

HIGHWAY ELECTRONICS LIMITED  
ABBREVIATED STATUTORY ACCOUNTS  
FOR THE PERIOD ENDED 30TH SEPTEMBER 1997

Company Number: 2529214 (Registered in England)



# HIGHWAY ELECTRONICS LIMITED

## ABBREVIATED BALANCE SHEET AS AT 31ST AUGUST 1997

	<u>Notes</u>	<u>£</u>	<u>1997</u> <u>£</u>	<u>£</u>	<u>1996</u> <u>£</u>
<u>FIXED ASSETS</u>					
Tangible	(2)		34,354		24,169
<u>CURRENT ASSETS</u>					
Stocks		3,711		4,370	
Debtors		78,321		54,967	
Cash at bank and in hand		276		-	
		<u>82,308</u>		<u>59,337</u>	
<u>CREDITORS</u>					
Amounts falling due within one year	(3)	<u>86,073</u>		<u>63,294</u>	
<u>NET CURRENT (LIABILITIES)</u>			<u>(3,765)</u>		<u>(3,957)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			30,589		20,212
<u>CREDITORS</u>					
Amounts falling due after more than one year	(3)		(24,812)		(14,645)
<u>PROVISIONS FOR LIABILITIES AND CHARGES</u>					
Deferred Taxation			-		(698)
			<u>£ 5,777</u>		<u>£ 4,869</u>
<u>CAPITAL AND RESERVES</u>					
Called up share capital	(4)		2		2
Profit and Loss Account			5,775		4,867
SHAREHOLDERS' FUNDS			<u>£ 5,777</u>		<u>£ 4,869</u>

### Statement by the Directors

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 249A (2) of the Companies Act 1985. No shareholders holding 10% or more in aggregate of the issued share capital have issued a notice requiring an audit. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985 and for preparing accounts which give a true and fair view of the state of affairs of the company as at 30th September 1997 and of its profit for the period then ended in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to the accounts so far as applicable to the company.

(continued...)

HIGHWAY ELECTRONICS LIMITED

ABBREVIATED BALANCE SHEET AS AT 31ST AUGUST 1997 (Continued)

The accounts, which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies were approved by the board on 21st September 1998 and signed on its behalf.



.....  
R.J. BUTLER - Director

The notes on pages 3 and 4 form part of these accounts.

# HIGHWAY ELECTRONICS LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS FOR THE PERIOD ENDED 30TH SEPTEMBER 1997

### 1. ACCOUNTING POLICIES

(a) Basis of preparation of accounts

The accounts are prepared under the historical cost convention.

(b) Depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Leasehold improvements	- over 5 years
Plant and equipment	- over 4 to 5 years
Fixtures and fittings	- over 5 to 10 years
Motor vehicles	- over 5 years

(c) 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.

(d) Leasing and Hire Purchase

Assets obtained under finance leases and hire purchase contracts are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the Profit and Loss Account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

(e) Pensions

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

(f) Support Contracts

The company operates annual support contracts for certain software products and the income from the contracts is taken to the Profit and Loss Account when invoiced and it is not spread over the life of the contract.

HIGHWAY ELECTRONICS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS  
FOR THE PERIOD ENDED 30TH SEPTEMBER 1997- continued

1. ACCOUNTING POLICIES - continued

(g) Deferred Taxation

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

2. FIXED ASSETS

	<u>Tangible</u> <u>Fixed</u> <u>Assets</u> <u>£</u>
<u>COST</u>	
At 1st September 1996	47,296
Additions	28,162
Disposals	(4,633)
At 30th September 1997	<u>70,825</u>
<u>DEPRECIATION</u>	
At 1st September 1996	23,129
Charge for the period	16,182
Disposals	(2,840)
At 30th September 1997	<u>36,471</u>
<u>NET BOOK VALUE</u>	
At 30th September 1997	<u>£ 34,354</u>
At 31st August 1996	<u>£ 24,169</u>

3. CREDITORS

Creditors include the following:

	<u>30 Sept</u> <u>1997</u> <u>£</u>	<u>31 Aug</u> <u>1996</u> <u>£</u>
Secured creditors	<u>£ 43,845</u>	<u>£ 18,539</u>

HIGHWAY ELECTRONICS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS  
FOR THE PERIOD ENDED 30TH SEPTEMBER 1997- continued

4. SHARE CAPITAL

	30 Sept <u>1997</u>	31 Aug <u>1996</u>
Authorised Ordinary shares of £1 each	£ 1,000	£ 1,000
Allotted, called up and fully paid Ordinary shares of £1 each	£ 2	£ 2