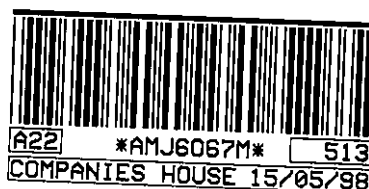


**MILSPEED LIMITED**  
**ABBREVIATED ACCOUNTS**  
**FOR THE PERIOD ENDED 31ST DECEMBER 1997**



# AUDITORS' REPORT TO MILSPEED LIMITED

## UNDER SECTION 247B OF THE COMPANIES ACT 1985

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We have examined the abbreviated accounts set out on pages 2 to 3 together with the accounts of Milspeed Limited for the period ended 31st December 1997 prepared under section 226 of the Companies Act 1985.

### Respective Responsibilities of Directors and Auditors

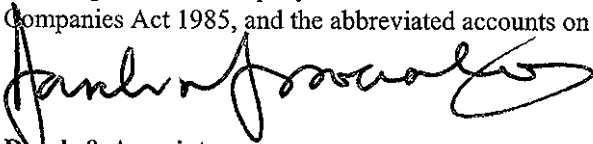
The directors are responsible for preparing the abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (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 section 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 3 are properly prepared in accordance with those provisions.



**Darch & Associates**  
**Chartered Accountants**  
**and Registered Auditors**  
1a Church Street  
Tewkesbury  
Gloucestershire  
GL20 5PA  
23rd April 1998

# MILSPEED LIMITED

## ABBREVIATED BALANCE SHEET

AS AT 31ST DECEMBER 1997

	Notes	1997	
		£	£
<b>Current Assets</b>			
Stock and work in progress		111,853	
Debtors		295,585	
Cash at Bank and in Hand		94,513	
		<u>501,951</u>	
<b>Creditors: Amounts Falling Due Within One Year</b>		<u>479,129</u>	
<b>Net Current Assets</b>			<u>22,822</u>
<b>Total Assets Less Current Liabilities</b>			<u><u>22,822</u></u>
<b>Capital and Reserves</b>			
Share Capital - Equity	2	5,000	
Profit and loss account		17,822	
		<u>22,822</u>	
<b>Shareholders' Funds</b>			<u><u>22,822</u></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 21st April 1998 and signed on its behalf.



Mr D R Speed  
Director

# MILSPEED LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE PERIOD ENDED 31ST DECEMBER 1997

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### 1 Accounting Policies

#### *Basis of Accounting*

The Accounts have been prepared 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.

#### *Stocks*

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

#### *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.

### 2 Share Capital

1997  
£

#### Authorised

##### Equity Shares

50,000 Ordinary shares of £1.00 each

50,000

50,000

#### Allotted

##### Equity Shares

5,000 Allotted, called up and fully paid ordinary shares of £1 each

5,000

The shares were allotted in order to provide sufficient initial working capital for the company to commence trading.