

DANFOOD TECHNOLOGY LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31ST DECEMBER 1999

Faulkner House
Victoria Street
St Albans
Herts AL1 3SE



RAYNER ESSEX
CHARTERED ACCOUNTANTS

AUDITORS' REPORT TO DANFOOD TECHNOLOGY 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 accounts of Danfood Technology Limited for the year ended 31st December 1999 prepared under section 226 of the Companies Act 1985.

Respective Responsibilities of Directors and Auditors

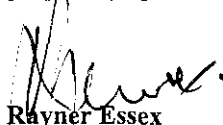
The directors are responsible for preparing the abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (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 procedures we considered necessary to confirm, by reference to the accounts, 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 accounts.

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.



Rayner Essex

Chartered Accountants and Registered Auditors

**Faulkner House
Victoria Street
St. Albans
Hertfordshire
AL1 3SE**

Date: 20 March 2000

DANFOOD TECHNOLOGY LIMITED


ABBREVIATED BALANCE SHEET

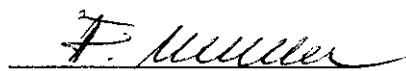
AS AT 31ST DECEMBER 1999

	Notes	1999	1998
		£	£
Fixed Assets	2		
Tangible fixed assets		48,667	63,828
Fixed asset investments		10,200	-
		<u>58,867</u>	<u>63,828</u>
Current Assets			
Stocks		169,495	128,765
Debtors		390,409	284,391
Cash at bank and in hand		127,003	165,108
		<u>686,907</u>	<u>578,264</u>
Creditors: Amounts Falling Due Within One Year		<u>(302,417)</u>	<u>(211,252)</u>
Net Current Assets		<u>384,490</u>	<u>367,012</u>
Total Assets Less Current Liabilities		<u>443,357</u>	<u>430,840</u>
Creditors: Amounts Falling Due After More Than One Year		<u>(1,671)</u>	<u>(7,790)</u>
		<u>441,686</u>	<u>423,050</u>
Capital and Reserves			
Share capital	3	70,000	70,000
Profit and loss account		371,686	353,050
Shareholders' Funds		<u>441,686</u>	<u>423,050</u>

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

These accounts were approved by the board on 18 March 2000 and signed on its behalf.


G Norris
Director


F Müller
Director

The notes on pages 3 to 5 form part of these accounts.

DANFOOD TECHNOLOGY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER 1999

1 Accounting Policies

Basis of Accounting

The Accounts have been prepared under the historical cost convention.

Turnover

Turnover is the total amount receivable by the company for goods supplied and services provided, excluding VAT and trade discounts.

Depreciation

Depreciation is calculated to write down the cost or valuation less estimated residual value of all tangible fixed assets other than freehold land systematically over their expected useful lives. The rates and periods generally applicable are:

Computer equipment	25% straight line
Motor vehicles	25% reducing balance
Office and warehouse equipment	25% reducing balance
Leasehold improvements	Over the term of the lease

Cash flow statement

The company has taken advantage of the exemptions in Financial Reporting Standard No. 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

Investments

Investments are included at cost less amounts written off. Profits or losses arising from disposals of fixed asset investments are treated as part of the result from ordinary activities.

Stocks

Stocks are stated at the lower of cost and net realisable value.

Deferred Taxation

Deferred tax is provided for under the liability method using the tax rates estimated to arise when the timing differences reverse and is accounted for to the extent that it is probable that a liability or asset will crystallise. Unprovided deferred tax is disclosed as a contingent liability.

Debit balances arising in respect of advance corporation tax on dividends payable or proposed are carried forward to the extent that they are expected to be recoverable.

DANFOOD TECHNOLOGY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER 1999

Foreign Currencies

Transactions in foreign currencies are translated at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities in foreign currencies are translated at the rates of exchange ruling at the balance sheet date. Where exchange differences result from the translation of foreign currency borrowings raised to acquire foreign assets they are taken to reserves and offset against the differences arising from the translation of those assets. All other exchange differences are dealt with through the profit and loss account.

Contribution to Pension Funds

The company operates a defined contribution pension scheme for the benefit of the directors and employees and also contributes to certain director's personal pension plans. The assets of the scheme are administered by trustees in funds independent from those of the company. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

Leased Assets

Assets held under finance leases and hire purchase contracts are capitalised in the Balance Sheet and depreciated over their expected useful lives. The interest element of leasing payments represents a constant proportion of the capital balance outstanding and is charged to the Profit and Loss Account over the period of the lease.

All other leases are regarded as operating leases and the payments made under them are charged to the Profit and Loss Account on a straight line basis over the lease term.

2 Fixed Assets

	Tangible Fixed Assets £	Fixed Asset Investments £
Cost		
At 1st January 1999	108,211	-
Additions	3,980	10,200
At 31st December 1999	112,191	10,200
Depreciation and Amortisation		
At 1st January 1999	44,384	-
Charge for the year	19,140	-
At 31st December 1999	63,524	-
Net Book Value		
At 31st December 1999	48,667	10,200
At 31st December 1998	63,827	-

Assets held under hire purchase agreements originally cost £65,949 (1998: £65,949) and have a net book value of £40,269 (1998: £53,504).

DANFOOD TECHNOLOGY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER 1999

3	Share Capital	1999	1998
		£	£
	Authorised Equity Shares		
	250,000 Ordinary shares of £1.00 each	<u>250,000</u>	<u>250,000</u>
	Allotted Equity Shares		
	70,000 Allotted, called up and fully paid ordinary shares of £1.00 each	<u>70,000</u>	<u>70,000</u>
4	Secured Creditors		
	Included within creditors are the following amounts relating to hire purchase contracts:	1999	1998
		£	£
	Amounts falling due within one year	6,119	6,675
	Amounts falling due after one year	1,671	7,790
		<u>7,790</u>	<u>14,465</u>