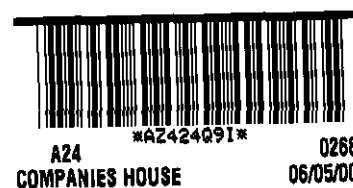


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Company Registration No. 2572576 (England and Wales)

PRO-ALIGN LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 SEPTEMBER 1999



PRO-ALIGN LIMITED

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PRO-ALIGN LIMITED

AUDITORS' REPORT TO PRO-ALIGN LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 2 to 5, together with the financial statements of the company for the year ended 30 September 1999 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts 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 accounts prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the accounts 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 considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts 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 financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 5 are properly prepared in accordance with those provisions.

Smith Dove

Smith Dove

27 April 2000

Chartered Accountants
Registered Auditor

Glenroyd House
96-98 St James Road
Northampton

PRO-ALIGN LIMITED

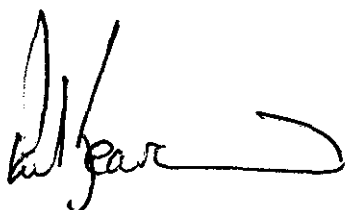
ABBREVIATED BALANCE SHEET AS AT 30 SEPTEMBER 1999

	Notes	1999 £	£	1998 £	£
Fixed assets					
Tangible assets	2		246,304		223,930
Current assets					
Stocks		143,907		192,449	
Debtors		168,278		203,037	
Cash at bank and in hand		5,996		12,527	
		<u>318,181</u>		<u>408,013</u>	
Creditors: amounts falling due within one year	3	<u>(318,818)</u>		<u>(426,980)</u>	
Net current liabilities			<u>(637)</u>		<u>(18,967)</u>
Total assets less current liabilities			245,667		204,963
Creditors: amounts falling due after more than one year	3		<u>(45,918)</u>		<u>(50,842)</u>
			<u>199,749</u>		<u>154,121</u>
Capital and reserves					
Called up share capital	4		150		150
Profit and loss account			199,599		153,971
Shareholders' funds			<u>199,749</u>		<u>154,121</u>

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

The financial statements were approved by the board on 25 April 2000

P Beaurain
Director



PRO-ALIGN LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 SEPTEMBER 1999

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land and buildings are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Plant and machinery	25%	- reducing balance basis
Fixtures, fittings & equipment	25% and 40%	- reducing balance basis
Motor vehicles	25%	- reducing balance basis

Freehold property is not depreciated as the anticipated residual value, is expected to exceed cost and therefore any depreciation would not be material.

1.4 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. 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.

1.5 Stock

Stock is valued at the lower of cost and net realisable value.

1.6 Deferred taxation

Deferred taxation is provided at appropriate rates on all timing differences 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 foreseeable future.

1.7 Foreign currency translation

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

PRO-ALIGN LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 SEPTEMBER 1999

2 Fixed assets

	Tangible assets £
Cost	
At 1 October 1998	311,595
Additions	93,055
Disposals	(51,558)
	<u>353,092</u>
At 30 September 1999	
Depreciation	
At 1 October 1998	87,665
On disposals	(31,107)
Charge for the year	50,230
	<u>106,788</u>
At 30 September 1999	
Net book value	
At 30 September 1999	<u>246,304</u>
At 30 September 1998	<u>223,930</u>

3 Creditors

	1999 £	1998 £
Analysis of loans repayable in more than five years		
Not wholly repayable within five years by instalments	<u>36,099</u>	<u>52,688</u>

The aggregate amount of creditors for which security has been given amounted to £121,132 (1998 - £95,145).

4 Share capital

	1999 £	1998 £
Authorised		
100,000 Ordinary shares of £ 1 each	<u>100,000</u>	<u>100,000</u>
Allotted, called up and fully paid		
150 Ordinary shares of £ 1 each	<u>150</u>	<u>150</u>

PRO-ALIGN LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 SEPTEMBER 1999

5 Transactions with directors

During the accounting period the company leased business premises from the directors to the sum of £11,667 (1998: £12,000).

The company also purchased a motor car from P Beaurain, a director, for £20,000.

The above transactions were conducted on an arms length basis and on normal commercial terms.