

K-TECH CERAMIC COATINGS LIMITED
ABBREVIATED FINANCIAL STATEMENTS
31ST DECEMBER 1998

Registered number: 2677293

MOSS & WILLIAMSON
CHARTERED ACCOUNTANTS
Cheadle



K-TECH CERAMIC COATINGS LIMITED
ABBREVIATED FINANCIAL STATEMENTS
for the year ended 31st December 1998

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K-TECH CERAMIC COATINGS LIMITED**Auditors' report to
K Tech Ceramic Coatings Limited
under section 247B of the Companies Act 1985**

We have examined the abbreviated financial statements set out on pages 2 - 4, together with the financial statements of the company for the year ended 31st December 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 considered 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 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 abbreviated financial statements prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements on pages 2 - 4 are properly prepared in accordance with those provisions.



Moss & Williamson
Chartered Accountants and
Registered Auditors
3 Mellor Road
Cheadle Hulme
Cheadle
Cheshire

18 March 1999

K-TECH CERAMIC COATINGS LIMITED

ABBREVIATED BALANCE SHEET

at 31st December 1998

| | Note | 1998 £ | 1997 £ |
|---|------|-----------------------|-----------------------|
| Fixed assets | | | |
| Tangible assets | 2 | 47,822 | 51,346 |
| Investments | 2 | 128,143 | - |
| | | <u>175,965</u> | <u>51,346</u> |
| Current assets | | | |
| Debtors | | 164,523 | 139,749 |
| Cash at bank and in hand | | <u>174,440</u> | <u>115,346</u> |
| | | 338,963 | 255,095 |
| Creditors: amounts falling due within one year | | <u>(124,360)</u> | <u>(78,052)</u> |
| Net current assets | | <u>214,603</u> | <u>177,043</u> |
| Total assets less current liabilities | | <u><u>390,568</u></u> | <u><u>228,389</u></u> |
| Capital and reserves | | | |
| Called up share capital | 4 | 75 | 75 |
| Other reserves | | 70,040 | 70,040 |
| Profit and loss account | | <u>320,453</u> | <u>158,274</u> |
| Total shareholders' funds | | <u><u>390,568</u></u> | <u><u>228,389</u></u> |

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

The abbreviated financial statements on pages 2 - 4 were approved by the board of directors on 18 March 1999 and signed on its behalf by:



David N Collis
Director

K-TECH CERAMIC COATINGS LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31st December 1998

1 Accounting policies**Basis of accounting**

The financial statements have been prepared under the historical cost accounting rules.

The company has taken advantage of the exemption from preparing a cash flow statement as conferred by Financial Reporting Standard No. 1 (Revised 1996) on the grounds that it qualifies as a small company under the Companies Act 1985.

Turnover

Turnover represents the amount derived from the provision of goods and services falling within the company's activities after deduction of trade discounts and value added tax.

Depreciation

Depreciation of fixed assets is calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows:

| | |
|-------------------------|-------------|
| Machinery and equipment | 20% on cost |
| Motor vehicles | 25% on cost |
| Furniture and fittings | 20% on cost |

2 Fixed assets

| Cost | Tangible fixed assets £ | Fixed asset investments £ | Total £ |
|------------------------|-------------------------------|---------------------------------|------------|
| 1st January 1998 | 115,482 | - | 115,482 |
| Additions | 25,697 | 150,000 | 175,697 |
| Disposals | (19,233) | - | (19,233) |
| 31st December 1998 | 121,946 | 150,000 | 271,946 |
| Depreciation | | | |
| 1st January 1998 | 64,136 | - | 64,136 |
| Charge for the year | 17,274 | 21,857 | 39,131 |
| Disposals | (7,286) | - | (7,286) |
| 31st December 1998 | 74,124 | 21,857 | 95,981 |
| Net book amount | | | |
| 31st December 1998 | 47,822 | 128,143 | 175,965 |
| 1st January 1998 | 51,346 | - | 51,346 |

K-TECH CERAMIC COATINGS LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31st December 1998

3 Creditors:

| | 1998 £ | 1997 £ |
|---------------------------------|-----------|-----------|
| Secured creditors | | |
| Small company secured creditors | - | 5,585 |

4 Called up share capital

| | 1998 | | 1997 | |
|--------------------------------------|---------------------|--------|---------------------|--------|
| | Number of shares | £ | Number of shares | £ |
| Authorised | | | | |
| Ordinary shares of £0.10 eac | 1,000 | 100 | 1,000 | 100 |
| Non-equity shares | | | | |
| 8% Redeemable preference sha | 140 | 70,000 | 140 | 70,000 |
| | | 70,100 | | 70,100 |
| Allotted called up and fully paid | | | | |
| Ordinary shares of £0.10 eac | 750 | 75 | 750 | 75 |