FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30th NOVEMBER 1995

BISSELL & BROWN Chartered Accountants

1 Lower Tower Street, Newtown, Birmingham B19 3NH



BALANCE SHEET AS AT 30th NOVEMBER 1995

		19	95	1	1994
	Notes	<u>£</u>	<u> </u>	<u>£</u> _	<u> </u>
DIVER ACCEME		_		_	
FIXED ASSETS Intangible assets	2		20,924		
Tangible assets	3		1,410		-
Investments	4		53,200		-
2			· · · · · · · · · · · · · · · · · · ·		
			75,534		_
CURRENT ASSETS					
Debtors		2,680		-	
Cash at bank and in hand		1,275			
		3,955	·		
CREDITORS: amounts falling					
due within one year		(82,805)			
NET CURRENT (LIABILITIES)/ASSETS			(78,850)		_
TOTAL ACCOME A DEC. CURDENM A LABOR TO	アナなら		(3,316)		
TOTAL ASSETS LESS CURRENT LIABILITY	LIBS		(3/320)		
CREDITORS: amounts falling due aft	ter				
more than one year			-		-
			-		
NET (LIABILITIES)/ASSETS		£	(3,316)		£ –
					
Represented by:					
CAPITAL AND RESERVES	_		•		_
Called up share capital	5		2		_
Profit and loss account			(3,318)		
		1	£ (3,316)		£ –

BALANCE SHEET AS AT 30th NOVEMBER 1995

(continued)

STATEMENT BY THE DIRECTORS

We confirm that:

- (a) for the year ended 30th November, 1995 the company was entitled to the exemption conferred by subsection (1) of section 249A.
- (b) no notice from members requiring an audit has been deposited under subsection (2) of section 249B in relation to its accounts for the financial year,
- (c) we acknowledge our responsibilities 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 loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to accounts, so far as applicable to the company,
- (d) advantage has been taken of the exemptions conferred by Section A of Part III of Schedule 8, and
- (e) in the opinion of the directors, the company is entitled to those exemptions on the basis that it qualified as a small company.

These accounts were approved by the Board of Directors on 6th September 1996.

Ó Williams- Director

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 30th NOVEMBER 1995

1. ACCOUNTING POLICIES

The following principal accounting policies have been used consistently:

(a) Basis of Accounting:

These accounts have been prepared under the historical cost accounting rules on the basis of the activities described in the directors report, all of which are ongoing.

(b) Research and Development:

Expenditure is charged as incurred, with the exception of development expenditure on an individual project where the future recoverability can be forseen with reasonable assurance. Any expenditure carried forward is amortised in line with the expected sales from the related project subject to a maximum amortisation period of five years.

(c) Depreciation:

Depreciation is calculated so as to write off the cost of tangible assets over their estimated useful lives, as follows:-

Fixtures and Fittings - 25% per annum

(d) Taxation:

Any charge for taxation is based on the profit for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for accounting and taxation purposes. However, no provision is made for taxation deferred by reliefs where there is reasonable evidence that no liability will arise in the foreseeable future.

2. INTANGIBLE FIXED ASSETS

INTENSTIBLE FIXED ADDRES	Research & Development expenditure
	Ŧ
Cost: Additions	20,924
At 30th November, 1995	20,924
Amortisation: At 30th November, 1995	
Net book value at 30th November, 1995	£ 20,924
Net book value at 30th November, 1994	£ -

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 30th NOVEMBER 1995

(continued)

3.	TANGIBLE FIXED ASSETS		Fixtures and fittings
	Cost: Additions		1,882
	At 30th November, 1995		1,882
	<u>Depreciation:</u> Charge for year		472
	At 30th November, 1995		472
	Net book value at 30th November, 1995		£ 1,410
	Net book value at 30th November, 1994		£ –
4.	FIXED ASSET INVESTMENTS	<u>1995</u>	1994 £
	Investments in subsidiaries: Shares at cost less amounts written off	53,200 £ 53,200	£

The investment represents a 75% holding in Karline Security Systems plc, a company registered in England.

5. SHARE CAPITAL

SHARE CAPITAL	<u>Authorised</u>	Allotted, issued and fully paid		
		<u>1995</u> <u>£</u>	<u>1994</u> <u>£</u>	
Ordinary shares of £1 each	£ 1,000	£ 2	£ -	
				