

Registration Number 898153

**Sapphire Research & Electronics Limited**

**Abbreviated Accounts**

**for the year ended 31st March 1998**



# **Sapphire Research & Electronics Limited**

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**Auditors' Report to Sapphire Research & Electronics Limited  
under Section 247B of the Companies Act 1985**

We have examined the abbreviated accounts set out on pages 2 to 5 together with the financial statements of Sapphire Research & Electronics Limited for the year ended 31st March 1998, prepared under Section 226 of the Companies Act 1985.

**Respective responsibilities of director and auditors**

The director is responsible for preparing 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 considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts 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) of the Companies Act 1985 in respect of the year ended 31st March 1998, and the abbreviated accounts on pages 2 to 5 are properly prepared in accordance with those provisions.

**Director's Responsibilities**

Company law requires the director to prepare financial statements for each financial year which give a true and fair view of the state of the company and of the profit or loss of the company for that year. In preparing these the director is required to :

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements based on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the financial statements comply with the Companies Act 1985. He is 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.



**Harries Watkins & Co.  
Chartered Accountants and  
Registered Auditor**

**85 Taff Street  
Pontypridd  
Mid-Glamorgan.**

**31st August 1998**

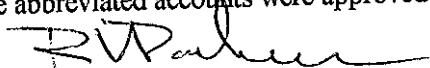
# Sapphire Research & Electronics Limited

## Abbreviated Balance Sheet as at 31st March 1998

		1998		1997	
	Notes	£	£	£	£
<b>Fixed Assets</b>					
Tangible assets	2		10,781		11,617
<b>Current Assets</b>					
Stocks		29,084		10,687	
Debtors		235,134		154,223	
Cash at bank and in hand		60,841		48,864	
		<u>325,059</u>		<u>213,774</u>	
<b>Creditors: amounts falling due within one year</b>	3	<u>(135,245)</u>		<u>(121,903)</u>	
<b>Net Current Assets</b>			<u>189,814</u>		<u>91,871</u>
<b>Total Assets Less Current Liabilities</b>			200,595		103,488
<b>Creditors: amounts falling due after more than one year</b>	4		-		(576)
<b>Net Assets</b>			<u>200,595</u>		<u>102,912</u>
<b>Capital and Reserves</b>					
Called up share capital	5		500		500
Profit and loss account			200,095		102,412
<b>Shareholders' Funds</b>			<u>200,595</u>		<u>102,912</u>

The abbreviated accounts are 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 29th August 1998 and signed on its behalf by

  
Mr. R. V. Parker  
Director

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

## **Sapphire Research & Electronics Limited**

### **Notes to the Abbreviated Financial Statements for the year ended 31st March 1998**

#### **1. Accounting Policies**

##### **1.1 Accounting convention**

The accounts are prepared under the historical cost convention, and in accordance with the Financial Reporting Statement for Smaller Entities.

The company has taken advantage of the exemption in FRS1 from the requirement to produce a cashflow statement because it is a small company.

##### **1.2 Turnover**

Turnover represents the total invoice value, excluding value added tax, of goods and services rendered and related sales made during the year.

##### **1.3 Tangible fixed assets and depreciation**

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Leasehold properties	-	Straight Line over the life of the lease
Plant and machinery	-	15% Straight Line
Fixtures, fittings and equipment	-	25% Straight Line

##### **1.4 Leasing and hire purchase commitments**

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. 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 constant periodic rates of charge on the net obligations outstanding in each period.

##### **1.5 Stock**

Stock is valued at the lower of cost and net realisable value.

##### **1.6 Pensions**

The pension costs charged in the financial statements represent the contribution payable by the company during the year in accordance with SSAP 24.

##### **1.7 Deferred taxation**

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the director considers that a liability to taxation is unlikely to materialise.

# Sapphire Research & Electronics Limited

## Notes to the Abbreviated Financial Statements for the year ended 31st March 1998

..... continued

		Tangible fixed assets £	
2.	Fixed assets		
	Cost		27,023
	At 1st April 1997		895
	Additions		<u>27,918</u>
	At 31st March 1998		
	Depreciation		15,406
	At 1st April 1997		1,731
	Charge for year		<u>17,137</u>
	At 31st March 1998		
	Net book values		10,781
	At 31st March 1998		<u>11,617</u>
	At 31st March 1997		<u>11,617</u>
3.	Creditors: amounts falling due within one year	1998 £	1997 £
	Creditors include the following:		
	Secured creditors	<u>434</u>	<u>435</u>
4.	Creditors: amounts falling due after more than one year	1998 £	1997 £
	Creditors include the following:		
	Secured creditors	<u>-</u>	<u>576</u>

# Sapphire Research & Electronics Limited

## Notes to the Abbreviated Financial Statements for the year ended 31st March 1998

..... continued

5.	Share capital	1998 £	1997 £
	Authorised equity		
	500 Ordinary shares of £1 each	<u>500</u>	<u>500</u>
	Allotted, called up and fully paid equity		
	500 Ordinary shares of £1 each	<u>500</u>	<u>500</u>

### 6. Transactions with director

The following director had interest free loans during the year. The movements on these loans are as follows:

	Amount Owing 1998 £	1997 £	Maximum in year £
Mr. R. V. Parker	<u>469</u>	<u>-</u>	<u>-</u>

### 7. Controlling Interest

Mr R V Parker has a controlling interest in the ownership of the company.