

Abbreviated Financial Statements for the Year Ended 28 February 1996

for

MDI LIMITED



MDI LIMITED

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for the Year Ended 28 February 1996

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MDI LIMITED

Company Information
for the Year Ended 28 February 1996

DIRECTORS:

M P H Dixon
Mrs A G Dixon

SECRETARY:

A G Dixon

REGISTERED OFFICE:

115 New Court Way
Ormskirk
Lancashire
L39 2YT

REGISTERED NUMBER:

2791186 (England and Wales)

AUDITOR:

David J. Quine
Registered Auditor
Chartered Accountant
113 New Court Way
Ormskirk
Lancashire
L39 2YT

MDI LIMITED

Report of the Auditor to
MDI LIMITED

Pursuant to Paragraph 24 of Schedule 8 to the Companies Act 1985

I have examined the abbreviated financial statements on pages four to six together with the full financial statements of MDI LIMITED prepared under Section 226 of the Companies Act 1985 for the year ended 28 February 1996.

Respective responsibilities of directors and auditor

The directors are responsible for preparing the abbreviated financial statements in accordance with Schedule 8 to the Companies Act 1985. It is my responsibility to form an independent opinion as to the company's entitlement to the exemptions claimed in the directors' statement on page four and whether the abbreviated financial statements have been properly prepared in accordance with that Schedule.

Basis of opinion

I have carried out the procedures I considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to the exemptions and that the abbreviated financial statements have been properly prepared from those financial statements. The scope of my work for the purpose of this report does not include examining or dealing with events after the date of my report on the full financial statements.

Opinion

In my opinion the company is entitled under Sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Section A of Part III of Schedule 8 to that Act, in respect of the year ended 28 February 1996, and the abbreviated financial statements on pages four to six have been properly prepared in accordance with that Schedule.

Other information

On 9th October 1996 I reported, as auditor of MDI LIMITED, to the shareholders on the financial statements prepared under Section 226 of the Companies Act 1985 for the year ended 28 February 1996, and my audit report was as follows:

"I have audited the financial statements on pages four to eight which have been prepared under the historical cost convention and the accounting policies set out on page six.

Respective responsibilities of directors and auditor

As described on page two the company's directors are responsible for the preparation of financial statements. It is my responsibility to form an independent opinion, based on my audit, on those statements and to report my opinion to you.

Basis of opinion

I conducted my audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgments made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

I planned and performed my audit so as to obtain all the information and explanations which I considered necessary in order to provide me with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming my opinion I also evaluated the overall adequacy of the presentation of information in the financial statements.

MDI LIMITED

Report of the Auditor to

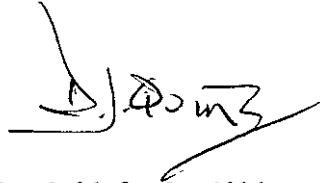
MDI LIMITED

Pursuant to Paragraph 24 of Schedule 8 to the Companies Act 1985

Opinion

In my opinion the financial statements give a true and fair view of the state of the company's affairs as at 28 February 1996 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies."

David J. Quine
Registered Auditor
Chartered Accountant
113 New Court Way
Ormskirk
Lancashire
L39 2YT



Dated: 9th October 1996

MDI LIMITED

Abbreviated Balance Sheet
28 February 1996

		28.2.96		28.2.95	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	2		2,790		4,186
CURRENT ASSETS:					
Stocks		556,744		507,021	
Debtors		221,380		181,671	
Cash at bank		96,591		10,525	
		874,715		699,217	
CREDITORS: Amounts falling due within one year		538,125		509,154	
NET CURRENT ASSETS:			336,590		190,063
TOTAL ASSETS LESS CURRENT LIABILITIES:			£339,380		£194,249
CAPITAL AND RESERVES:					
Called up share capital	3		2		2
Profit and loss account			339,378		194,247
Shareholders' funds			£339,380		£194,249

Advantage has been taken of the exemptions conferred by Section A of Part III of Schedule 8 to the Companies Act 1985 on the grounds that, in the opinion of the directors, the company is entitled to the benefit of those exemptions as a small company.

In preparing the full financial statements, the directors have taken advantage of special exemptions applicable to small companies conferred by Part I of Schedule 8 to the Companies Act 1985. The directors have done so on the grounds that, in their opinion, the company is entitled to the benefit of those exemptions because it meets the qualifying conditions for small companies as stated in Section 247 of the Companies Act 1985.

ON BEHALF OF THE BOARD:

M P H Dixon - DIRECTOR

Approved by the Board on 9th October 1996

MDI LIMITED

Notes to the Abbreviated Financial Statements for the Year Ended 28 February 1996

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention.

Financial Reporting Standard Number 1

Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery etc - 25% on cost

Stocks

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

2. TANGIBLE FIXED ASSETS

	Total
	£
COST:	
At 1 March 1995	
and 28 February 1996	5,582
DEPRECIATION:	
At 1 March 1995	1,396
Charge for year	1,396
At 28 February 1996	2,792
NET BOOK VALUE:	
At 28 February 1996	2,790
At 28 February 1995	4,186

MDI LIMITED

Notes to the Abbreviated Financial Statements
for the Year Ended 28 February 1996

3. **CALLED UP SHARE CAPITAL**

Authorised:

Number:	Class:	Nominal value:	28.2.96 £	28.2.95 £
1,000	Ordinary Shares	£1	<u>1,000</u>	<u>1,000</u>

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	28.2.96 £	28.2.95 £
2	Ordinary Shares	£1	<u>2</u>	<u>2</u>