and you consider that the company is exempt from an audit.

In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

Sterlings Certified Practising Accountants
7 Eastcheap
Archway House
Letchworth
Herts SG6 3DG

Date.....

