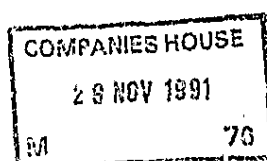


BYTEC LIMITED
REGISTERED NUMBER 2102258
ANNUAL ACCOUNTS

31 JANUARY 1991

2. Directors' report
3. Auditors' report
4. Profit and loss account
5. Balance sheet
6. Source and application of funds
7. Notes to the accounts



AUDITORS' REPORT TO THE MEMBERS OF BYTEC LIMITED

We have audited the annual accounts on pages 4 to 10 in accordance with Auditing Standards.

In our opinion, the annual accounts give a true and fair view of the state of the company's affairs at 31 January 1991 and of its profit and source and application of funds for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Moore Rowland

MOORES ROWLAND

Chartered Accountants

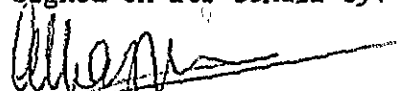

WALSALL

30 April 1991

BALANCE SHEET
31 January 1991

	Notes	£	1991 £	£	1990 £
FIXED ASSETS					
Tangible assets	6		962		2,520
CURRENT ASSETS					
Stocks	7	2,500		2,500	
Debtors	8	71,009		17,365	
Cash at bank and in hand		453		528	
		<u>73,962</u>		<u>20,393</u>	
CREDITORS - amounts falling due within one year	9	45,952		72,893	
NET CURRENT ASSETS (LIABILITIES)			<u>28,010</u>		<u>(52,500)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>28,972</u>		<u>(49,980)</u>
CAPITAL AND RESERVES					
Called up share capital	10		69,336		69,336
Share premium account	11		17,666		17,666
Profit and loss account - adverse balance			(58,030)		(136,982)
			<u>28,972</u>		<u>(49,980)</u>

Approved by the board on 30 April 1991
and signed on its behalf by:


A E HARGREAVES)

R W F YATES) Directors

SOURCE AND APPLICATION OF FUNDS
Year ended 31 January 1991

	£	1991 £	£	1990 £
SOURCE OF FUNDS				
Profit (loss) on ordinary activities before taxation		78,452		(73,308)
Adjustments for items not involving the movement of funds				
Depreciation of tangible fixed assets	1,558		8,797	
Amortisation of intangible assets	—		24,253	
		<u>1,558</u>	<u>33,050</u>	
Total generated (absorbed) by operations		80,010		(40,258)
Funds from other sources				
Group relief received	4,500		—	
Issue of shares	—		40,000	
Disposal of fixed assets	—		1,400	
		<u>4,500</u>	<u>41,400</u>	
Total source of funds		84,510		1,142
APPLICATION OF FUNDS				
Purchase of fixed assets	—	—		(1,845)
		<u>84,510</u>		<u>(703)</u>
MOVEMENTS IN WORKING CAPITAL				
Stocks - decrease	—		6,962	
Debtors - decrease	57,644		18,762	
Creditors - increase	26,941		3,113	
		<u>84,585</u>	<u>28,937</u>	
MOVEMENT IN NET LIQUID FUNDS				
Cash at bank and in hand - (decrease)	(75)		(8,368)	
Bank overdraft - decrease	—		36,602	
		<u>(75)</u>	<u>28,234</u>	

NOTES TO THE ACCOUNTS
Year ended 31 January 1991

1. ACCOUNTING POLICIES

Basis of accounting
The annual accounts have been prepared in accordance with applicable accounting standards and under the historical cost convention.

Accounting period
The accounts are for the twelve months ended 31 January 1991. The comparative period was for the seven months ended 31 January 1990.

Tangible fixed assets
Fixed assets are being depreciated so as to write them off over their anticipated useful lives at the following annual rate:

Plant and machinery - 7.5%

Stocks
Stocks are stated at the lower of cost and net realisable value as follows:

Cost is that incurred in bringing each product to its present location and condition.

Net realisable value is based on estimated selling price less further costs expected to be incurred to completion and disposal.

Deferred taxation
Deferred taxation is calculated by the liability method and provision is made to the extent that it is probable a liability will crystallise.

2. TURNOVER AND PROFIT (LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION

Turnover and operating profit (loss) are attributable to the principal activities of the company.

	1991 £	1990 £
Profit (loss) on ordinary activities has been arrived at after charging:		
Directors' emoluments (note 4)	-	16,013
Auditors remuneration	500	500
Depreciation of owned assets	1,558	8,797
Amortisation of intangible assets	-	24,253
Rent under operating leases	-	2,808

3. NET INTEREST RECEIVABLE

	1991 £	1990 £
Loans	2	2,114

NOTES TO THE ACCOUNTS (continued)
Year ended 31 January 1991

4. DIRECTORS AND OTHER EMPLOYEES

1991 1990

The average number of persons, including directors,
employed by the company during the year was:

Number	Number
-	4
2	3
<u>2</u>	<u>7</u>

Manufacturing and distribution
Selling and administration

Their costs during the year were:

Wages and salaries	-	25,984
Social security costs	-	2,512
	<u>-</u>	<u>28,496</u>

The emoluments of the directors were:

For services as executives	£	£
	-	16,013
	<u>-</u>	<u>16,013</u>

The directors emoluments include amounts paid to:

Highest paid director	-	8,217
	<u>-</u>	<u>8,217</u>

Other directors in the ranges:

£0 - £5,000	Number	Number
	1	4
	<u>1</u>	<u>4</u>

5. TAX ON PROFIT (LOSS) ON ORDINARY ACTIVITIES

Corporation tax credit at 35%
Under provision of tax credit
in previous years

	£	£
	-	(4,000)
	(500)	-
	<u>(500)</u>	<u>(4,000)</u>

6. TANGIBLE FIXED ASSETS

	Plant and machinery £
Cost	
At 31 January 1990 and 31 January 1991	5,280
Depreciation	
At 31 January 1990	2,760
Charge for the year	1,558
At 31 January 1991	4,318
Net book value	
At 31 January 1991	962
At 30 June 1990	2,520

7. STOCKS

1991 1990
£ £

Raw materials and consumables	2,500	2,500
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8. DEBTORS - amounts falling due within one year

Trade debtors	-	12,492
Parent undertaking	70,928	-
Prepayments and accrued income		123
Other debtors	81	750
	71,009	13,365
Group relief	-	4,000
	71,009	17,365

9. CREDITORS - amounts falling due within one year

Trade creditors	129	706
Loans	44,000	44,000
Parent undertaking	-	23,650
Taxation and social security	-	270
Accruals and deferred income	1,823	4,267
	45,952	72,893

NOTES TO THE ACCOUNTS (continued)
Year ended 31 January 1991

10. CALLED UP SHARE CAPITAL

Authorised Ordinary shares of £1 each	1,000,000	1,000,000
Allotted and fully paid Ordinary shares of £1 each	69,336	69,336

11. SHARE PREMIUM ACCOUNT

At 31 January 1990 and 31 January 1991	17,666	17,666
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12. CAPITAL COMMITMENTS AND BOARD AUTHORISATIONS

There was no capital expenditure on fixed assets authorised by the directors at the year end but not provided for in the accounts.

13. ULTIMATE PARENT UNDERTAKING

The company's parent undertaking, which is registered in England and Wales, is Bipel Limited.

The company's ultimate parent undertaking which is registered in England and Wales, is C I Group plc. Annual group accounts are prepared by C I Group plc and are available from Showell Road, Wolverhampton, West Midlands WV10 9NL