

legislation
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2695678

SYSTEMATION EURO LIMITED

FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31ST MARCH 1993



SYSTEMATION EURO LIMITED

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The following pages do not form part of
the statutory accounts:

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SYSTEMATION EURO LIMITED

COMPANY INFORMATION

DIRECTORS: H.S. Patel
M. Patel

SECRETARY: M. Patel

REGISTERED OFFICE: Johnston House
Johnston Road
Woodford Green
Essex IG8 0XA

AUDITORS: Haslers
Chartered Accountants
Johnston House
Johnston Road
Woodford Green
Essex IG8 0XA

BANKERS: Midland Bank PLC
6 The Broadway
Woodford Green
Essex IG8 0HW

COMPANY NUMBER: 2695678

SYSTEMATION EURO LIMITED

REPORT OF THE DIRECTORS

The directors present their annual report, together with the audited financial statements of the company for the period ended 31st March 1993.

INCORPORATION AND PRINCIPAL ACTIVITY

The company was incorporated on 10 March 1992 as Hydrobolt Enterprises Limited for the purposes of acquiring the business, assets and undertakings of the then existing company Systemation Euro Limited. The purchase consideration for the acquisition of the business and assets was £100,000, and the purchase was completed on 6 August 1992. Following the completion, the two companies exchanged their respective names on 26 August 1992.

The principal activity of the company in the period under review was the provision of services to the electronics industry

REVIEW OF BUSINESS

The results for the period, financial position of the company, and recommended transfer to reserves are as shown in the annexed financial statements.

The progress of the company during the period accorded with expectations and the position at the end of the period is regarded as satisfactory.

No significant changes in the future development of the company are proposed nor has there occurred since the end of the period any event of such significance that reference to it should be made in this report.

DIVIDENDS

The directors do not recommend payment of a dividend for the current period.

DIRECTORS

The directors of the company during the period and their interests in the share capital of the company at the beginning and end of the period were as follows:

	Number of Ordinary £1 shares	
	31st March 1993	10th March 1992
H.S. Patel (appointed 28/4/92)	15,000	-
M. Patel (appointed 28/4/92)	48,483	-
Combined Secretarial Services Limited (appointed 10/3/92 resigned 28/4/92)	-	1
Combined Nominees Limited (appointed 10/3/92 resigned 28/4/92)	-	1
S.B. Pujari (appointed 29/4/92 removed 9/2/93)	-	-

SYSTEMATION EURO LIMITED

REPORT OF THE DIRECTORS


FIXED ASSETS

The movements in fixed assets during the period are set out in notes 8 and 9 to the accounts.

AUDITORS

It is proposed that the auditors, Haslers, be re-appointed in accordance with Section 384(1) of the Companies Act 1985.

By order of the board:

X  X
Secretary
M Patel

31st May 1993

SYSTEMATION EURO LIMITED

AUDITORS' REPORT TO THE MEMBERS OF
SYSTEMATION EURO LIMITED

We have audited the financial statements on pages 4 to 11 in accordance with Auditing Standards.

In our opinion the financial statements give a true and fair view of the state of the company's affairs at 31st March 1993 and of its loss for the period then ended and have been properly prepared in accordance with Companies Act 1985.



Haslers - Registered Auditors
Chartered Accountants
Johnston House
Johnston Road
Woodford Green
Essex IG8 0XA

31st May 1993

SYSTEMATION EURO LIMITED

PROFIT AND LOSS ACCOUNT
FOR THE PERIOD ENDED 31ST MARCH 1993

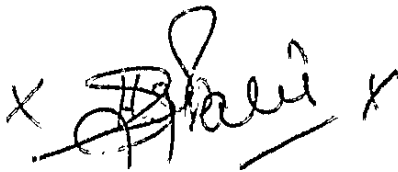
			10.03.92 to 31.03.93 £
	Notes	£	£
TURNOVER	2		331,428
COST OF SALES			213,703
GROSS PROFIT			<u>117,725</u>
Distribution costs		13,479	
Administrative expenses		<u>112,010</u>	
			<u>125,489</u>
			(7,764)
Other operating income	3		<u>185</u>
OPERATING LOSS	4/5		<u>(7,579)</u>
Interest payable	6	(1,817)	
		<u>(1,817)</u>	<u>(1,817)</u>
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION			(9,396)
Tax on ordinary activities	7		<u>-</u>
RETAINED LOSS CARRIED FORWARD			<u>£ (9,396)</u>

The notes form part of these financial statements

SYSTEMATION EURO LIMITED

BALANCE SHEET
AS AT 31ST MARCH 1993

	Notes	£	£
FIXED ASSETS			
Intangible assets	8		28,851
Tangible assets	9		58,651
			<u>87,502</u>
CURRENT ASSETS			
Stocks	10	19,837	
Debtors	11	115,128	
Cash at bank and in hand		31	
		<u>134,996</u>	
CREDITORS - amounts falling due within one year	12	(131,894)	
NET CURRENT ASSETS			<u>3,102</u>
NET ASSETS			<u>£ 90,604</u>
Financed by:			
CAPITAL AND RESERVES			
Called up share capital	13		100,000
Profit and loss account			(9,396)
			<u>£ 90,604</u>

x  x

- Director
H S Patel

Approved by the Board on 31st May 1993

SYSTEMATION EURO LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31ST MARCH 1993

1. ACCOUNTING POLICIES

1.1 Accounting convention

The financial statements are prepared in accordance with applicable Accounting Standards and under the historical cost convention.

1.2 Turnover

Turnover represents the total of sales invoiced, net of value added tax.

1.3 Depreciation of intangible assets

The Company's policy is to write off purchased goodwill evenly over its economic life of five years.

1.4 Depreciation of tangible assets

Provision is made for depreciation on tangible assets at rates calculated to write off the cost or valuation, less estimated residual value, of each asset over its expected useful life, as follows:

Fixtures and fittings:	20%	per annum on cost
Plant and machinery:	20%	per annum on cost

1.5 Stocks

Stock and work in progress are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

1.6 Deferred taxation

Provision is made at the current rates of taxation for all material timing differences which are expected to reverse in the foreseeable future.

1.7 Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken to Profit and Loss Account.

1.8 Cashflow

In accordance with the provisions of FRS1 Cash flow statements, the company claims the exemption contained therein and has not prepared a cash flow statement on the grounds that it qualifies as a small company.

SYSTEMATION EURO LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31ST MARCH 1993

2. TURNOVER

The turnover and loss before taxation is attributable to the principal activity of the company.
The turnover arises entirely in the U.K. and E.C. .

3. OTHER OPERATING INCOME

	£
Sundry income	185
	<u>185</u>
	£ 185

4. OPERATING LOSS

	£
This is stated after charging/(crediting) :	
Staff costs (see note 5)	128,215
Directors' emoluments	17,328
Auditors' remuneration	2,000
Depreciation	12,398
	<u>159,941</u>

5. EMPLOYEE INFORMATION

5.1 Staff costs:

	£
Wages and salaries	99,007
Social security costs	8,934
	<u>107,941</u>
	£ 128,215

5.2 The average weekly number of employees during the year was made up as follows:

	No.
Office and management	3
Production	9
Sales	2
	<u>14</u>

SYSTEMATION EURO LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31ST MARCH 1993

6. INTEREST PAYABLE

	£
On loans and overdrafts repayable within 5 years	1,817
	<u>1,817</u>
	£ <u>1,817</u>

7. TAXATION

7.1 No provision is required in respect of taxation in view of losses available to the company.

7.2 The company is a close company within the provisions of the Income and Corporation Taxes Act 1988.

8. INTANGIBLE FIXED ASSETS

	Goodwill
	£
Cost:	
Additions	33,393
	<u>33,393</u>
At 31st March 1993	<u>33,393</u>
Amortisation:	
Charge for year	4,542
	<u>4,542</u>
At 31st March 1993	<u>4,542</u>
Net book value at 31st March 1993	<u>£28,851</u>

Goodwill represents the excess of the purchase consideration and costs over the fair value of tangible assets acquired.

SYSTEMATION EURO LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH 1993

9. TANGIBLE FIXED ASSETS

	Furniture and fittings £	Plant and equipment £	Total £
Cost:			
Additions	9,506	57,001	66,507
At 31st March 1993	9,506	57,001	66,507
Depreciation:			
Charge for period	1,192	6,664	7,856
At 31st March 1993	1,192	6,664	7,856
Net book value at 31st March 1993	£ 8,314	£50,337	£58,651

10. STOCKS

	£
Raw materials and consumables	19,837

11. DEBTORS

	£
Trade debtors	115,065
Prepayments	63
	£115,128

SYSTEMATION EURO LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH 1993

12. CREDITORS - AMOUNTS FALLING DUE WITHIN ONE YEAR

	£
Bank overdraft	43,167
Trade creditors	57,087
Other taxes and social security costs	20,817
Directors' current accounts	861
Other creditors	2,513
Accruals	7,449
	<u>£ 131,894</u>

The bank overdraft is secured on the assets and undertakings of the company.

13. SHARE CAPITAL

Authorised:

500,000 ordinary shares of £1 each	<u>£ 500,000</u>
Allotted, Issued and fully paid.	
100,000 Ordinary shares of £1 each	<u>£ 100,000</u>

On 22 March 1993, 99,998 ordinary £1 shares were issued at par and fully paid in order to create the capital base of the company.

14. TRANSACTIONS WITH DIRECTORS

The company has reimbursed a director the sum of £7,335 incurred in respect of pre trading expenditure.