

CARNHILL TRANSFORMERS LIMITED

ABBREVIATED STATUTORY ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER, 1995

Company number: 1881904 (England and Wales)

Chapman, Robinson & Moore
Registered Auditors
Accountants
30 Bankside Court
Stationfields
Kidlington
Oxford
OX5 1JE



CARNHILL TRANSFORMERS LIMITED

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**REPORT OF THE AUDITORS TO THE DIRECTORS OF
CARNHILL TRANSFORMERS LIMITED**

We have examined the abbreviated accounts on pages 2 to 5 together with the full financial statements of Carnhill Transformers Limited for the year ending 31st December, 1995. The scope of our work for the purposes of this report was limited to confirming that the company is entitled to the exemptions claimed in the directors' statement on page 2 and that the abbreviated accounts have been properly prepared from the full financial statements.

In our opinion the company is entitled under Sections 246 and 247 of the Companies Act, 1985 to the exemption conferred by Section A of Part 3 of Schedule 8 to that Act in respect of the year ended 31st December, 1995 and the abbreviated accounts have been properly prepared from the full financial statements.

On 27th March, 1996 we reported as auditors of Carnhill Transformers Limited to the members on the financial statements required by Section 226 of the Companies Act 1985 and our audit report was as follows:

" We have audited the financial statements on pages 4 to 10 which have been prepared under the historical cost convention and the accounting policies on page 6 and 7.

Respective responsibilities of directors and auditors

As described on page 1 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.

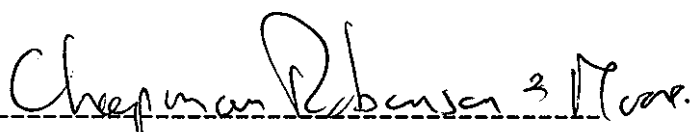
Basis of opinion

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 at the 31st December, 1995 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act, 1985. "



27th March, 1996

CHAPMAN, ROBINSON & MOORE

Registered auditors and accountants

30 Bankside Court, Stationfields, Kidlington, Oxford, OX5 1JE

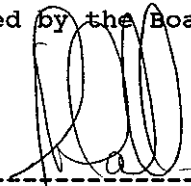
CARNHILL TRANSFORMERS LIMITED

BALANCE SHEET AS AT 31ST DECEMBER, 1995

	Notes	1995	1994
Fixed assets	2	204,708	138,387
Current assets			
Stock and work in progress		187,238	130,035
Debtors	3	520,275	419,009
Cash at bank and in hand		687	289
		-----	-----
		708,200	549,333
		-----	-----
Creditors: amounts falling due within one year	4	(478,069)	(336,909)
		-----	-----
Net current assets		230,131	212,424
		-----	-----
Total assets less current liabilities		434,839	350,811
		-----	-----
Creditors: amounts falling due after more than one year	4	(138,669)	(172,969)
		-----	-----
Provisions for liabilities and charges		(3,699)	(3,792)
		-----	-----
		£ 292,471	£ 174,050
		=====	=====
Capital and reserves			
Called up share capital	5	100	100
Profit and loss account		292,371	173,950
		-----	-----
Shareholders funds		£ 292,471	£ 174,050
		=====	=====

The directors have taken advantage, in preparing these abbreviated accounts, of the exemptions conferred by Schedule 8 of the Companies Act 1985 and have done so on the grounds that, in their opinion, the company is a small company.

Approved by the Board of Directors on 27th March, 1996 and signed on its behalf.



 J. Hall - Director

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

CARNHILL TRANSFORMERS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER, 1995

1. Accounting policies

1.1 Basis of preparation of accounts

The financial statements are prepared under the historical cost convention and incorporate the results of the principal activity which is described in the directors report and which is continuing.

The company has taken advantage of the exemption under FRS 1 from the requirement to prepare a cash flow statement on the grounds that it is a small company.

1.2 Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, net of Value Added Tax and trade discounts.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation.

Depreciation is provided at rates calculated to write off the cost *or valuation* of fixed assets, less their estimated residual value, over their expected lives on the following bases:

Office equipment	- 20% pa reducing balance
Motor vehicles	- 25% pa reducing balance
Leasehold property	- 4% pa straight line
Plant and equipment	- 20% pa reducing balance

1.4 Stocks and work in progress

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

1.5 Deferred taxation

Provision is made for taxation deferred as a result of material timing differences between incidence of income and expenditure for taxation and accounts purposes using the liability method, only to the extent that, in the opinion of the director, there is a reasonable probability that a liability or asset will crystallise in the near future.

1.6 Leasing and hire purchase

Assets obtained under hire purchase contracts are capitalised as tangible fixed assets and depreciated over their estimated useful lives.

1.7 Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the profit and loss account as incurred.

CARNHILL TRANSFORMERS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER, 1995

1.8 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 into sterling at the rate ruling on the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

1.9 Pensions

The company operates a defined contribution pension scheme and the scheme charge represents the amounts payable by the company to the fund in respect of the year.

2. Tangible assets

	Total
Cost	-----
As at 1st January, 1995	220,697
Additions	123,526
Disposals	(14,606)

As at 31st December, 1995	329,617

Depreciation	
As at 1st January, 1995	82,310
Eliminated on disposal	(3,652)
Charge for the year	46,251

As at 31st December, 1995	124,909

Net book value	
As at 31st December, 1995	£ 204,708
	=====
As at 31st December, 1994	£ 138,387
	=====

CARNHILL TRANSFORMERS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 1995

3. Debtors

All debtors are due within one one year.

4. Creditors

Of the creditors £ 199,442 is secured.

5. Called up share capital

	1995	1994
Authorised: 1000 ordinary shares of £1 each	1,000	1,000
	=====	=====
Issued: 100 ordinary shares of £1 each, fully paid	100	100
	=====	=====