

ACCOUNTANTS' REPORT TO THE SHAREHOLDERS OF  
Stroud Switchgear Developments Limited

2212305

Abbreviated accounts: Accountants Report

The following reproduces the text of the Accountants' 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 3-6 have been prepared.

"Accountants' Report to the shareholders  
on the unaudited accounts of  
Stroud Switchgear Developments Limited

We report on the accounts for the period ended 30th April, 1998 set out on pages 4-9.

Respective responsibilities of the directors and reporting accountants

As described on page 1/2, the company's directors are responsible for the preparation of the accounts, and they consider that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

Basis of Opinion

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures 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. These procedures provide only the assurance expressed in our opinion.

Opinion

In our opinion:

- (a) the accounts are in agreement with the accounting records kept by the company under section 221 of the Companies Act 1985, as amended;
- (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; and
  - (ii) the company satisfied the conditions for exemption from an audit of the accounts for the year specified in section 249A(4) of the Act and did not, at any time within that year, fall within any of the categories of the companies not entitled to exemption specified in section 249B(1).



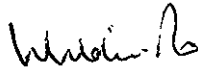
ACCOUNTANTS REPORT TO THE DIRECTORS OF

Stroud Switchgear Developments Limited

FOR THE PERIOD ENDED 30 APRIL 1998

In accordance with instructions given to us, we have without carrying out an audit, prepared these Accounts from the records of our above named client and from information and explanations supplied to us.

Wildin & Co  
Reporting Accountants



Kings Buildings  
Lydney  
Glos  
GL15 5HE

Date : 5th June 1998

Stroud Switchgear Developments Limited

ABBREVIATED ACCOUNTS

BALANCE SHEET

AT 30 APRIL 1998


	Note	1998 £	£	1997 £	£
<b>Fixed assets</b>	2				
Tangible assets			91,898		32,678
<b>Current assets</b>					
Cash at bank and in hand		4,045		2,461	
		<hr/>		<hr/>	
		4,045		2,461	
<b>Creditors: amounts falling due within one year</b>	3	7,069		12,710	
		<hr/>		<hr/>	
<b>Net current liabilities</b>			(3,024)		(10,249)
<b>Total assets less current liabilities</b>			<hr/>		<hr/>
			88,874		22,429
<b>Creditors: amounts falling due after more than one year</b>			60,225		-
			<hr/>		<hr/>
<b>Net assets</b>			28,649		22,429
			<hr/>		<hr/>
<b>Capital and reserves</b>					
Called up share capital	4		2		2
Profit & loss account			28,647		22,427
			<hr/>		<hr/>
			28,649		22,429
			<hr/>		<hr/>

For the financial period ended 30th April, 1998, the company was entitled to the exemption from audit under section 249A(2) of the Companies Act 1985, and no notice has been deposited under Section 249B(2). The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with Section 221 of the Act and preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the period and of its profit or loss for the financial period in accordance with the requirements of the Companies Act 1985, so far as applicable to the company.

The directors have taken advantage of exemptions conferred by Part III of Schedule 8 to the Companies Act 1985 and have done so on the grounds that, in their opinion, the company qualifies as a small company.

In the preparation of the company's annual accounts, the directors have taken advantage of special exemptions applicable to small companies provided by Part I of Schedule 8 and have done so on the grounds that, in their opinion, the company qualifies as a small company.

The financial statements on pages 4-9 were approved by the board of directors on the date shown below and were signed on its behalf by:



N. Farnden  
Director

Stroud Switchgear Developments Limited

NOTES (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.

**Basis of preparation**

The financial statements have been prepared under the historical cost accounting rules.

**Fixed assets and depreciation**

Depreciation is provided by the company to write off the cost less the estimated residual value of tangible fixed assets over their estimated useful economic lives as follows:

*No depreciation is provided on freehold properties or on integral fixed plant and improvements. It is the company's practice to maintain these assets in a continual state of sound repair and to extend and make improvements thereto, as considered necessary, and accordingly the directors consider that the lives of these assets are so long and residual values are so high that depreciation is insignificant.*

**Cash flow**

The accounts do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1 'Cash flow statements'.

**Taxation**

The charge for taxation is based on the profit for the period and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes. Provision is made for deferred tax only to the extent that it is probable that an actual liability will crystallise.

Stroud Switchgear Developments Limited

NOTES (Continued)

2. Abbreviated fixed assets

	Tangible fixed assets £
Cost :	
At 1st May 1997	39,698
Additions	60,000
	<hr/>
At 30th April, 1998	99,698
	<hr/>
Depreciation :	
At 1st May 1997	6,240
Charge for the period	1,560
	<hr/>
At 30th April, 1998	7,800
	<hr/>
Net book value :	
At 30th April, 1998	<hr/> 91,898
At 30th April, 1997	<hr/> 33,458

Stroind Switchgear Developments Limited

NOTES (continued)

4. Called up share capital

1998  
£

1997  
£

*Allotted, called up and fully paid*

Ordinary shares of £1 each

2

2