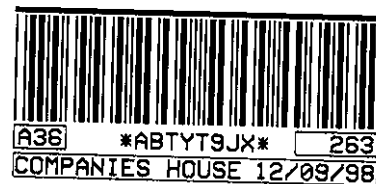


Abbreviated Financial Statements for the Year Ended 31 March 1998

for

Industrial Textiles and Plastics Limited



Industrial Textiles and Plastics Limited

Index to the Abbreviated Financial Statements
for the Year Ended 31 March 1998

| | Page |
|---|------|
| Company Information | 1 |
| Report of the Auditors on the Abbreviated Financial Statements | 2 |
| Abbreviated Balance Sheet | 3 |
| Notes to the Abbreviated Financial Statements | 4 |

Industrial Textiles and Plastics Limited

Company Information
for the Year Ended 31 March 1998

DIRECTORS: R K A Menage
Mrs A K Menage

SECRETARY: Alison K Menage

REGISTERED OFFICE: PO Box 55
Eva Lett House
1 South Crescent
RIPON
North Yorkshire
HG4 1XW

REGISTERED NUMBER: 2382352

AUDITORS: Lishman Sidwell Campbell & Price
Registered Auditors
Eva Lett House
1 South Crescent
Ripon
HG4 1XW

Industrial Textiles and Plastics Limited

Report of the Auditors to
Industrial Textiles and Plastics Limited
Under Section 247B of the Companies Act 1985

We have examined the abbreviated financial statements on pages three to six, together with the full financial statements of the company for the year ended 31 March 1998 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

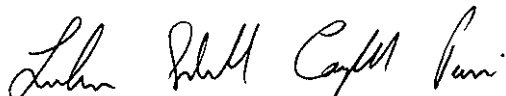
The directors are responsible for preparing the abbreviated financial statements in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the financial statements to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of opinion

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements to be delivered are properly prepared. The scope of our work for the purpose of this report did 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 abbreviated financial statements prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements on pages three to six are properly prepared in accordance with those provisions.



Lishman Sidwell Campbell & Price
Registered Auditors
Eva Lett House
1 South Crescent
Ripon
HG4 1XW

Dated: 8/9/98

Industrial Textiles and Plastics Limited

Abbreviated Balance Sheet
31 March 1998

| | | 1998 | | 1997 | |
|--|-------|----------------|-----------------|----------------|-----------------|
| | Notes | £ | £ | £ | £ |
| FIXED ASSETS: | | | | | |
| Intangible assets | 2 | | - | | 31,609 |
| Tangible assets | 3 | | 155,105 | | 122,440 |
| | | | <u>155,105</u> | | <u>154,049</u> |
| CURRENT ASSETS: | | | | | |
| Stocks | | 150,125 | | 179,091 | |
| Debtors | 4 | 475,400 | | 343,080 | |
| Cash in hand | | 675 | | 154 | |
| | | <u>626,200</u> | | <u>522,325</u> | |
| CREDITORS: Amounts falling due within one year | 5 | 653,839 | | 545,505 | |
| | | <u>653,839</u> | | <u>545,505</u> | |
| NET CURRENT LIABILITIES: | | | (27,639) | | (23,180) |
| TOTAL ASSETS LESS CURRENT LIABILITIES: | | | 127,466 | | 130,869 |
| CREDITORS: Amounts falling due after more than one year | 5 | | 25,270 | | 11,564 |
| | | | <u>£102,196</u> | | <u>£119,305</u> |
| CAPITAL AND RESERVES: | | | | | |
| Called up share capital | 6 | | 20,000 | | 20,000 |
| Profit and loss account | | | 82,196 | | 99,305 |
| | | | <u>£102,196</u> | | <u>£119,305</u> |
| Shareholders' funds | | | <u>£102,196</u> | | <u>£119,305</u> |

These abbreviated financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

ON BEHALF OF THE BOARD:

.....
- DIRECTOR

Approved by the Board on 8/9/98

The notes form part of these financial statements

Industrial Textiles and Plastics Limited

Notes to the Abbreviated Financial Statements for the Year Ended 31 March 1998

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention.

Financial Reporting Standard Number 1

Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

Turnover

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

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

| | |
|-----------------------|---------------------------|
| Tenants Improvements- | 10% on cost |
| Plant & Machinery | - 15% on reducing balance |
| Fixtures & Fittings | - 15% on reducing balance |
| Motor vehicles | - 25% on reducing balance |

Stocks

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

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.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

Research & Development

Expenditure on the development of the Miledger vehicle data recording system has been written off as cost of sales following the sale of the Mark I version of the product developed by the Company along with the sale of the remaining stock of Mark I units. These sales are included in turnover.

Industrial Textiles and Plastics Limited

Notes to the Abbreviated Financial Statements
for the Year Ended 31 March 1998

2. INTANGIBLE FIXED ASSETS

| | Total |
|-------------------------|----------|
| | £ |
| COST: | |
| At 1 April 1997 | 33,468 |
| Additions | 101 |
| Disposals | (33,569) |
| | <hr/> |
| At 31 March 1998 | - |
| | <hr/> |
| AMORTISATION: | |
| At 1 April 1997 | 1,859 |
| Charge for year | 31,710 |
| Eliminated on disposals | (33,569) |
| | <hr/> |
| At 31 March 1998 | - |
| | <hr/> |
| NET BOOK VALUE: | |
| At 31 March 1998 | - |
| | <hr/> |
| At 31 March 1997 | 31,609 |
| | <hr/> |

3. TANGIBLE FIXED ASSETS

| | Total |
|-------------------------|----------|
| | £ |
| COST: | |
| At 1 April 1997 | 206,754 |
| Additions | 77,731 |
| Disposals | (27,960) |
| | <hr/> |
| At 31 March 1998 | 256,525 |
| | <hr/> |
| DEPRECIATION: | |
| At 1 April 1997 | 84,314 |
| Charge for year | 35,801 |
| Eliminated on disposals | (18,695) |
| | <hr/> |
| At 31 March 1998 | 101,420 |
| | <hr/> |
| NET BOOK VALUE: | |
| At 31 March 1998 | 155,105 |
| | <hr/> |
| At 31 March 1997 | 122,440 |
| | <hr/> |

4. DEBTORS FALLING DUE AFTER MORE THAN ONE YEAR

| | 1998 | 1997 |
|-----------------|-------|--------|
| | £ | £ |
| ACT Recoverable | - | 14,000 |
| | <hr/> | <hr/> |

Industrial Textiles and Plastics Limited

Notes to the Abbreviated Financial Statements
for the Year Ended 31 March 1998

5. CREDITORS

The following secured debts are included within creditors:

| | 1998 | 1997 |
|-----------------|--------|--------|
| | £ | £ |
| Bank overdrafts | 25,753 | 30,967 |
| Bank loans | - | 3,839 |
| | <hr/> | <hr/> |
| | 25,753 | 34,806 |
| | <hr/> | <hr/> |

6. CALLED UP SHARE CAPITAL

Authorised:

| Number: | Class: | Nominal value: | 1998 | 1997 |
|---------|----------|-------------------|---------|---------|
| | | | £ | £ |
| 100,000 | Ordinary | £1 | 100,000 | 100,000 |
| | | | <hr/> | <hr/> |

Allotted, issued and fully paid:

| Number: | Class: | Nominal value: | 1998 | 1997 |
|---------|----------|-------------------|--------|--------|
| | | | £ | £ |
| 20,000 | Ordinary | £1 | 20,000 | 20,000 |
| | | | <hr/> | <hr/> |

7. TRANSACTIONS WITH DIRECTORS

The Company rents the office and storage from the Directors, which is let at the rate of £6,600 per annum (1997: £6,600).

Opening debtors included £8,858 in respect of overdrawn Directors Loans. This was repaid when the opening proposed dividend was paid on 1st July 1997.