
UPLEC INDUSTRIES LIMITED

ABBREVIATED ACCOUNTS

**FOR THE YEAR ENDED
31 AUGUST 1998**



**WHITTINGHAM RIDDELL
CHARTERED ACCOUNTANTS
15 BELMONT, SHREWSBURY**

AUDITORS' REPORT TO UPLEC INDUSTRIES LIMITED
pursuant to section 247 B of the Companies Act 1985

We have examined the abbreviated accounts set out on pages 2 to 5 together with the financial statements of Uplec Industries Limited prepared under section 226 of the Companies Act 1985 for the year ended 31 August 1998.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246 (5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of opinion

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246 (5) and (6) and 247 of the Companies Act 1985 and the abbreviated accounts on pages 2 to 5 are properly prepared in accordance with those provisions.

Whittingham Riddell

Whittingham Riddell

Chartered Accountants
Registered Auditors
Shrewsbury

11 November 1998

UPLEC INDUSTRIES LIMITED

ABBREVIATED BALANCE SHEET
As at 31 August 1998

	Note	£	1998 £	£	1997 £
FIXED ASSETS					
Tangible fixed assets	2		749,805		587,093
CURRENT ASSETS					
Stocks		80,940		72,021	
Debtors	3	66,373		108,431	
Cash at bank and in hand		75		80,254	
		<u>147,388</u>		<u>260,706</u>	
CREDITORS: amounts falling due within one year		<u>(181,200)</u>		<u>(247,172)</u>	
NET CURRENT (LIABILITIES)/ASSETS			<u>(33,812)</u>		<u>13,534</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>715,993</u>		<u>600,627</u>
CREDITORS: amounts falling due after more than one year			<u>(376,987)</u>		<u>(227,756)</u>
PROVISIONS FOR LIABILITIES AND CHARGES			<u>(7,000)</u>		<u>(7,000)</u>
NET ASSETS			<u>£ 332,006</u>		<u>£ 365,871</u>
CAPITAL AND RESERVES					
Called up share capital	6		25,000		25,000
Revaluation reserve			246,717		246,717
Profit and loss account			60,289		94,154
SHAREHOLDERS' FUNDS			<u>£ 332,006</u>		<u>£ 365,871</u>

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The abbreviated accounts were approved by the board on 2 November 1998 and signed on its behalf

R.S. Parry



Director

L.K. Parry



Director

The notes on pages 3 to 5 form part of these financial statements.

NOTES TO THE ABBREVIATED ACCOUNTS
For the year ended 31 August 1998

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain fixed assets, and in accordance with the Financial Reporting Standard for Smaller Entities and include the results of the company's operations which are described in the Directors' Report.

1.2 Cash Flow

The financial statements 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.

1.3 Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, exclusive of Value Added Tax.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost or valuation less depreciation. Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold property	-	2%	straight line
Plant & machinery	-	20%	reducing balance
Motor vehicles	-	25%	reducing balance
Fixtures & fittings	-	15%	reducing balance

1.5 Leasing and hire purchase

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. 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 on the net obligation outstanding in each period.

1.6 Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

1.7 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

1.8 Deferred taxation

Provision is made for taxation deferred as a result of material timing differences between the incidence of income and expenditure for taxation and accounts purposes, using the liability method, only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the near future.

NOTES TO THE ABBREVIATED ACCOUNTS
For the year ended 31 August 1998

1.9 Pensions

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

2. TANGIBLE ASSETS

	£
Cost	
At 1 September 1997	818,987
Additions	192,251
At 31 August 1998	<u>1,011,238</u>
Depreciation	
At 1 September 1997	231,894
Charge for year	29,539
At 31 August 1998	<u>261,433</u>
Net Book Value	
At 31 August 1998	<u>£ 749,805</u>
At 31 August 1997	<u>£ 587,093</u>

3. DEBTORS

Included within debtors is a loan of £733 (1997 - £ NIL) to the directors. The maximum amount outstanding during the year was £733.

4. CREDITORS

Included in amounts falling due after more than one year are £349,293 (1997 - £69,039 repayable in more than five years).

5. TRANSACTIONS WITH DIRECTORS

During the year, the company had improvement work with cost of £128,095 (1997 - £48,649) carried out by Oakhurst Developments (Shropshire) Ltd., a company which R.S. Parry and L.K. Parry are also directors. This amount is included in the fixed asset additions shown in note 2.

In addition, the company received services of £Nil (1997 - £2,425) from Oakhurst Developments (Shropshire) Ltd., and made a management charge of £1,200 (1997 - £1,500) to Oakhurst Developments (Shropshire) Ltd. in respect of administration and other services provided during the year.

UPLEC INDUSTRIES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
For the year ended 31 August 1998

6. CALLED UP SHARE CAPITAL

	1998 £	1997 £
Authorised		
100,000 ordinary shares of 25p each	£ 25,000	£ 25,000
	<u> </u>	<u> </u>
Allotted, called up and fully paid		
100,000 ordinary shares of 25p each	£ 25,000	£ 25,000
	<u> </u>	<u> </u>