

ALANS CIRCUITS LIMITED
DIRECTORS' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31ST MARCH 1998



Company No. 2683998

ALANS CIRCUITS LIMITED

COMPANY INFORMATION

Directors	Mr P.A.W. Grainge Mr D. Gilbert
Secretary	Mr D. Gilbert
Company Number	2683998
Registered Office	Unit 11, 15 Bickford Road, Witton, Birmingham B6 7EE
Auditors	E.R.Grove & Co., 4 Halesowen Street, Rowley Regis, Warley, West Midlands, B65 0HG
Accountants and Financial Advisers	W H Audit Limited Station Road, West Hagley, West Midlands. DY9 0NU
Bankers	T.S.B. Bank p.l.c. Sapphire West, 550 Streets Brook Road, Solihull, West Midlands. B91 1QY

ALANS CIRCUITS LIMITED

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ALANS CIRCUITS LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31ST MARCH 1998

The directors present their report together with the audited accounts for the year ended 31st March 1998.

Principal Activities

The company's principal activity continued to be that of printed circuit manufacturers.

Directors

The directors who served during the year and their beneficial interests in the company's issued share capital were:

	Ordinary Shares	
	31st March 1998	1st April 1997
Mr P.A.W. Grainge	80	80
Mr D. Gilbert	20	20

Directors' Responsibilities

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

Select suitable accounting policies and then apply them consistently;


Make judgements and estimates that are reasonable and prudent;

Prepare the accounts 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 enable them to ensure that the accounts comply with 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.

Small company exemptions

Advantage is taken in the preparation of the Directors' Report of the special exemptions applicable to small companies conferred by Part 2 of schedule 8 to the Companies Act 1985.



Mr D. Gilbert, Secretary
22nd October 1998

AUDITORS' REPORT TO THE DIRECTORS OF ALANS CIRCUITS LIMITED

We have audited the accounts on pages 3 to 8 which have been prepared under the historical cost convention and the accounting policies set out on page 5.

Respective Responsibilities of Directors and Auditors

As described on page 1 the company's directors are responsible for the preparation of the accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts and report our opinion to you.

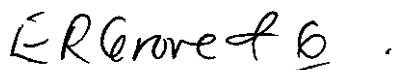
Basis of Opinion

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 accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts, 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 information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the accounts 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 the information in the accounts.

Opinion

In our opinion the accounts give a true and fair view of the state of the company's affairs as at 31st March 1998 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



E.R. Grove & Co.
Chartered Accountants and Registered Auditors
4, Halesowen Street,
Rowley Regis,
Warley,
West Midlands,
B65 0HG.
Date: 22nd October 1998

ALANS CIRCUITS LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31ST MARCH 1998

	Notes	1998 £	1997 £
Turnover	2	568,369	520,684
Cost of Sales		359,923	330,403
Gross Profit		208,446	190,281
Administrative Expenses		143,431	140,168
Operating Profit	3	65,015	50,113
Interest Receivable		261	190
Interest Payable and Similar Charges		(8,229)	(799)
Profit on Ordinary Activities before Taxation		57,047	49,504
Tax on profit on ordinary activities	5	11,830	11,796
Profit for the Financial Year		45,217	37,708
Dividends	16	50,000	55,000
Retained (Loss) for the Year		(4,783)	(17,292)
Retained Profit Brought Forward		41,038	58,330
Retained Profit Carried Forward		36,255	41,038

All amounts relate to continuing activities.

There were no recognised gains or losses for 1998 or 1997 other than those included in the profit and loss account.

ALANS CIRCUITS LIMITED

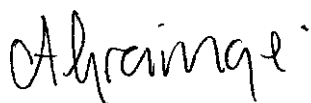
BALANCE SHEET

AS AT 31ST MARCH 1998

	Notes	£	1998 £	£	1997 £
Fixed Assets					
Tangible assets			46,090		42,871
Current Assets					
Stocks	7	22,527		20,999	
Debtors	8	158,122		159,684	
Cash at bank and in hand		3,344		(21,781)	
			183,993	158,902	
Creditors: Amounts Falling Due Within One Year	9	177,228		142,998	
Net Current Assets			6,765		15,904
Total Assets Less Current Liabilities			52,855		58,775
Creditors: Amounts Falling Due After More Than One Year	10		16,500		17,637
Net Assets			36,355		41,138
Capital and Reserves					
Share capital	11		100		100
Profit and loss account			36,255		41,038
Shareholders' Funds	15		36,355		41,138

The accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities.

These accounts were approved by the board on 22nd October 1998 and signed on its behalf.



Mr P.A.W. Grainge
Director

ALANS CIRCUITS LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST MARCH 1998

1 Accounting Policies

Basis of Accounting

The Accounts have been prepared under the historical cost convention.

Turnover

Turnover is the total amount receivable by the company for goods supplied and services provided, excluding VAT and trade discounts.

Depreciation

Depreciation is calculated to write down the cost or valuation less estimated residual value of all tangible fixed assets other than freehold land by equal annual instalments by reducing balance method over their expected useful lives. The rates and periods generally applicable are:

Plant and machinery	10%
Fixtures and fittings	10%

Stocks

Stocks are stated at the lower of cost and net realisable value.

Deferred Taxation

Deferred tax is provided for under the liability method using the tax rates estimated to arise when the timing differences reverse and is accounted for to the extent that it is probable that a liability or asset will crystallise. Unprovided deferred tax is disclosed as a contingent liability.

Debit balances arising in respect of advanced corporation tax on dividends payable or proposed are carried forward to the extent that they are expected to be recoverable.

Contribution to Pension Funds

The pension costs charged against profits represent the amount of the contributions payable to the scheme in respect of the accounting period.

2 Turnover

The turnover was derived from the company's principal activity which was carried out wholly in the UK.

3 Operating Profit

<i>The operating profit is arrived at after charging or crediting:</i>	1998	1997
	£	£
Depreciation of owned assets	4,715	4,357
Pension contributions	7,050	10,790
Auditors' remuneration	1,250	750

ALANS CIRCUITS LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST MARCH 1998

4	Directors	1998	1997		
		£	£		
	Directors' remuneration	34,824	35,717		
5	Taxation	1998	1997		
		£	£		
	Based on the profit for the year				
	UK corporation tax @ 21% (1996: 24%)	12,500	12,000		
	Under / (Over) Provision in earlier year	(670)	(204)		
		11,830	11,796		
6	Tangible Fixed Assets				
		Leasehold Property	Plant and Machinery	Fixtures and Fittings	Total
	Cost	£	£	£	£
	At 1st April 1997	3,657	49,893	4,054	57,604
	Additions	-	7,935	-	7,935
	At 31st March 1998	3,657	57,828	4,054	65,539
	Depreciation				
	At 1st April 1997	-	13,770	964	14,734
	Charge for the year	-	4,406	309	4,715
	At 31st March 1998	-	18,176	1,273	19,449
	Net Book Value				
	At 31st March 1998	3,657	39,652	2,781	46,090
	<i>At 31st March 1997</i>	<i>3,657</i>	<i>36,123</i>	<i>3,090</i>	<i>42,870</i>
7	Stocks	1998	1997		
		£	£		
	Raw materials	14,177	19,599		
	Work in progress	8,350	1,400		
		22,527	20,999		

ALANS CIRCUITS LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST MARCH 1998

8	Debtors	1998	1997
		£	£
	Trade debtors	157,018	159,684
	Other debtors	1,104	-
		<u>158,122</u>	<u>159,684</u>
9	Creditors: Amounts Falling Due Within One Year	1998	1997
		£	£
	Bank loans and overdrafts	6,053	5,414
	Trade creditors	87,968	65,726
	Other creditors	23,607	28,199
	Directors' loan accounts	59,600	43,659
		<u>177,228</u>	<u>142,998</u>
<p>The Bank Loan and Overdraft facilities are secured by a mortgage debenture dated 11th October 1993 giving a fixed and floating charge over the company's assets.</p> <p>'Other creditors' include £17,537 (1997 - £23,697) in respect of taxation and social security.</p>			
10	Creditors: Amounts Falling Due After One Year	1998	1997
		£	£
	Loans	6,500	16,500
	Bank loans	10,000	1,137
		<u>16,500</u>	<u>17,637</u>
11	Share Capital	1998	1997
		£	£
	Authorised		
	Ordinary shares of £1 each	1,000	1,000
		<u>1,000</u>	<u>1,000</u>
	Allotted		
	Allotted, called up and fully paid ordinary shares of £1 each	100	100
		<u>100</u>	<u>100</u>
12	Deferred Taxation		
	<p>Deferred tax of approximately £4,800 (1997:£4,500) arising from accelerated capital allowances has not been provided as it is not expected that the liability will crystallise.</p>		

ALANS CIRCUITS LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST MARCH 1998

13 Pension Scheme

The company operates a defined contribution pension scheme for the benefit of the directors and staff.

14 Transactions with Directors

The company trades with Grainge and Hodder Limited, a company in which P.A.W.Grainge is a director and shareholder. Goods and services were purchased in the year to the value of £6,744 (1997: £4,886)
At the Balance Sheet date an amount of £3,303 due to Grainge and Hodder Limited was contained within the Trade Creditors and a loan of £6,500 was contained within Creditors falling due after one year.

The company premises are owned by P.A.W.Grainge, and a rent was paid to him of £13,936 (1997: £13,338).

15 Reconciliation of Shareholders' Funds

	1998 £	1997 £
Profit for the financial year	45,217	37,708
Dividends	(50,000)	(55,000)
Decrease in the shareholders' funds	(4,783)	(17,292)
Opening shareholders' funds	41,138	58,430
Closing shareholders' funds	36,355	41,138

16 Dividends

	1998 £	1997 £
Ordinary dividends - proposed and paid	50,000	55,000
	50,000	55,000