

R W MUNRO LIMITED
ABBREVIATED FINANCIAL STATEMENTS
31 DECEMBER 1996

Registered number: 1898475

FILER KNAPPER
CHARTERED ACCOUNTANTS
CHRISTCHURCH
DORSET

**REGISTRAR
OF COMPANIES**



R W MUNRO LIMITED
ABBREVIATED FINANCIAL STATEMENTS
for the year ended 31 December 1996

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R W MUNRO LIMITED**AUDITORS' REPORT ON ABBREVIATED FINANCIAL STATEMENTS**

**Auditors' report to
R W Munro Limited
pursuant to paragraph 24 of Schedule 8
to the Companies Act 1985**

We have examined the abbreviated financial statements on pages 2 to 5 together with the financial statements of the company prepared under section 226 of the Companies Act 1985 for the year ended 31 December 1996.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements 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 2 and whether the abbreviated financial statements 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 financial statements 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 December 1996, and the abbreviated financial statements on pages 2 to 5 have been properly prepared in accordance with that Schedule.

Other information

On we reported, as auditors of the company, to the members on the financial statements prepared under section 226 of the Companies Act 1985 for the year ended 31 December 1996, and our audit report was as follows:

'We have audited the financial statements on pages 5 to 12 which have been prepared under the historical cost convention and the accounting policies set out on page 7.

Respective responsibilities of directors and auditors

As described on page 3, 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

R W MUNRO LIMITED**AUDITORS' REPORT ON ABBREVIATED FINANCIAL STATEMENTS**
(continued)

**Auditors' report to
R W Munro Limited
pursuant to paragraph 24 of Schedule 8
to the Companies Act 1985**

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 error or other irregularity. 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 December 1996 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.'

27 May 1997

Filer Knapper
Filer Knapper
Registered Auditors
Chartered Accountants

R W MUNRO LIMITED
ABBREVIATED BALANCE SHEET
at 31 December 1996

		1996		1995	
	Note	£	£	£	£
Fixed assets					
Tangible assets	2		34,755		38,055
Current assets					
Stocks		249,609		306,961	
Debtors		177,389		143,236	
Cash at bank and in hand		473,455		363,428	
		<u>900,453</u>		<u>813,625</u>	
Creditors: amounts falling due within one year		<u>(301,279)</u>		<u>(273,125)</u>	
Net current assets			599,174		540,500
Total assets less current liabilities			<u>633,929</u>		<u>578,555</u>
Capital and reserves					
Called up share capital	3	300,000		300,000	
Share premium account		20,100		20,100	
Profit and loss account		313,829		258,455	
Total shareholders' funds			<u>633,929</u>		<u>578,555</u>

The directors have taken advantage of the exemptions conferred by Section A of Part III of Schedule 8 to the Companies Act 1985 on the basis that the company qualifies as a small company. The abbreviated financial statements on pages 2 to 5 were approved by the board of directors on

X 27/5/97 X

X  X
D J Sawyer Esq
Director

R W MUNRO LIMITED**NOTES ON ABBREVIATED FINANCIAL STATEMENTS****31 December 1996****1 Accounting policies****Basis of accounting**

The financial statements have been prepared in accordance with applicable accounting standards and under the historical cost accounting rules.

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard No. 1 on the grounds that it is entitled to the exemptions available in Sections 246 to 247 of the Companies Act 1985 for small companies.

Turnover

Turnover represents the amount derived from the provision of goods and services falling within the company's activities after deduction of trade discounts and value added tax.

Depreciation

Depreciation of fixed assets is calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows:

Computers	20% straight line
Plant and machinery	15% on reducing balance
Motor vehicles	25% on reducing balance
Fixtures and fittings	15% on reducing balance

Leases and hire purchase contracts

Rentals paid under operating leases are charged to income as incurred.

Research and development

Expenditure on research and development incurred in the year other than on fixed assets is charged against profit.

Stocks and work in progress

Stocks are valued at the lower of cost and net realisable value. Cost is computed on a first in first out basis. The cost of work in progress and finished goods includes all production overheads and depreciation and the attributable proportion of indirect overheads based on the normal level of activity. Net realisable value is based on estimated selling price less the estimated cost of disposal.

Deferred taxation

Deferred taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

Foreign currencies

Transactions expressed in foreign currencies are translated into sterling and recorded at rates of exchange approximating to those ruling at the date of the transaction. Monetary assets and liabilities are translated at rates ruling at the balance sheet date. All differences are taken to the profit and loss account.

R W MUNRO LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31 December 1996

1 Accounting policies continued

Pensions

Defined contribution scheme

Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

2 Fixed assets

	Tangible fixed assets £
Cost	
1 January 1996	85,108
Additions	4,398
	<hr/>
31 December 1996	89,506
	<hr/>
Depreciation	
1 January 1996	47,053
Charge for year	7,698
	<hr/>
31 December 1996	54,751
	<hr/>
Net book amount	
31 December 1996	34,755
	<hr/> <hr/>
1 January 1996	38,055
	<hr/> <hr/>

3 Called up share capital

	1996		1995	
	Number of shares	£	Number of shares	£
Authorised				
Ordinary shares of £1 each	500,000	500,000	500,000	500,000
	<hr/>	<hr/>	<hr/>	<hr/>
Allotted called up and fully paid				
Ordinary shares of £1 each	300,000	300,000	300,000	300,000
	<hr/>	<hr/>	<hr/>	<hr/>

R W MUNRO LIMITED**NOTES ON ABBREVIATED FINANCIAL STATEMENTS****31 December 1996****4 Ultimate parent undertaking**

R W Munro Limited is a subsidiary of Finessa Engineering Services SA. a company incorporated in Switzerland.

5 Transactions involving directors

The company incurred during the year a liability of £10,000 to G M Simon Esq, director, for legal services, and a liability of £20,000 to Cabbondin Limited, a company under the control of D J Sawyer Esq for management services.

R W MUNRO LIMITED
ABBREVIATED BALANCE SHEET
at 31 December 1996

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	Note	£	£	£	£
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Capital and reserves					
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Share premium account		20,100		20,100	
Profit and loss account		313,829		258,455	
Total shareholders' funds			<u>633,929</u>		<u>578,555</u>

The directors have taken advantage of the exemptions conferred by Section A of Part III of Schedule 8 to the Companies Act 1985 on the basis that the company qualifies as a small company. The abbreviated financial statements on pages 2 to 5 were approved by the board of directors on

X 27/5/97 X

X  X
D J Sawyer Esq
Director

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	Note	£	£	£	£
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D J Sawyer Esq
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