

REGISTERED NUMBER: 3304485 (England and Wales)

ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 1999
FOR
MILSPEED LIMITED



**CONTENTS OF THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 1999**

	Page
Company Information	1
Report of the Auditors on the Abbreviated Financial Statements	2
Abbreviated Balance Sheet	3
Notes to the Abbreviated Financial Statements	4

MILSPEED LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 1999**

DIRECTORS:

D R Speed
I J Milhench

SECRETARY:

I J Milhench

REGISTERED OFFICE:

4a Jesswind Place
Malvern View Business Park
Bishops Cleeve
Cheltenham
Gloucestershire
GL52 4DQ

REGISTERED NUMBER:

3304485 (England and Wales)

AUDITORS:

Darch & Associates
Chartered Accountants
Registered Auditor
Church Street
Tewkesbury
Gloucestershire GL20 5PA

MILSPEED LIMITED

**REPORT OF THE AUDITORS TO
MILSPEED LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated financial statements on pages three to five, together with the full financial statements of the company for the year ended 31 December 1999 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

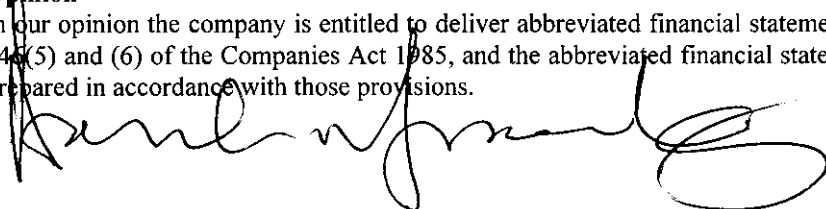
The directors are responsible for preparing the abbreviated financial statements in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with 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 consider 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 did 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 three to five are properly prepared in accordance with those provisions.



Darch & Associates
Chartered Accountants
Registered Auditor
Church Street
Tewkesbury
Gloucestershire GL20 5PA

Dated: 11 July 2000

MILSPEED LIMITED**ABBREVIATED BALANCE SHEET
31 DECEMBER 1999**

		1999		1998	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	2		635		1,250
Investments	3		10		-
			<u>645</u>		<u>1,250</u>
CURRENT ASSETS:					
Stocks		280,606		192,251	
Debtors		313,384		147,149	
Cash at bank		182,230		-	
		<u>776,220</u>		<u>339,400</u>	
CREDITORS: Amounts falling due within one year		<u>648,821</u>		<u>275,181</u>	
NET CURRENT ASSETS:			<u>127,399</u>		<u>64,219</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			128,044		65,469
PROVISIONS FOR LIABILITIES AND CHARGES:			<u>10,000</u>		<u>-</u>
			<u>£118,044</u>		<u>£65,469</u>
CAPITAL AND RESERVES:					
Called up share capital	4		5,000		5,000
Profit and loss account			<u>113,044</u>		<u>60,469</u>
SHAREHOLDERS' FUNDS:			<u>£118,044</u>		<u>£65,469</u>

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

ON BEHALF OF THE BOARD:



D R Speed - DIRECTOR

Approved by the Board on 10 July 2000

The notes form part of these financial statements

MILSPEED LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 1999

1. ACCOUNTING POLICIES

Accounting convention

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

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 - 33% 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.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Investments

Investments held as fixed assets are stated at cost less provision for any permanent diminution in value.

2. TANGIBLE FIXED ASSETS

	Total
	£
COST:	
At 1 January 1999	
and 31 December 1999	1,865
DEPRECIATION:	
At 1 January 1999	615
Charge for year	615
At 31 December 1999	1,230
NET BOOK VALUE:	
At 31 December 1999	635
At 31 December 1998	1,250

MILSPEED LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 1999

3. FIXED ASSET INVESTMENTS

	£
COST:	
Additions	10
	—
At 31 December 1999	10
	—
NET BOOK VALUE:	
At 31 December 1999	10
	==

The company's investments at the balance sheet date in the share capital of unlisted companies include the following:

Milspeed (S.A.pty) Limited

Country of incorporation: South Africa

Nature of business: Importers and exporters.

	% holding
Class of shares:	
Ordinary	100.00

The financial statements contain information about Milspeed Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company is exempt under section 248 of the Companies Act 1985 from the requirement to prepare consolidated financial statements as the group it heads qualifies as a small group.

Information regarding the retained reserves and profit for the year of the subsidiary are not disclosed as in the directors' opinion the amounts involved are immaterial.

4. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	1999	1998
		£1	£	£
50,000	Ordinary		50,000	50,000
			==	==
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	1999	1998
		£1	£	£
5,000	Ordinary		5,000	5,000
			==	==

5. POST BALANCE SHEET EVENTS

After the year end the company reached agreement with the administrative receivers of a major supplier. Under this agreement the company negotiated a reduction in the amount due to be paid for materials received but not paid for at the year end. It was agreed that in exchange for this reduced liability the company would no longer be able to make claims against the supplier for faulty goods previously supplied. The reduction in the liability amounting to £42,465, and resulting additional tax payable amounting to £8,811, has been adjusted for in the financial statements. A provision has been made for potential warranty claims against the company which the company can no longer pass back to the manufacturer. The amount of this provision being £10,000.