

MIDAS MEASURING SYSTEMS LTD**REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31ST MARCH 1997**

The Directors present herewith the financial statements for the year ended 31st March 1997.

Auditors

Turnover was again below the statutory limit for audit, and auditors were not appointed.

Trading Results and Dividends

The trading results are set out in the Profit and Loss account appended. The Directors are satisfied as to the state of the company's affairs. No dividend is recommended.

The principal activity of the Company is the supply of instruments and other items to the printing industry, worldwide.

Directors and Directors share holdings

There were two Directors during the year.

	<u>31.3.97</u>	<u>31.3.96</u>
M J B Fairhead	500 shares of £1 each	500 shares of £1 each
E M Fairhead	400 shares of £1 each	400 shares of £1 each

Fixed assets

A FAX machine was added to the capital register during the year.

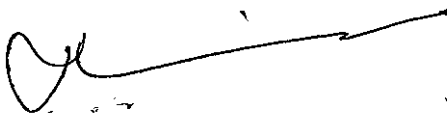
Pension scheme

The Company invested £10,000 into a pension scheme, set up in March 1997.

Status

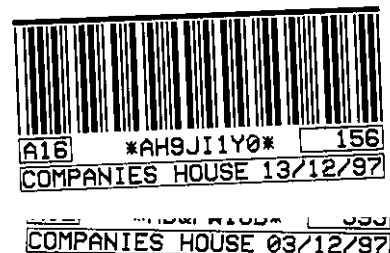
The company is a close company under the provisions of the Taxes Acts.

By order of the Board



Dr. Michael J.B. Fairhead
Director
4th April 1997

Elizabeth U. Fairhead
11/12/97.



MIDAS MEASURING SYSTEMS LTD

PROFIT AND LOSS ACCOUNT

		1996/1997	1995/1996
SALES MADE		40890.46	52571.94
COST OF SALES	19.30	1272.63	
GROSS PROFIT		40871.16	51299.31
Stationery	1099.59	1803.90	
Travel	4428.42	15948.23	
Bank Charges	79.37	52.77	
Bank interest	-179.19		
Gifts	11.99	79.26	
Office Expenses	396.31	557.85	
Statutory Costs	15.00	18.00	
General Expenses	1574.90	1436.77	
Salaries/employment costs	18731.96	21996.48	
Depreciation	621.26	521.26	
Pension payments	10000.00	36779.61	42414.52
PROFIT BEFORE TAX		4091.55	8884.79
Loss brought forward			-989.42
Corporation Tax @ fixed %	981.97	1973.84	
Add capital tax adjustment	243.26		
Total corporation tax		1225.23	
PROFIT AFTER TAX		2866.32	5921.53
RESERVES BROUGHT FORWARD		9060.49	3138.96
RESERVES CARRIED FORWARD		11926.81	9060.49

BALANCE SHEET

FIXED ASSETS	1342.50	1563.75
CURRENT ASSETS		
Cash at bank	7433.82	4223.46
Stocks	2979.51	2979.51
Debtors	1075.98	1198.77
	11489.31	8401.74
CREDITORS DUE UNDER 1 YEAR	0.00	0.00
NET CURRENT ASSETS	12831.81	9965.49
CREDITORS OVER 1 YEAR		
NET ASSETS	12831.81	9965.49
CAPITAL AND RESERVES		
Called up share capital	905.00	905.00
Profit & Loss Account	11926.81	9060.49
	12831.81	9965.49

Elizabeth U Finhead
11/12/97

The directors have:

- (a) taken advantage of the Companies Act 1985 in not having these accounts audited
- (b) the section numbers have been incorrectly quoted. Section 249A(1) refers to "total exemption". 249A(2) refers to "partial exemption" Please amend.
- (c) have confirmed that no notice has been deposited under s249B(2) of the Companies Act 1985.
- (d) acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with s221 of the Companies Act 1985.
- (e) acknowledged their responsibilities for preparing account which give a true and fair view of the company and of its profit/loss (which ever is applicable) for the year then ended in accordance with the requirements of s226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to this company.

Elizabeth U Fureed
11/12/87