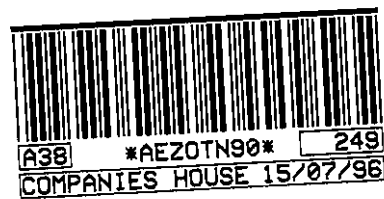


BROADWAY ELECTRICAL COMPANY LIMITED

ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 OCTOBER 1995



BROADWAY ELECTRICAL COMPANY LIMITED

AUDITORS' REPORT TO BROADWAY ELECTRICAL COMPANY LIMITED
PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages three to seven, together with the full statutory accounts of Broadway Electrical Company Limited, prepared under Section 226 of the Companies Act 1985, for the year ended 31 October 1995.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The directors are responsible for preparing 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 three 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 October 1995, and the abbreviated accounts on pages three to seven have been properly prepared in accordance with that Schedule.

OTHER INFORMATION

On 2 July 1996 we reported, as auditors of Broadway Electrical Company Limited, to the members on the financial statements prepared under Section 226 of the Companies Act 1985 for the year ended 31 October 1995, and our audit report was as follows:-

"We have audited the financial statements on pages five to fourteen, which have been prepared under the historical cost convention and the accounting policies set out on pages seven and eight.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page one, 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.

Continued on Page 2

BROADWAY ELECTRICAL COMPANY LIMITED

AUDITORS' REPORT TO BROADWAY ELECTRICAL COMPANY LIMITED

Continued from Page 1

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 October 1995, and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985, applicable to small companies."

Queens Building
5-7 James Street
Liverpool L2 7XD

2 July 1996



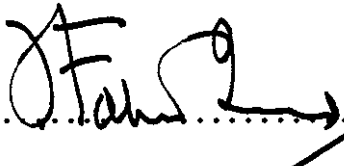
A C Thompson & Co
Chartered Accountants
Registered Auditor

BROADWAY ELECTRICAL COMPANY LIMITEDBALANCE SHEET AT 31 OCTOBER 1995

	<u>1995</u>	<u>1994</u>
<u>FIXED ASSETS</u>		
Intangible assets	88,953	91,690
Tangible assets	<u>213,659</u>	<u>221,009</u>
	302,612	312,699
<u>CURRENT ASSETS</u>		
Stocks and work in progress	317,741	153,932
Debtors	158,535	111,692
Cash at bank and in hand	<u>103</u>	<u>96</u>
	476,379	265,720
<u>CREDITORS DUE WITHIN ONE YEAR</u>	<u>(175,353)</u>	<u>(317,369)</u>
<u>NET CURRENT ASSETS/(LIABILITIES)</u>	<u>301,026</u>	<u>(51,649)</u>
<u>TOTAL ASSETS LESS</u>		
<u>CURRENT LIABILITIES</u>	603,638	261,050
<u>CREDITORS DUE AFTER ONE YEAR</u>	387,137	46,631
<u>PROVISION FOR LIABILITIES AND</u>		
<u>CHARGES</u>	<u>22,876</u>	<u>(68,673)</u>
	<u>£ 193,625</u>	<u>£ 192,377</u>
<u>CAPITAL AND RESERVES</u>		
Called up equity share capital	126,500	126,500
Profit and loss account	<u>67,125</u>	<u>65,877</u>
<u>SHAREHOLDERS' FUNDS</u>	<u>£ 193,625</u>	<u>£ 192,377</u>

The directors have taken advantage of the exemptions conferred by Section A of Part III of Schedule 8 to the Companies Act 1985, and have done so on the grounds that, in their opinion, the company is entitled to those exemptions as a small company.

The financial statements were approved by the board of directors on 2 July 1996.

.....

J F JONES

.....

C S LAWSON

BROADWAY ELECTRICAL COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 1995

1. STATEMENT OF ACCOUNTING POLICIES

The financial statements have been prepared in accordance with the Companies Act 1985, as amended, and with applicable Accounting Standards. The principal accounting policies adopted are detailed below:-

Basis of accounting

The financial statements have been prepared on the historical cost basis.

Turnover

Turnover represents the net amount receivable for goods and services invoiced during the year, excluding value added tax.

Intangible assets

The cost of goodwill has been capitalised and is being written off at the rate of 2.5% per annum straight line.

Tangible fixed assets

Depreciation is charged on all tangible fixed assets to write off the cost over their expected useful lives at the following rates, per annum:-

Plant and machinery	15% on reducing balance
Office and display equipment	20% straight line
Motor vehicles	20% straight line

In 1995 the company changed its depreciation policy in respect of plant and machinery from 15% on the reducing balance calculated at half yearly intervals to 15% on the reducing balance calculated yearly. The change resulted in an increased charge for depreciation and a corresponding decrease in profit of £1,763. Depreciation is not charged on motor vehicles where the directors consider the market value to exceed the written down value.

Stocks and work in progress

Stocks and work in progress are stated at the lower of cost or net realisable value. In respect of work in progress, cost includes direct materials and components.

Deferred taxation

Deferred tax is provided for liabilities that will probably crystallise in the future, using the liability method.

Finance leases and hire purchase

The fair value of each asset is capitalised and depreciated over the shorter of the loan term or the expected useful life of the asset. The capital element of the future payments is treated as a liability and the interest element is charged to the profit and loss account.

Operating leases

Rentals under operating leases are charged to the profit and loss account as they fall due.

BROADWAY ELECTRICAL COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 1995

1. STATEMENT OF ACCOUNTING POLICIES (Continued)

Foreign currencies

Profit and loss account transactions in foreign currencies are translated into sterling at the exchange rates in operation on the date of the transaction. Assets and liabilities denominated in foreign currencies are translated into sterling at the closing rates. All revaluation differences and realised foreign exchange differences are taken to profit and loss.

Pension costs

The company operates a defined contribution pension scheme in which contributions payable for the year are charged to the profit and loss account.

Cash flow statement

The directors have utilised the small company exemption in Financial Reporting Statement 1 and have not prepared a cash flow statement.

2. INTANGIBLE FIXED ASSETS

Goodwill

Cost

No change in year	£ 109,497
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Amortisation

At 31 October 1994	17,807
Charge for year	<u>2,737</u>
At 31 October 1995	£ 20,544

Net book value

At 31 October 1994	£ 91,690
At 31 October 1995	<u>£ 88,953</u>

Goodwill arose on the purchase of the business and represents the difference between the net tangible assets acquired and the total of the nominal value of the shares issued and cash paid. Goodwill is to be amortised over a period of 40 years at 2.5% per annum straight line.

BROADWAY ELECTRICAL COMPANY LIMITEDNOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 1995

3. <u>TANGIBLE FIXED ASSETS</u>	<u>Total</u>
<u>Cost</u>	
At 31 October 1994	345,698
Additions	37,909
Disposals	<u>(8,395)</u>
At 31 October 1995	<u>£ 375,212</u>
<u>Depreciation</u>	
At 31 October 1994	124,689
Charge for year	39,559
Disposals	<u>(2,695)</u>
At 31 October 1995	<u>£ 161,553</u>
<u>Net book value</u>	
At 31 October 1994	£ 221,009
At 31 October 1995	<u>£ 213,659</u>

The net book values include £14,272 (1994 - £22,962), in respect of assets held under finance leases and hire purchase agreements. The depreciation charge allocated to such assets for the year amounted to £2,990 (1994 - £4,533).

4. <u>SECURED LIABILITIES</u>	<u>1995</u>	<u>1994</u>
<u>Bank loans and overdrafts</u>		
Due within five years:-		
Within one year	79,879	40,242
Between one and two years	-	10,335
Between two and five years	<u>-</u>	<u>25,448</u>
	79,879	76,025
Due after five years:-		
By instalments	<u>-</u>	<u>6,113</u>
	<u>£ 79,879</u>	<u>£ 82,138</u>

All of the bank borrowings are secured by an unscheduled mortgage debenture dated 31 March 1989.

BROADWAY ELECTRICAL COMPANY LIMITEDNOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 19954. SECURED LIABILITIES (continued) 1995 1994Other loans

Other loans include net obligations in respect of finance leases and hire purchase agreements:-

Payable within one year	3,248	8,932
Payable between two to five years	<u>166</u>	<u>4,735</u>
	£ 3,414	£ 13,667
	<u> </u>	<u> </u>

5. TRANSACTIONS WITH DIRECTOR

J F Jones operated a current and loan account with the company to which all transactions of a private nature were charged. The balances were as follows:-

	<u>1995</u>	<u>1994</u>
Within one year - other creditors	-	8,000
After one year - director's loan	<u>-</u>	<u>-</u>
	£ Nil	£ 8,000
	<u> </u>	<u> </u>

6. CALLED UP EQUITY SHARE CAPITAL

The unchanged share capital of the company is as follows:-

	<u>Authorised, Issued</u> <u>and Fully Paid</u>
Ordinary shares of 1 each	£ 126,500
	<u> </u>

7. ULTIMATE PARENT COMPANY

The ultimate parent company was Puretask Limited, a company incorporated in Great Britain and registered in England and Wales.

In November 1994, Lawson Fuses Limited acquired a controlling interest in Puretask Limited and, thus, became the ultimate parent company of Broadway Electrical Company Limited. Lawson Fuses Limited was incorporated in Great Britain.