

O T C PRECISION LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED

31 MARCH 1996

COMPANY NUMBER: - 3000467

Aston, Gromadzki & Squire  
Accountants & Registered Auditors  
3 George Street, Wolverhampton,  
West Midlands, WV2 4DG.

Tel No: 01902 717175



# ACCOUNTANT'S REPORT TO THE SHAREHOLDERS OF

## O T C PRECISION LIMITED

The following reproduces the text of the report prepared for the purposes of section 249A(2) Companies Act 1985 in respect of the company's annual accounts, from which the abbreviated accounts set out on pages 2 to 5 have been prepared:

"We have examined, without carrying out an audit, the accounts for the year ended 31 March 1996 as set out on pages 3 to 11.

### Respective responsibilities of the director and reporting accountant

As described on page 5 the company's director is responsible for the preparation of the accounts, and he believes that the company is exempt from an audit. It is our responsibility to examine the accounts and, based on our examination to report our opinion, as set out below, to the shareholders.

### Basis of opinion

We conducted our examination in accordance with the appropriate standards for reporting accountants issued by the Auditing Practices Board. This examination consisted of comparing the accounts with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report.

The examination was not an audit conducted in accordance with Auditing Standards. Accordingly, we do not express an audit opinion on the accounts. Therefore our examination does not provide any assurance that the accounting records and the accounts are free from material misstatement.

### Opinion

In our opinion:

- (a) the accounts are in agreement with those accounting records kept by the company under section 221 of the Companies Act 1985;
- (b) having regard only to, and on the basis of, the information contained in those accounting records:
  - (i) the accounts have been drawn up in a manner consistent with the accounting requirements specified in section 249C(6) of the Act so far as applicable to the company; and
  - (ii) the company satisfied the conditions for exemption from an audit of the accounts for the year as specified in section 249A(4) of the Act and did not, at any time within that year, fall within any of the categories of companies not entitled to the exemption specified in section 249B(1).

*Aston Gromadzki & Squire*

ASTON GROMADZKI & SQUIRE  
ACCOUNTANTS & REGISTERED AUDITORS  
WOLVERHAMPTON

Date 14 MAY 1996

REPORTING ACCOUNTANTS

O T C PRECISION LIMITED  
ABBREVIATED BALANCE SHEET  
AS AT 31 MARCH 1996

	<u>1996</u> £	<u>1995</u> £
<u>FIXED ASSETS</u>		
Tangible assets	3,956	2,985
	<hr/>	<hr/>
<u>CURRENT ASSETS</u>		
Stocks	7,928	8,262
Debtors	46,835	11,259
Cash at bank and in hand	36,248	1,373
	<hr/>	<hr/>
	91,011	20,894
	<hr/>	<hr/>
<u>CREDITORS</u> - amounts falling due within one year	(96,855)	(24,079)
	<hr/>	<hr/>
<u>NET CURRENT LIABILITIES</u>	(5,844)	(3,185)
	<hr/>	<hr/>
<u>NET LIABILITIES</u>	£ (1,888)	£ ( 200)
	<hr/> <hr/>	<hr/> <hr/>
<u>CAPITAL AND RESERVES</u>		
Called up share capital	2	2
Profit and loss account	(1,890)	(202)
	<hr/>	<hr/>
<u>EQUITY SHAREHOLDERS' FUNDS</u>	£ (1,888)	£ (200)
	<hr/> <hr/>	<hr/> <hr/>

The director has taken advantage of the exemption conferred by section 249A (2) not to have these accounts audited and confirms:

- (a) that the company is entitled to the exemption from an audit.
- (b) that no members have deposited a notice under section 249 B (2) of the Companies Act 1985 to request an audit.

O T C PRECISION LIMITED  
ABBREVIATED BALANCE SHEET  
AS AT 31 MARCH 1996 - CONTINUED

The director acknowledges his responsibilities for ensuring that:-

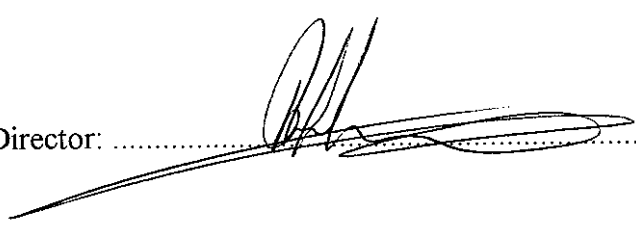
- (i) the company keeps accounting records which comply with section 221 of the Companies Act 1985, and
- (ii) the accounts give a true and fair view of the state of affairs of the company as at 31 March 1996 and of its profit for the year then ended in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Companies Act 1985 relating to accounts, so far as applicable to the company.

In preparing these accounts advantage has been taken of special exemptions applicable to small companies as allowed under section 246 (1A) of the Companies Act 1985 on the grounds that the company is entitled to those exemptions as a small company.

In preparing these abbreviated accounts 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 the company is entitled to those exemptions as a small company.

Approved by the director on:

Date: 14<sup>TH</sup> MAY 1996

Director:  R G Harris

The notes on pages 4 and 5 form part of these financial statements.

O T C PRECISION LIMITEDNOTES TO THE ABBREVIATED ACCOUNTSFOR THE YEAR ENDED 31 MARCH 19961. ACCOUNTING POLICIES

The financial statements have been prepared in accordance with applicable Accounting Standards in the United Kingdom. A summary of the more important accounting policies, which have been applied consistently, is set out below.

## a Accounting convention

The financial statements are prepared in accordance with the historical cost convention.

## b Fixed assets

The cost of fixed assets is written off in annual instalments over their expected useful lives as follows:

On a straight line basis

Plant & machinery	10% per annum
Office equipment	20% per annum

## c Stock and work in progress

Stock and work in progress, which have been valued by the director, are stated at the lower of cost or net realisable value. In the case of manufactured products cost includes all direct expenditure and production overheads based on the normal level of activity. Where necessary provision is made for obsolete, slow moving and defective stocks.

## d. Deferred taxation

Tax deferred or accelerated is accounted for in respect of all material timing differences to the extent that it is probable that a liability or asset will crystallise.

## e Foreign currencies

All foreign exchange differences are taken to profit and loss account in the year in which they arise.

## f. Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, excluding value added tax and trade discounts.

## g. Cash flow statement

The director is satisfied that the company meets the requirements of FRS 1, which allows him not to prepare a cash flow statement.

O T C PRECISION LIMITEDNOTES TO THE ABBREVIATED ACCOUNTSFOR THE YEAR ENDED 31 MARCH 1996 - CONTINUED1. ACCOUNTING POLICIES- CONTINUED

## h. Finance and operating leases

Costs in respect of operating leases are charged on a straight line basis over the lease term. Where fixed assets are financed by leasing agreements, which transfer to the company substantially all the benefits and risks of ownership, the assets are treated as if they had been purchased outright and are included in tangible fixed assets. The capital element of the leasing commitments is shown as obligations under finance leases. The lease rentals are treated as consisting of capital and interest elements. The capital element is applied to reduce the outstanding obligations and the interest element is charged against profit on a straight line basis. Assets held under finance leases are depreciated over the shorter of the lease terms and the useful lives of equivalent owned assets.

2. <u>TANGIBLE ASSETS</u>	<u>Plant and Machinery</u> £	<u>Office Equipment</u> £	<u>Total</u> £
<u>COST</u>			
As at 1 April 1995	1,260	1,800	3,060
Additions in year	1,619	-	1,619
At 31 March 1996	<u>2,879</u>	<u>1,800</u>	<u>4,679</u>
<u>DEPRECIATION</u>			
As at 1 April 1995	30	45	75
Charge in year	288	360	648
At 31 March 1996	<u>318</u>	<u>405</u>	<u>723</u>
<u>NET BOOK VALUE</u>			
As at 31 March 1996	<u>£ 2,561</u>	<u>£ 1,395</u>	<u>£ 3,956</u>
As at 31 March 1995	<u>£ 1,230</u>	<u>£ 1,755</u>	<u>£ 2,985</u>

3. <u>CALLED UP SHARE CAPITAL</u>	<u>1996</u> £	<u>1995</u> £
Authorised		
100 Ordinary shares of £1 each	<u>£ 100</u>	<u>£ 100</u>
Allotted, called up and fully paid		
2 Ordinary shares of £1 each	<u>£ 2</u>	<u>£ 2</u>