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2695678 (England and Wales)

SYSTEMATION EURO LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 1997



SYSTEMATION EURO LIMITED

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**SYSTEMATION EURO LIMITED**

**AUDITORS' REPORT TO SYSTEMATION EURO LIMITED  
PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985**

We have examined the abbreviated accounts on pages 3 to 9 together with the financial statements of Systemation Euro Limited prepared under section 226 of the Companies Act 1985 for the year ended 31 March 1997.

**Respective responsibilities of directors and auditors**

The directors are responsible for preparing the abbreviated accounts in accordance with Schedule 8 to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to the exemptions claimed in the directors' statement on page 3 and whether the abbreviated accounts have been properly prepared in accordance with that Schedule.

**Basis of opinion**

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to the exemptions and that the abbreviated accounts have been properly prepared from those financial statements. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

**Opinion**

In our opinion the company is entitled under sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Section A of Part III of Schedule 8 to that Act, in respect of the year ended 31 March 1997, and the abbreviated accounts on pages 3 to 9 have been properly prepared in accordance with that Schedule.

**Other information**

On 22/8/97... we reported, as auditors of Systemation Euro Limited, to the members on the financial statements prepared under section 226 of the Companies Act 1985 for the year ended 31 March 1997, and our audit report was as follows:

'We have audited the financial statements on pages 4 to 5 which have been prepared under the historical cost convention and the accounting policies set out on page 9.

**Respective responsibilities of directors and auditors**

As described on page 2 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.

SYSTEMATION EURO LIMITED

AUDITORS' REPORT TO SYSTEMATION EURO LIMITED  
PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985 (CONTINUED)

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 as at 31 March 1997 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.'



Chartered Accountants  
Registered Auditor  
HASLERS

22/8/97

Johnston House  
8 Johnston Road  
Woodford Green  
Essex IG8 0XA

**SYSTEMATION EURO LIMITED**

**ABBREVIATED BALANCE SHEET**

**AS AT 31 MARCH 1997**

	Notes	£	1997	£	1996	£
<b>FIXED ASSETS</b>						
Intangible assets	2		61,411		84,706	
Tangible assets	3		392,222		402,365	
Investments	4		2		2	
			<u>453,635</u>		<u>487,073</u>	
<b>CURRENT ASSETS</b>						
Stocks		75,884		93,390		
Debtors		241,213		246,622		
Cash at bank and in hand		1,934		5,966		
		<u>319,031</u>		<u>345,978</u>		
<b>CREDITORS: amounts falling due within one year</b>			<u>(322,633)</u>		<u>(454,614)</u>	
<b>NET CURRENT LIABILITIES</b>			<u>(3,602)</u>		<u>(108,636)</u>	
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>450,033</u>		<u>378,437</u>	
<b>CREDITORS: amounts falling due after more than one year</b>	5		(103,501)		(48,894)	
<b>PROVISION FOR LIABILITIES AND CHARGES</b>			<u>(15,000)</u>		<u>(18,000)</u>	
			<u>£ 331,532</u>		<u>£ 311,543</u>	
<b>CAPITAL AND RESERVES</b>						
Called up share capital	6		100,000		100,000	
Profit and loss account			231,532		211,543	
<b>SHAREHOLDERS' FUNDS</b>			<u>£ 331,532</u>		<u>£ 311,543</u>	

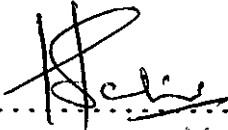
SYSTEMATION EURO LIMITED

ABBREVIATED BALANCE SHEET (CONTINUED)  
AS AT 31 MARCH 1997

In preparing these abbreviated accounts:

- (a) Advantage has been taken of the exemptions conferred by Section A of Part III of Schedule 8 to the Companies Act 1985, and
- (b) In the directors' opinion the company is entitled to these exemptions as a small company.

The financial statements were approved by the Board on 22/8/97...



.....  
Director

HNS PATEL

## **SYSTEMATION EURO LIMITED**

### **Notes to the Abbreviated Accounts for the year ended 31 March 1997**

#### **1. ACCOUNTING POLICIES**

##### **1.1 ACCOUNTING CONVENTION**

The financial statements are prepared under the historical cost convention and include the results of the company's operations as indicated in the directors' report, all of which are continuing.

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

##### **1.2 TURNOVER**

Turnover represents amounts receivable for services provided net of VAT and trade discounts.

##### **1.3 GOODWILL**

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life of 5 years.

##### **1.4 TANGIBLE FIXED ASSETS AND DEPRECIATION**

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Plant and machinery	-	20% Straight line
Fixtures, fittings and equipment	-	20% Straight line
Motor vehicles	-	25% Straight line

##### **1.5 LEASING AND HIRE PURCHASE COMMITMENTS**

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge in each period.

# SYSTEMATION EURO LIMITED

## Notes to the Abbreviated Accounts for the year ended 31 March 1997

### 1.6 INVESTMENTS

Fixed asset investments are stated at cost less provision for diminution in value.

### 1.7 STOCK

Stock is valued at the lower of cost and net realisable value.

### 1.8 DEFERRED TAXATION

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors consider that a liability to taxation is unlikely to crystallise.

### 1.9 FOREIGN CURRENCY TRANSLATION

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the accounting date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

## 2. Intangible Fixed Assets

	Goodwill
	• £
<b>Cost</b>	
At 1 April 1996 & at 31 March 1997	116,481
<b>Amortisation</b>	
At 1 April 1996	31,775
Charge for year	23,295
At 31 March 1997	55,070
<b>Net book value</b>	
At 31 March 1997	£ 61,411
At 31 March 1996	£ 84,706



**SYSTEMATION EURO LIMITED**

**Notes to the Abbreviated Accounts  
for the year ended 31 March 1997**

**3. Tangible Assets**

	Plant and machinery	Fixtures, fittings & equipment	Motor vehicles	Total
	£	£	£	£
<b>Cost</b>				
At 1 April 1996	459,605	53,032	22,730	535,367
Additions	93,947	10,119	19,874	123,940
Disposals	(6,000)	-	(16,300)	(22,300)
At 31 March 1997	547,552	63,151	26,304	637,007
<b>Depreciation</b>				
At 1 April 1996	109,563	18,825	4,614	133,002
On disposals	(6,000)	-	(2,304)	(8,304)
Charge for year	104,556	11,623	3,908	120,087
At 31 March 1997	208,119	30,448	6,218	244,785
<b>Net book values</b>				
At 31 March 1997	£ 339,433	£ 32,703	£ 20,086	£ 392,222
At 31 March 1996	£ 350,042	£ 34,208	£ 18,115	£ 402,365

# SYSTEMATION EURO LIMITED

## Notes to the Abbreviated Accounts for the year ended 31 March 1997

4. Fixed Asset Investments	1997 £	1996 £
Subsidiary undertakings	2	2
Investment in subsidiary undertakings		Shares £
Cost		
At 1 April 1996 & at 31 March 1997		2
Net Book Values		
At 31 March 1997	£	2
At 31 March 1996	£	2

In the opinion of the directors the aggregate value of the company's investment in subsidiary undertakings is not less than the amount included in the balance sheet.

### Holdings of more than 10%

The company holds more than 10% of the share capital of the following companies:

Company	Country of registration or incorporation	Shares held Class	%
Subsidiary undertaking			
Groatmoor Limited (Dormant)	England and Wales	Ordinary	100

The aggregate amount of capital and reserves and the results of these undertakings for the last relevant financial year were as follows:

	Capital and reserves	Profit for the year
Groatmoor Limited	£100	£-

# SYSTEMATION EURO LIMITED

## Notes to the Abbreviated Accounts for the year ended 31 March 1997

5. Creditors: amounts falling due after more than one year	1997 £	1996 £
Loans (secured)	52,854	-
Net obligations under finance leases and hire purchase contracts	50,647	48,894
	<u>103,501</u>	<u>48,894</u>

### Loans

Wholly repayable within five years	97,524	-
Included in current liabilities	(44,670)	-
	<u>£ 52,854</u>	<u>£ -</u>

The bank loan bears interest at 2.5% over the bank base rate.

6. Share Capital	1997 £	1996 £
Authorised		
500,000 Ordinary shares of £1 each	<u>500,000</u>	<u>500,000</u>
Allotted, called up and fully paid		
100,000 Ordinary shares of £1 each	<u>100,000</u>	<u>100,000</u>

### 7. Related Party Transaction

The bank loan is also secured by a personal guarantee given by the directors.

The company rents a property from the directors at an annual rent of £44,400.