



**F I N A N C I A L   S T A T E M E N T S**

**AUDIO OPTICS LTD**

**YEAR ENDED 31ST MARCH 1992**

**MERVYN E. SMITH & CO.  
294a High Street  
Sutton  
Surrey SM1 1PQ**

**AUDIO OPTICS LTD**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31ST MARCH 1992**

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**Company Number: 1438722**

**AUDIO OPTICS LTD**

**REPORT OF THE DIRECTORS**

**FOR THE YEAR ENDED 31ST MARCH 1992**

The Directors present their Report and the Financial Statements for the the Year ended 31st March 1992.

**PRINCIPAL ACTIVITIES AND BUSINESS REVIEW**

The principal activity of the company in the year under review was the importing and wholesaling of photographic, audio and electronic equipment.

There were no significant developments in the Company's business during the year and no major changes are planned for the coming year.

The profit for the year after taxation and the manner in which that profit has been dealt with is set out on page 3 of the Financial Statements. In the opinion of the Directors, the company was in a satisfactory position at the year end.

**DIVIDENDS**

The Directors recommend the payment of a dividend of £13,000.

**DIRECTORS AND THEIR INTERESTS IN THE COMPANY'S SHARES**

The Directors and their interests in the Company's shares at the beginning and end of the year were as follows

	At End Of Year	At Beginning Of Year
V. Rosewell	51	51
I Rosewell	49	49
	-----	-----
	100	100
	=====	=====

**FIXED ASSETS**

Acquisitions and disposals of fixed assets during the year are recorded in the notes to the accounts.

**CLOSE COMPANY PROVISIONS**

In the opinion of the Directors, the Company is a close company within the meaning of S414 Income and Corporation Taxes Act 1988 (as amended).

**AUDITORS**

A resolution to appoint Messrs Mervyn E Smith & Co. as auditors for the ensuing year will be proposed at the Annual General Meeting.

By order of the Board

*I. M. Rosewell*

Secretary

Date : . 16/13/92 . . .

**AUDIO OPTICS LTD**

**REPORT OF THE AUDITORS TO THE MEMBERS**

**FOR THE YEAR ENDED 31ST MARCH 1992**

We have audited the financial statements on pages 3 to 9 in accordance with approved Auditing Standards, having regard to the matters referred to in the following paragraphs.

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 major shareholders. 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 31st March 1992 and of its profit and source and application of funds for the year ended and comply with the Companies Act 1985.

MERVYN E. SMITH & CO.

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294a High Street  
Sutton  
Surrey SM1 1PQ

**AUDIO OPTICS LTD**  
**PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 31ST MARCH 1992**

		1992	1991
	Note	£	£
<b>TURNOVER</b>	2	1,887,588	572,862
Cost of Sales		1,501,650	402,920
<b>GROSS PROFIT</b>		385,938	169,942
Distribution Costs		5,065	17,680
Administration Expenses		282,156	166,279
<b>OPERATING PROFIT/(LOSS)</b>	3	108,847	(14,017 )
Other Income		3,233	3,371
<b>PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		112,080	(10,646)
Interest Payable	5	7,333	17,501
Taxation	6	17,897	(1,500)
<b>PROFIT/(LOSS) AFTER TAXATION</b>		86,850	(26,647)
Dividends	7	13,000	20,000
<b>PROFIT/(LOSS) FOR THE FINANCIAL YEAR</b>		73,850	(46,647)
<b>BALANCE BROUGHT FORWARD</b>		(4,489)	42,157
<b>BALANCE CARRIED FORWARD</b>		69,361	(4,490)

AUDIO OPTICS LTD  
BALANCE SHEET AS AT 31ST MARCH 1992

	Note	1992		1991	
		£	£	£	£
<b>FIXED ASSETS</b>					
Tangible Assets	8		29,113		32,355
<b>CURRENT ASSETS</b>					
Stocks	9	264,037		96,188	
Debtors & Prepayments	10	137,272		145,533	
Cash at Bank and in Hand		285,064		10,857	
		<u>686,373</u>		<u>252,578</u>	
<b>Less: CURRENT LIABILITIES</b>					
Creditors: amounts falling due within one year	11	507,594		226,234	
Bank Overdrafts	12	124,860		50,550	
		<u>632,454</u>		<u>276,784</u>	
<b>NET CURRENT LIABILITIES</b>			53,919		(24,206)
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>83,032</u>		<u>8,149</u>
Creditors: amounts falling due after one year	12	12,071		11,039	
Deferred Taxation	13	1,500		1,500	
<b>NET ASSETS/LIABILITIES</b>			<u>69,461</u>		<u>(4,390)</u>
<b>Financed by:</b>					
<b>SHARE CAPITAL</b>	14		100		100
<b>REVENUE RESERVES</b>					
Profit and Loss Account		69,361		(4,490)	
		<u>69,461</u>		<u>(4,390)</u>	

*V. Rosewell*  
V Rosewell  
*I. Rosewell*  
I Rosewell

AUDIO OPTICS LTD  
STATEMENT OF SOURCE AND APPLICATION OF FUNDS  
FOR THE YEAR ENDED 31ST MARCH 1992

	1992		1991	
Note	£	£	£	£
<b>SOURCE OF FUNDS</b>				
Profit/(Loss) before Taxation		104,747		(28,147)
Add items not involving the Movement of funds:				
Depreciation & Amortisation	7,735		8,636	
(Profit)/loss on Sale of Fixed Assets	4,013		(1,155)	
		<u>11,748</u>		<u>7,481</u>
<b>TOTAL GENERATED FROM OPERATIONS</b>		<b>116,495</b>		<b>(20,666)</b>
<b>FUNDS FROM OTHER SOURCES</b>				
Increase in Share Capital	-		98	
Proceeds from disposal of assets	3,000		2,280	
Increase in Loans	<u>1,032</u>		<u>4,781</u>	
		<u>4,032</u>		<u>7,159</u>
		<b>120,527</b>		<b>(13,507)</b>
<b>APPLICATION OF FUNDS</b>				
Dividends Paid	13,000		20,000	
Purchase of Fixed Assets	11,506		18,894	
Tax Paid	<u>2,447</u>		<u>3,646</u>	
		<u>26,953</u>		<u>42,540</u>
<b>RETAINED FUNDS/(OVERSPENT)</b>		<b>93,574</b>		<b>(56,047)</b>
Reflected by movements in working capital:				
Stocks		167,849		5,135
Debtors & Prepayments		(36,030)		25,359
Creditors & Accruals		(238,141)		(14,653)
		<u>(106,322)</u>		<u>15,841</u>
Movement in Net Liquid Funds:				
Cash at Bank and in Hand		<u>199,896</u>		<u>(71,888)</u>
		<u>93,574</u>		<u>(56,047)</u>

AUDIO OPTICS LTD

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 1992

1 ACCOUNTING POLICIES

a) Basis of accounting:

The accounts have been prepared under the historical cost convention as modified by the revaluation of certain assets.

b) Turnover

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

c) Tangible fixed assets

Depreciation is provided to write off each asset over its expected useful life at the following annual rates on reducing balance:

Fixtures and fittings	10%
Motor Vehicles	25%

No depreciation is provided on freehold property.

d) Stocks

Stock and work in progress is valued at the lower of cost and net realisable value, after allowing for obsolete and slow moving items.

e) Deferred Taxation

Provision is made at current rates for taxation deferred 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.

f) Foreign Currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated at the rate ruling on the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.



# AUDIO OPTICS LTD

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 1992

### 2 TURNOVER

The turnover and profit of £104,747 (1991 loss of (£28,147) ) before taxation is attributable to the principal activity of the company.

The analysis is as follows:

	1992 £	1991 £
United Kingdom	1,887,588	572,862
	<u>1,887,588</u>	<u>572,862</u>
	=====	=====

### 3 OPERATING PROFIT

Operating Profit or Loss is stated after charging:-

	1992 £	1991 £
Staff costs	34,898	37,690
Leasing costs	1,289	1,684
Auditors Remuneration	3,300	4,075
Depreciation & Amortisation	7,735	8,636
Loss/(Profit) on Sale of Fixed Assets	4,013	1,155
	<u>51,235</u>	<u>50,930</u>
	=====	=====

### 4 DIRECTORS AND EMPLOYEES

#### Staff Costs

Wages and Salaries	34,898	37,690
Directors' Remuneration including pensions	130,633	32,200
	<u>165,531</u>	<u>69,890</u>
	=====	=====

The average number of persons employed by the company including Directors was:-

6 6

### 5 INTEREST PAYABLE AND SIMILAR CHARGES

Interest and Charges:-

Loan Interest	4,819	13,896
Bank Interest	282	1,730
H.P. Interest	2,232	1,875
	<u>7,333</u>	<u>17,501</u>
	=====	=====

AUDIO OPTICS LTD

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 1992

	1992 £	1991 £
<b>6 TAXATION</b>		
The charge shown in the accounts included the following amounts due in respect of the corporation tax at arising on profits from ordinary activities:-		
Under/(over)provision prior years	-	1,500
Current Year	17,897	-
	-----	-----
	17,897	1,500
	=====	=====
<b>7 DIVIDENDS</b>		
The Directors have recommended the payment of a dividend of £13,000 (previous year £20,000).		
<b>8 FIXED TANGIBLE ASSETS</b>		
	Opening Balance	Closing Balance
	£	£
<b>COST OR VALUATION</b>		
Fixtures & Fittings	15,809	15,985
Motor Vehicles	42,367	46,948
	-----	-----
	58,176	62,933
	-----	-----
<b>DEPRECIATION &amp; AMORTISATION</b>		
Fixtures & Fittings	6,144	7,128
Motor Vehicles	19,677	17,092
	-----	-----
	25,821	24,220
	-----	-----
<b>NET BOOK VALUE</b>		
Fixtures & Fittings	9,665	8,857
Motor Vehicles	22,690	20,256
	-----	-----
	32,355	29,113
	-----	-----
<b>9 STOCKS</b>		
Goods	264,037	96,188
	-----	-----
	264,037	96,188
	-----	-----

# AUDIO OPTICS LTD

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 1992

	1992 £	1991 £
<b>10 DEBTORS</b>		
Trade debtors	82,557	138,609
Other debtors	53,712	5,946
Loans receivable	1,003	978
	-----	-----
	137,272	145,533
	-----	-----
<b>11 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</b>		
Trade creditors	419,957	92,068
Corporation tax	13,715	-
Other taxes	2,489	12,084
Other creditors	70,941	84,037
Sundry loans	-	38,045
Directors' loan account	590	-
	-----	-----
	507,692	226,234
	-----	-----
<b>12 BANK LOANS, OVERDRAFTS AND LONG TERM CREDITORS</b>		
The aggregate amount of bank loans, overdrafts and long term creditors was as follows:		
(a) Overdrafts falling due in one year	124,860	50,550
	-----	-----
	124,860	50,550
	-----	-----
(b) Long term creditors over one year		
HP Creditor more than one year	12,071	11,039
	-----	-----
	12,071	11,039
	-----	-----
<b>13 DEFERRED TAXATION</b>		
The amount provided and the total potential liability for deferred taxation were as follows:		
Short term timing differences	1,500	1,500
<b>14 CALLED UP SHARE CAPITAL</b>		
Authorised		
100 ORDINARY shares of £1.00 each	100	100
Allotted, called up and fully paid		
100 ORDINARY shares of £1.00 each	100	100