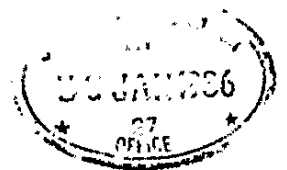


MAPLIN ELECTRONIC SUPPLIES LIMITED

MODIFIED ACCOUNTS

30TH JUNE, 1985

GOLDWYNS
Chartered Accountants
RUTLAND HOUSE
90-92 PRATER AVENUE
SOUTHEND-ON-SEA
IRSEX SS2 6HZ



MAPLIN ELECTRONIC SUPPLIES LIMITED

REPORT OF THE DIRECTORS

The directors present their report with the modified accounts of the company for the year ended 30 June 1985.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the distribution of electronic components.

REVIEW OF BUSINESS

The results for the year, financial position of the company, and recommended transfer to reserves are as shown in the accounts.
The Directors consider the results for the year to be satisfactory.

DIVIDEND

The directors recommend that no dividend be paid for the year.

FIXED ASSETS

Significant changes in fixed assets during the year are summarised in the notes to the accounts.

DIRECTORS

The directors in office during the year and their beneficial interests in the issued share capital were as follows:

Name	Class of Capital	30. 6.85	1. 7.84
R.L. Allen	Ordinary £1	2,250	2,250
S.W. Allen	Ordinary £1	500	500
D.M. Simmons	Ordinary £1	2,250	2,250

AUDITORS

A resolution to re-appoint Goldwyns as Auditors will be put to the members at the Annual General Meeting.

SIGNED ON BEHALF OF THE BOARD

.....
R.L. Allen
CHAIRMAN

27th September 1985

**ISSUED SUBJECT TO
APPROVAL OF ACCOUNTS
BY DIRECTORS**

REPORT OF THE AUDITORS

to the Directors of Maplin Electronic Supplies Limited
under Section 8 of the Companies Act, 1985

We have examined the accounts on pages three to thirteen which have been modified in the manner permitted for a medium sized company, from the accounts of the company prepared for its members for the year ended 30 June, 1985.

In our opinion, the company satisfied the requirements for exemption applicable to a medium sized company in respect of the year ended 30 June 1985 and the modified accounts attached have been properly prepared in the manner permitted by Schedule 8 of the Companies Act 1985.

We set out below the text of our report dated 27 September 1985 to the members on the unmodified accounts for the year ended 30 June 1985.

"We have audited the financial statements on pages four to fifteen. Our audit was conducted in accordance with approved Auditing Standards. The company has not complied with the requirements of accounting standard SSAP 12 in that depreciation has not been provided for in respect of its freehold buildings.

In common with many businesses of similar size and organisation the company's system of control is dependent upon the close involvement of the directors (who are the shareholders). Where independent confirmation of the completeness of the accounting records was therefore not available we have accepted assurances from the directors that all the company's transactions have been reflected in the records.

Subject to the foregoing, in our opinion, the financial statements, which have been prepared under the historical cost convention, give a true and fair view of the state of the company's affairs at 30 June 1985 and of its profit and source and application of funds for the year then ended and comply with the Companies Act 1985.

RETAIL HOUSE
90/91 BAXTER AVENUE
BATHURST-ON-SEA
ESSEX. SS2 6HZ

JOHN WYNT
CHARTERED ACCOUNTANT

27th September 1985

MAPLIN ELECTRONIC SUPPLIES LIMITED

MODIFIED PROFIT AND LOSS ACCOUNT
for the Year Ended 30 June 1985

	Notes	1985		1984	
		£	£	£	£
GROSS PROFIT			680,331		636,111
Distribution Costs		120,647		109,750	
Administrative Expenses		252,569		207,721	
Other Operating Charges		176,705		196,018	
		-----	549,921	-----	513,489
			130,410		122,622
Other Operating Income			'80		1,180
			-----		-----
OPERATING PROFIT	2		131,190		123,802
Interest Payable	4		87,227		50,253
			-----		-----
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION			43,963		73,549
Tax on Profit on Ordinary Activities	5		15,992		33,159
			-----		-----
PROFIT FOR THE FINANCIAL YEAR			27,971		40,390
			=====		=====
STATEMENT OF RETAINED PROFIT					
Retained Profit for the year			27,971		40,390
Retained Profits at 30th June, 1984					
as previously reported		412,362			
Prior Year Adjustment	14	(32,102)			

			380,260		339,870
			-----		-----
			£408,231		£380,260
			=====		=====

The notes form part of these modified accounts.

MAPLIN ELECTRONIC SUPPLIES LIMITED

MODIFIED BALANCE SHEET As at 30 June 1985

		1985		1984	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible Assets:	6		585,841		542,673
CURRENT ASSETS:					
Stocks	7	923,977		950,087	
Debtors	8	191,387		148,740	
Cash at Bank and In Hand		729,449		260,081	
		1,854,813		1,464,908	
Creditors: Amounts falling due within one year	9	1,655,799		1,227,215	
NET CURRENT ASSETS			199,014		237,693
TOTAL ASSETS LESS CURRENT LIABILITIES			784,855		781,366
Creditors: Amounts falling due after more than one year					
Bank Loan	10	306,250		333,334	
Hire Purchase-Non Current	15	4,819		5,708	
			311,069		339,042
Provisions for Liabilities and Charges:					
Deferred Taxation			35,593		32,102
			£438,193		£410,222
CAPITAL AND RESERVES:					
Called Up Share Capital	11		5,000		5,000
Share Premium			24,962		24,962
Profit & Loss Account			408,231		380,260
			£438,193		£410,222

In preparing these modified accounts

- We have relied upon the exemptions for individual accounts under Sections 247 - 249 Companies Act 1985
- We have done so on the grounds that the company is entitled to the benefit of those exemptions as a medium sized company

R.L. Allen....

S.W. Allen..

27th September 1985

The notes form part of these modified accounts.

MAPLIN ELECTRONIC SUPPLIES LIMITED

NOTES TO THE MODIFIED ACCOUNTS
for the Year Ended 30 June 1985

1. ACCOUNTING POLICIES:

Basis of Accounting:

The accounts have been prepared under the historical cost convention.

Turnover:

Turnover represents net invoiced sales of goods, excluding value added tax.

Depreciation:

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

Freehold Property	- not provided
Leasehold Property	- over remaining term of lease
Improvements to Property	- over remaining term of lease
Fixtures & Equipment	- 15% on net book value
Motor Vehicles	- 25% on net book value
Computer Equipment	- 25% on net book value

Stock:

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

Deferred Taxation:

Provision is made at current rates for taxation differences in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

Leasing and Hire Purchase Commitments:

Assets obtained under finance leases and hire purchase contracts are capitalised in the balance sheet and are depreciated over their useful lives.

The interest element of the rental obligations is charged to profit and loss account on a straight line basis. Rentals paid under operating leases are charged to income as incurred.

MAPLIN ELECTRONIC SUPPLIES LIMITED

NOTES TO THE MODIFIED ACCOUNTS (continued) for the Year Ended 30 June 1985

2. OPERATING PROFIT:

(a) The operating profit is stated after charging:

	1985	1984
	£	£
Directors Remuneration (see below)	53,377	37,215
Hire of Plant and Machinery	3,283	393
Auditors Remuneration	3,250	2,500
Depreciation	28,481	31,777
	*****	*****

(b) Directors Remuneration:

	1985	1984
	£	£
Salaries	51,432	35,366
Other Pension Costs	1,945	1,849
	-----	-----
	£53,377	£37,215
	*****	*****

3. STAFF COSTS:

	1985	1984
	£	£
Wages and Salaries	604,483	529,158
Social Security Costs	45,356	45,307
Other Pension Costs	28,437	17,229
	-----	-----
	£679,276	£591,754
	*****	*****

The average weekly number of employees during the year was as follows:

	1985	1984
Office and Management	42	34
Production and Sales	57	66
	***	***

NOTES TO THE MODIFIED ACCOUNTS (continued)
for the Year Ended 30 June 1985

4. INTEREST PAYABLE:

	1985	1984
	£	£
Interest payable on short term borrowings.	£35,981	£18,965
Other Interest	£51,246	£31,288
	-----	-----
	£87,227	£50,253
	=====	=====

5. TAXATION:

The tax charge on the profit on ordinary activities for the year was as follows:

	1985	1984
	£	£
UK Corporation tax at current rates on the adjusted results of the year.	12,501	1,057
Deferred taxation	3,491	32,102
	-----	-----
	£15,992	£33,159
	=====	=====

The charge for the year has been increased by expenditure not allowable for taxation.

The total potential liability in respect of deferred taxation is £35,594.

MAPLIN ELECTRONIC SUPPLIES LIMITED

NOTES TO THE MODIFIED ACCOUNTS (continued) for the Year Ended 30 June 1985

6. TANGIBLE FIXED ASSETS

	Freehold Property	Leasehold Property	Improvements to Property
	£	£	£
COST:			
As at 1 July 1984	412,811	5,110	27,151
Additions	23,288	-	-
	436,099	6,110	27,151
DEPRECIATION:			
As at 1 July 1984	-	5,472	8,720
Charge for Year	-	638	3,554
	-	6,110	12,274
NET BOOK VALUES:			
As at 30 June 1984	£412,811	638	£18,430
As at 30 June 1985	£436,099	-	£14,877

MAPLIN ELECTRONIC SUPPLIES LIMITED

NOTES TO THE MODIFIED ACCOUNTS (continued)
for the Year Ended 30 June 1985

	Fixtures & Equipment	Motor Vehicles	Computer Equipment	Totals
	£	£	£	£
COST:				
As at 1 July 1984	124,907	53,388	28,827	653,194
Additions	23,153	10,095	16,225	72,761
Disposals	-	(4,870)	-	(4,870)
	-----	-----	-----	-----
	148,060	58,613	45,052	721,085
	-----	-----	-----	-----
DEPRECIATION:				
As at 1 July 1984	59,739	18,362	17,228	109,521
Charge for Year	11,490	8,928	3,871	28,481
Eliminated on Disposals	-	(2,758)	-	(2,758)
	-----	-----	-----	-----
	71,229	24,532	21,099	135,244
	-----	-----	-----	-----
NET BOOK VALUES:				
As at 30 June 1984	£65,169	£35,026	£11,599	£543,673
	-----	-----	-----	-----
As at 30 June 1985	£76,831	£34,081	£23,953	£585,841
	-----	-----	-----	-----

Included in the amounts for Motor Vehicles above are the following amounts relating to assets acquired under hire purchase contracts.

	Hire Purchase Contracts

COST:	
At 30th June, 1985	£ 47,692

At 30th June, 1984	£ 42,467

ACCUMULATED DEPRECIATION:	
At 30th June, 1985	£ 16,653

At 30th June, 1984	£ 11,498

DEPRECIATION PROVIDED DURING THE YEAR	£ 5,155

MAPLIN ELECTRONIC SUPPLIES LIMITED

NOTES TO THE MODIFIED ACCOUNTS (continued) for the year ended 30th June 1985

7. STOCK:

	1985	1984
	£	£
Finished Goods	923,977	950,087
	=====	=====

There is no material difference between the replacement cost and the valuation of finished goods.

8. DEBTORS:

	1985	1984
	£	£
Trade Debtors	107,673	85,963
Non Trade Debtors	5,888	2,600
Prepayments	12,748	15,446
Connected Company(See note 13)	65,078	44,731
	-----	-----
	£191,387	£148,740
	=====	=====

MAPLIN ELECTRONIC SUPPLIES LIMITED

NOTES TO THE MODIFIED ACCOUNTS (continued)
for the Year Ended 30 June 1985

9. CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR

	1985	1984
	£	£
Trade Creditors	304,742	396,623
Hire Purchase-Current(see note 15)	9,943	12,418
Other Taxes & PAYE	61,064	62,603
Other Creditors	33,761	26,913
Accruals	10,687	7,866
Payments Received on Account	25,796	23,457
Customer Credits	36,043	35,732
	-----	-----
	482,036	565,612
Bank loans and overdrafts		
(See Note 10)	1,161,262	660,546
Taxation	12,501	1,057
	-----	-----
	£1,655,799	£1,227,215
	*****	*****

Included in trade creditors are amounts totalling £43,179 (1984 £70,485) due in respect of goods for which title does not pass until payment is made.

The bank overdraft is secured by a legal charge on the company's freehold property and by Directors' personal guarantees.

10. BANK LOANS AND OVERDRAFTS:

The aggregate amount of bank loans and overdrafts was as follows:

	1985	1984
	£	£
(a) Falling due within one year		
Bank Overdraft	1,134,179	637,630
Bank Loan - current portion	27,083	22,916
	-----	-----
	1,161,262	660,546
	*****	*****
(b) Falling due after more than one year		
Bank loans repayable:		
- within five years	100,000	100,001
- after five years	206,250	233,333
	-----	-----
	306,250	333,334
	*****	*****
Aggregate amounts	£1,467,512	£993,880
	*****	*****

The bank loan is repayable over fourteen years by equal instalments. The interest rate was that prevailing in the market at the time of the advance.

The loan is secured by a legal charge over the Company's freehold property.

MAPLIN ELECTRONIC SUPPLIES LIMITED

NOTES TO THE MODIFIED ACCOUNTS (continued) for the Year Ended 30 June 1985

11. CALLED UP SHARE CAPITAL:

		1985	1984
		£	£
Authorised:			
Number:	Class:	Nominal Value:	
5000	Ordinary	£.	
		5000	5000
		=====	=====
Allotted, Issued and Fully paid			
5000 Ordinary Shares of £1 each		£5,000	£5,000
		=====	=====

12. PENSION COMMITMENTS:

The Company has a fully insured pension scheme for its present Directors and employees. Premiums paid to this scheme amounted to:

	1985	1984
Present Directors	26,492	15,380
Employees	1,945	1,849
	-----	-----
	£ 28,437	£ 17,229
	=====	=====

13. TRANSACTIONS WITH DIRECTORS:

The Company has made sales and purchases to and from a connected Company under normal trading terms and conditions, as follows:-

	1985	1984
Mapsoft Limited		
Sales	£ 472	£ 59,039
	=====	=====
Purchases	£ 8,000	£ 237,097
	=====	=====

At the balance sheet date the following amount was due from:

Mapsoft Limited	£ 65,078	£ 44,731
	=====	=====

MAPLIN ELECTRONIC SUPPLIES LIMITED

NOTES TO THE MODIFIED ACCOUNTS (continued)
for the Year Ended 30 June 1985

14.	PRIOR YEAR ADJUSTMENT: Deferred taxation on accelerated capital allowances now provided under the Finance Act, 1983	£ 32,102 =====
15.	OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS:	HIRE PURCHASE CONTRACTS
	Year Ending 30th June, 1986	12,093
	and after 30th June, 1986	5,931

		18,024
	Less: Finance Charges allocated to future periods	3,262

		£ 14,762
		=====
	HIRE PURCHASE CONTRACTS SHOWN AS:	
	Current Obligations	943
	Non current Obligations	4,819

		£ 14,762
		=====