

**LINEAR MODULATION TECHNOLOGY LIMITED**

**FINANCIAL STATEMENTS**

**30 SEPTEMBER 1998**



DIRECTORS AND OFFICERS

---

DIRECTORS

I S Parry  
M G Wilkinson

SECRETARY

AP Munson

REGISTERED OFFICE

Sutton Park House  
15 Carshalton Road  
Sutton  
Surrey  
SM1 4LD

AUDITORS

Baker Tilly  
Chartered Accountants  
The Clock House  
140 London Road  
Guildford  
Surrey GU1 1UW

DIRECTORS' REPORT

---

The directors submit their report and the financial statements of Linear Modulation Technology Limited for the year ended 30 September 1998.

REVIEW OF THE BUSINESS

The company did not trade during the year.

DIRECTORS

The following directors have held office since 1 October 1997.

D E Fielding	(resigned 31.7.98)
P R Hilton	(resigned 20.1.98)
I S Parry	
M G Wilkinson	

DIRECTORS' INTEREST IN SHARES

No director who is not a holding company director had any interest in the share capital of the company or of its holding company, Securicor plc, except as follows: -

	Securicor plc 5p Ordinary Stock	
	1998	1997
I S Parry	26,646	26,461

The following options were granted over ordinary shares in Securicor plc during the year: -

	Number of Shares
M G Wilkinson	10,550


DIRECTORS' REPORT

---

AUDITORS

In accordance with section 386, Companies Act 1985, the company has elected to dispense with the obligation to appoint auditors annually. Accordingly, Baker Tilly, Chartered Accountants, are deemed to be re-appointed for the succeeding financial year.

By order of the board

A handwritten signature in dark ink, appearing to read 'A. P. Munson', followed by a short horizontal line.

A P Munson

Secretary

11 January 1999

DIRECTORS' RESPONSIBILITIES IN THE PREPARATION OF  
FINANCIAL STATEMENTS

---

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- a. select suitable accounting policies and then apply them consistently;
- b. make judgements and estimates that are reasonable and prudent;
- c. state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- d. prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the requirements of the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of *fraud and other irregularities*.

## **AUDITORS' REPORT TO THE MEMBERS OF LINEAR MODULATION TECHNOLOGY LIMITED**

We have audited the financial statements on pages 6 to 8.

### **RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS**

As described on page 4 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements 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 financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, 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 financial statements 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 financial statements.

### **OPINION**

In our opinion, the financial statements give a true and fair view of the state of the company's affairs at 30 September 1998 and have been properly prepared in accordance with the Companies Act 1985.



Baker Tilly  
Registered Auditor  
Chartered Accountants  
The Clock House  
140 London Road  
Guildford  
Surrey GU1 1UW

11 January 1999

# Linear Modulation Technology Limited

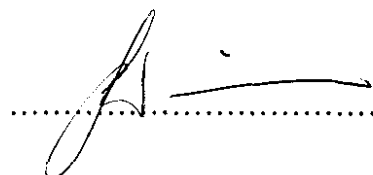
Page 6

## BALANCE SHEET 30 September 1998

---

	1998	1997
<b>CREDITORS</b>		
Amounts falling due within one year	1,011,076	1,011,076
	<hr/>	<hr/>
<b>NET LIABILITIES</b>	(1,011,076)	(1,011,076)
	<hr/>	<hr/>
<b>CAPITAL RESERVES</b>		
Called up share capital	2	2
Profit and loss account	(1,011,078)	(1,011,078)
	<hr/>	<hr/>
	£(1,011,076)	£(1,011,076)
	<hr/>	<hr/>

Approved by the board on 11 January 1999.

  
..... Director

Financial statements for the year ended 30 September 1998

ACCOUNTING POLICIES

---

BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention in accordance with applicable accounting standards.



Financial statements for the year ended 30 September 1998

ACCOUNTING POLICIES

---

	1998	1997
<b>1. CREDITORS</b>		
Amounts falling due within one year:		
Amounts owed to group undertakings	1,011,076	1,011,076
	<u>          </u>	<u>          </u>
	£ 1,011,076	£ 1,011,076
	<u>          </u>	<u>          </u>

**2. SHARE CAPITAL**

Authorised:		
100,000 ordinary shares of £1 each	£100,000	£100,000
	<u>          </u>	<u>          </u>
Allotted, issued and fully paid:		
20,000 ordinary shares of £1 each	£ 2	£ 2
	<u>          </u>	<u>          </u>

**3. ULTIMATE PARENT COMPANY**

Linear Modulation Technology Limited is a subsidiary undertaking of Securicor Communications Limited. The ultimate parent company is Securicor plc and both companies are registered in England and Wales. Copies of the group accounts of Securicor plc can be obtained from Sutton Park House, 15 Carshalton Road, Sutton, Surrey SM1 4LD.

**4. CONTINGENT LIABILITY FOR GROUP V.A.T. REGISTRATION**

The company is included in a Group Registration for V.A.T. purposes and is therefore jointly and severally liable for all unpaid debts of the parent and fellow subsidiary undertakings in this connection.