

CLYDE BROADCAST PRODUCTS LIMITED

ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MAY 1999



RUSSELL & RUSSELL

Chartered Accountants & Registered Auditors

CLYDE BROADCAST PRODUCTS LIMITED

AUDITORS' REPORT TO THE COMPANY

PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 5, together with the financial statements of the company for the year ended 31st May 1999 prepared under Section 226 of the Companies Act 1985.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITORS

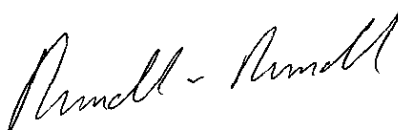
The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (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 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 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 financial statements.

OPINION

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act, and the abbreviated accounts on pages 2 to 5 are properly prepared in accordance with those provisions.



7 Lynedoch Crescent
Glasgow
G3 6EQ

RUSSELL & RUSSELL
Chartered Accountants
& Registered Auditors

11th August 1999

CLYDE BROADCAST PRODUCTS LIMITED**ABBREVIATED BALANCE SHEET****31ST MAY 1999**

	Note	1999	1998
		£	£
FIXED ASSETS	2		
Tangible assets		77,173	44,814
CURRENT ASSETS			
Stocks		55,671	17,034
Debtors		127,953	97,509
Cash at bank and in hand		245,261	89,737
		<u>428,885</u>	<u>204,280</u>
CREDITORS: Amounts falling due within one year		<u>(200,996)</u>	<u>(84,391)</u>
NET CURRENT ASSETS		<u>227,889</u>	<u>119,889</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>305,062</u>	<u>164,703</u>
CREDITORS: Amounts falling due after more than one year		(11,411)	(1,782)
PROVISIONS FOR LIABILITIES AND CHARGES		(3,300)	(2,182)
		<u>290,351</u>	<u>160,739</u>
CAPITAL AND RESERVES			
Called-up share capital	4	100,000	100,000
Profit and loss account		190,351	60,739
SHAREHOLDERS' FUNDS		<u>290,351</u>	<u>160,739</u>

These accounts have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities

These financial statements were approved by the directors on the 11th August 1999 and are signed on their behalf by:

x 

G.B. ARCHBOLD

CLYDE BROADCAST PRODUCTS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31ST MAY 1999

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities.

Turnover

Turnover comprises the value of work carried out during the year.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Plant & machinery	- 10% - 33% straight line
Fixtures & fittings	- 10% straight line
Motor vehicles	- 25% straight line
Office equipment	- 25% straight line

Stocks

Stocks are valued at the lower of cost and net realisable value. The cost of raw materials and goods for resale is the purchase price on a first-in, first-out basis. The cost of work in progress and finished goods comprises materials, direct labour and attributable overheads. Net realisable value is the estimated selling price less all further costs to completion and disposal.

Finance lease agreements

Where the company enters into a lease which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a finance lease. The asset is recorded in the balance sheet as a tangible fixed asset and is depreciated in accordance with the above depreciation policies. Future instalments under such leases, net of finance charges, are included with creditors. Rentals payable are apportioned between the finance element, which is charged to the profit and loss account, and the capital element which reduces the outstanding obligation for future instalments.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits as incurred.

Pension costs

Contributions to the company pension schemes are charged to the profit and loss account as they become payable in accordance with the scheme rules.

Deferred taxation

Provision is made, under the liability method, to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred or accelerated is accounted for in respect of all material timing differences to the extent that it is considered that a net liability may arise.

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 the transaction. Exchange differences are taken into account in arriving at the operating profit.

CLYDE BROADCAST PRODUCTS LIMITED**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS****YEAR ENDED 31ST MAY 1999****1. ACCOUNTING POLICIES** *(continued)***Contract work in progress**

Profit on contracting activities is taken as work progresses. Unless a more Conservative approach is necessary, the percentage margin on each individual Contract is the lower of margin earned to date and that forecast at completion. Full provision is made for all known or expected losses at completion immediately. Such losses are forecast on each contract.

2. FIXED ASSETS

	Tangible Fixed Assets £
COST	
At 1st June 1998	51,309
Additions	47,762
Disposals	(2,008)
At 31st May 1999	<u>97,063</u>
DEPRECIATION	
At 1st June 1998	6,495
Charge for year	13,542
On disposals	(147)
At 31st May 1999	<u>19,890</u>
NET BOOK VALUE	
At 31st May 1999	<u>77,173</u>
At 31st May 1998	<u>44,814</u>

3. TRANSACTIONS WITH THE DIRECTORS

The company leases its premises from G.Tourlamain at an annual rental of £30,000. The lease is for a period of 10 years from 11th June, 1997.

4. SHARE CAPITAL**Authorised share capital:**

	1999 £	1998 £
10,000 Ordinary shares of £1 each	10,000	10,000
50,000 6% Preference A shares of £1 each	50,000	50,000
40,000 6% Preference B shares of £1 each	40,000	40,000
	<u>100,000</u>	<u>100,000</u>

CLYDE BROADCAST PRODUCTS LIMITED**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS****YEAR ENDED 31ST MAY 1999****4. SHARE CAPITAL *(continued)*****Allotted, called up and fully paid:**

	1999		1998	
	No.	£	No.	£
Ordinary shares	10,000	10,000	10,000	10,000
6% Preference A shares	50,000	50,000	50,000	50,000
6% Preference B shares	40,000	40,000	40,000	40,000
	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>

All the shares were allotted during the period and the total consideration received was £100,000.

5. PREFERENCE SHARES

The preference shares are subject to early redemption and are redeemable with the following provisions:

A preference shares

16,666 shares on 1st October, 2001 at a price of £1.15 per share.

16,667 shares on 1st October, 2002 at a price of £1.15 per share.

16,667 shares on 1st October, 2003 at a price of £1.15 per share.

50,000

B preference shares

16,666 shares on 1st October, 2001 at a price of £1.15 per share.

16,667 shares on 1st October, 2002 at a price of £1.15 per share.

6,667 shares on 1st October, 2003 at a price of £1.15 per share.

40,000

The above are inclusive of a cash premium of £0.15 which is to be treated as a distribution for tax purposes