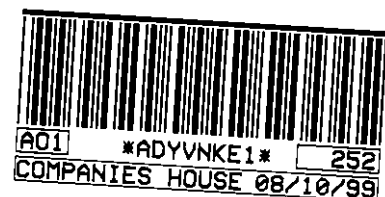


EL-TECH SOLUTIONS (UK) LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31ST DECEMBER 1998



EL-TECH SOLUTIONS (UK) LIMITED

ABBREVIATED BALANCE SHEET

AS AT 31ST DECEMBER 1998

	Notes	1998	1997
		£	£
Tangible Fixed Assets		18,373	20,529
Current Assets			
Stock and work in progress		16,958	16,375
Debtors		46,579	104,375
Cash at bank and in hand		26,575	58,795
		90,112	179,545
Creditors: Amounts Falling Due Within One Year		61,948	168,327
Net Current Assets		28,164	11,218
Total Assets Less Current Liabilities		46,537	31,747
Capital and Reserves			
Share capital - equity	4	20	20
Profit and loss account		46,517	31,727
Shareholders' Funds		46,537	31,747

The directors have taken advantage, in the preparation of these accounts, of special exemptions applicable to small companies under Schedule 8 Part I of the Companies Act 1985 on the grounds that, in the opinion of the directors, the company qualifies as a small company and is entitled to make use of the special exemptions.

In preparing these abbreviated accounts the directors have taken advantage of the exemptions conferred by Schedule 8 Part III A of the Companies Act 1985, and have done so on the grounds that, in their opinion, the company qualifies as a small company and is entitled to make use of the exemptions.

These accounts were approved by the board on 30th September 1999 and signed on its behalf.


P.J. Bull
Director

EL-TECH SOLUTIONS (UK) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER 1998

1 Accounting Policies

Basis of Accounting

The Accounts have been prepared in accordance with applicable Accounting Standards under the historical cost convention.

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.

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 by equal annual instalments by reducing balance method over their expected useful lives. The rates and periods generally applicable are:

Motor Vehicles - 25% on cost
Furniture & Equipment - 20% on cost

Stocks

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

Contribution to Pension Funds

(For a Defined Contribution Scheme)

The pension costs charged against profits represent the amount of the contributions payable to the scheme in respect of the accounting period.

EL-TECH SOLUTIONS (UK) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER 1998

2 Fixed Assets

	Tangible Fixed Assets
	£
Cost	
At 1st January 1998	26,376
Additions	3,309
At 31st December 1998	29,685
Depreciation and Amortisation	
At 1st January 1998	5,207
Charge for the year	6,105
At 31st December 1998	11,312
Net Book Value	
At 31st December 1998	18,373
<i>At 31st December 1997</i>	<i>21,169</i>

3 Secured Creditors

4 Share Capital	1998 £	1997 £
Authorised Equity Shares		
Ordinary shares of £1.00 each	100	100
Allotted Equity Shares		
Allotted, called up and fully paid ordinary shares of £1.00 each	20	20

AUDITORS' REPORT TO THE

DIRECTORS OF EL-TECH SOLUTIONS (UK) LIMITED

PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 1 to 3 together with the accounts of El-Tech Solutions (UK) Limited prepared under section 226 of the Companies Act 1985 for the year ended 31st December 1998.

Respective Responsibilities of Directors and Auditors

The directors are responsible for preparing the abbreviated accounts in accordance with Schedule 8 to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to the exemptions claimed in the directors' statement on page 2 and whether the abbreviated accounts have been properly prepared in accordance with that Schedule.

Basis of Opinion

We have carried out procedures we considered necessary to confirm, by reference to the audited accounts, that the company is entitled to the exemptions and that the abbreviated accounts have been properly prepared from those accounts. 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 accounts.

Opinion

In our 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 31st December 1998, and the abbreviated accounts have been properly prepared in accordance with that Schedule.

Other Information

On 30th September 1999 we reported, as auditors of El-Tech Solutions (UK) Limited, to the members on the accounts prepared under section 226 of the Companies Act 1985 for the year ended 31st December 1998, and our audit report was as follows:

We have audited the accounts on pages 4 to 8 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

Respective Responsibilities of Directors and Auditors

As described on page 2 the company's directors are responsible for the preparation of the accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts and report our opinion to you.

Basis of Opinion

We conducted our 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 accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

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

AUDITORS' REPORT TO THE

DIRECTORS OF EL-TECH SOLUTIONS (UK) LIMITED

PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

Opinion

In our opinion the accounts give a true and fair view of the state of the company's affairs as at 31st December 1998 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.



Gallaghers
Chartered Accountants
and Registered Auditors

33a High Street

Stony Stratford

Milton Keynes

MK11 1AA

30th September 1999

**Munichre Life Services Limited
1998**



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