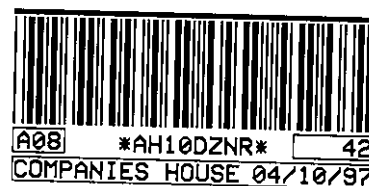


(2356906)

PARAMOUNT ELECTRONICS LIMITED

**ABBREVIATED
FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED
31 MARCH 1997**



PARAMOUNT ELECTRONICS LIMITED

**ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 1997**

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PARAMOUNT ELECTRONICS LIMITED

**COMPANY INFORMATION
AS AT 31 MARCH 1997**

DIRECTORS

E.A. Cameron
Mrs. P.M. Cameron
M.M. Qureshi (resigned 30.3.97)

SECRETARY

Mrs. P.M. Cameron

REGISTERED OFFICE

2 Griffin Industrial Mall
Griffin Lane
Aylesbury
Bucks HP19 3BP

REGISTERED NUMBER

02356906

BUSINESS ADDRESS

2 Griffin Industrial Mall
Griffin Lane
Aylesbury
Bucks HP19 3BP

AUDITORS

Hillier Hopkins
Chartered Accountants
2a Alton House Office Park
Gatehouse Way
Aylesbury
Bucks HP19 3XU

PARAMOUNT ELECTRONICS LIMITED

AUDITORS' REPORT

PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated financial statements on pages 3 to 5 together with the full financial statements of Paramount Electronics Limited prepared under section 226 and section 246(1A) of the Companies Act 1985 for the year ended 31 March 1997.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND AUDITORS

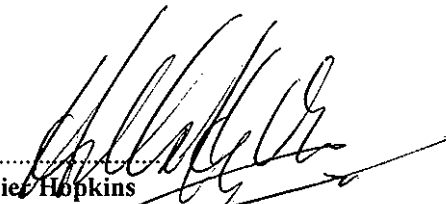
The directors are responsible for preparing the abbreviated financial statements in accordance with Schedule 8A to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to deliver financial statements prepared in accordance with section 246(5) and (6) of the Companies Act 1985 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 deliver financial statements prepared in accordance with section 246(5) and (6) of the Companies Act 1985 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 to deliver financial statements prepared in accordance with section 246(5) and (6) of the Companies Act 1985 and the abbreviated financial statements on pages 3 to 5 have been properly prepared in accordance with Schedule 8A.



.....
Hillier Hopkins
Chartered Accountants
& Registered Auditor
2a Alton House Office Park
Gatehouse Way
Aylesbury
Bucks HP19 3XU

1st October 1997

PARAMOUNT ELECTRONICS LIMITED**ABBREVIATED BALANCE SHEET
AT 31 MARCH 1997**

	Notes	1997	1996
		£	£
FIXED ASSETS	2		
Tangible assets		45,285	33,575
CURRENT ASSETS			
Stocks		42,302	35,500
Debtors		98,310	93,965
Cash at bank and in hand		159,356	183,528
		<u>299,968</u>	<u>312,993</u>
CREDITORS: amounts falling due within one year		(262,856)	(263,478)
NET CURRENT ASSETS		<u>37,112</u>	<u>49,515</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>82,397</u>	<u>83,090</u>
CAPITAL & RESERVES			
Called up share capital	3	69,065	69,065
Profit and loss account		13,332	14,025
TOTAL SHAREHOLDERS' FUNDS		<u>82,397</u>	<u>83,090</u>

The directors have taken advantage of special exemptions conferred by Part III of Schedule 8 to the Companies Act 1985 applicable to small companies in the preparation of the accounts and have done so on the grounds that, in their opinion, the company is entitled to those exemptions as a small company.

The directors have taken advantage of the exemptions conferred by Part I of Schedule 8 to the Companies Act 1985 and have done so on the grounds that, in their opinion, the company is entitled to those exemptions as a small company.

The financial statements were approved by the board of directors on *16th September 1997* and signed on its behalf by:



E.A. Cameron
Director

PARAMOUNT ELECTRONICS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 1997

1. STATEMENT OF ACCOUNTING POLICIES

All items are stated in the Financial Statements under the Historical Cost Accounting Rules.

Cash flow

The accounts do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1 "Cash flow statements".

Turnover

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

Depreciation of tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its useful life:

Leased assets	Over the term of the lease
Plant and machinery	20% on reducing balance
Motor vehicles	25% on reducing balance

Stocks

Stocks are stated at the lower of cost and net realisable value. Cost represents only the purchase price of components and materials. Net realisable value is based on estimated selling price less any further costs of disposal.

Deferred taxation

Deferred taxation is provided using the liability method in respect of the taxation effect of all timing differences to the extent that it is probable that liabilities will crystallise in the foreseeable future.

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 of exchange ruling at the date of the transaction. Exchange differences are taken into the profit and loss account for the year.

Operating lease commitments

Rentals on operating leases are charged to the profit and loss account on a straight line basis over the term of the lease.

Pension costs

The amount charged to the profit and loss account for defined contribution schemes is the contributions payable for the period.

PARAMOUNT ELECTRONICS LIMITED

**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 1997**

2. FIXED ASSETS

	Tangible assets £
Cost:	
At 1 April 1996	82,200
Additions	27,557
At 31 March 1997	<u>109,757</u>
Depreciation:	
At 1 April 1996	48,625
Charge for year	15,847
At 31 March 1997	<u>64,472</u>
Net book value:	
At 31 March 1997	<u>45,285</u>
At 31 March 1996	<u>33,575</u>

3. SHARE CAPITAL

	1997 £	1996 £
Authorised:		
Equity interests:		
100,000 Ordinary shares of £1 each	<u>100,000</u>	<u>100,000</u>
Allotted, called up and fully paid:		
Equity interests:		
69,065 Ordinary shares of £1 each	<u>69,065</u>	<u>69,065</u>

4. RELATED PARTY DISCLOSURES

Controlling Party

The company was controlled throughout the current and previous period by Mr.E.A. Cameron by virtue of his holding of 98.5% of the issued ordinary shares of the company.