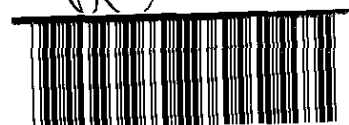


TEKNEK (JAPAN) LIMITED  
ABBREVIATED FINANCIAL STATEMENTS  
31ST MAY, 2000

Registered number: 201456

MILNE, CRAIG & CORSON  
CHARTERED ACCOUNTANTS

PAISLEY



SCT SCMVCVOS 1462  
COMPANIES HOUSE 24/10/00  
COMPANIES HOUSE 17/10/00

TEKNEK (JAPAN) LIMITED

ABBREVIATED FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31ST MAY, 2000

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TEKNEK (JAPAN) LIMITED

AUDITORS' REPORT TO THE DIRECTORS

UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated financial statements set out on pages 2 to 4, together with the financial statements of the company for the period ended 31st May, 2000 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 considered 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 does 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 2 to 4 are properly prepared in accordance with those provisions.

PAISLEY  
28th August, 2000

  
Milne, Craig & Corson  
REGISTERED AUDITORS  
Chartered Accountants

## TEKNEK (JAPAN) LIMITED

## ABBREVIATED BALANCE SHEET

AT 31ST MAY, 2000

	Note	2000 £	£
<b>Fixed assets</b>			
Tangible assets	2	7,956	
<b>Current assets</b>			
Stocks		52,589	
Debtors		35,154	
Cash at bank and in hand		1,316	
		89,059	
<b>Creditors: amounts falling due within one year</b>		(169,556)	
<b>Net current liabilities</b>		(80,497)	
<b>Total assets less current liabilities</b>		(72,541)	
<b>Capital and reserves</b>			
Called up share capital	3	50,000	
Profit and loss account		(122,541)	
<b>Total shareholders' funds</b>		(72,541)	

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

The abbreviated financial statements on pages 2 to 4 were approved by the board of directors on 28th August, 2000 and signed on its behalf by:

C.J. Kennett  
Director

*C. Kennett*

## TEKNEK (JAPAN) LIMITED

## NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31ST MAY, 2000

**1 Accounting policies****Basis of accounting**

The financial statements have been prepared under the historical cost accounting rules.

The company has taken advantage of the exemption from preparing a cash flow statement as conferred by Financial Reporting Standard No. 1 (Revised 1996) on the grounds that it qualifies as a small company under the Companies Act 1985.

**Turnover**

Turnover represents the amount derived from the provision of goods and services falling within the company's activities after deduction of trade discounts and value added tax.

**Tangible fixed assets**

Depreciation of fixed assets is calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows:

Plant and machinery	15% straight line
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**Stocks**

Stocks are valued at the lower of cost and net realisable value. Cost is computed on a first in first out basis.

Net realisable value is based on estimated selling price less the estimated cost of disposal.

**Deferred taxation**

Deferred taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

**Foreign currencies**

Transactions expressed in foreign currencies are translated into sterling and recorded at rates of exchange approximating to those ruling at the date of the transaction. Monetary assets and liabilities are translated at rates ruling at the balance sheet date.

All differences are taken to the profit and loss account.

**Going concern**

The directors are of the opinion that the company is a going concern. The losses incurred to 31st May, 2000 represent costs incurred in setting up the company and are not expected to recur in the year ending 31st May, 2001. In addition financial support has been received from Teknek Electronics Limited, the holding company and this funding will remain in place for the next accounting period.

## TEKNEK (JAPAN) LIMITED

## NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31ST MAY, 2000

## 2 Fixed assets

	Tangible fixed assets £
Cost	
Additions	8,522
31st May, 2000	<u>8,522</u>
Depreciation	
Charge for the period	566
31st May, 2000	<u>566</u>
Net book amount	
31st May, 2000	<u><u>7,956</u></u>

## 3 Called up share capital

	2000 Number of shares	£
Authorised		
Ordinary shares of £1 each	<u>50,000</u>	<u>50,000</u>
Allotted called up and fully paid		
Ordinary shares of £1 each	<u>50,000</u>	<u>50,000</u>

During the year 50,000 ordinary shares of £1 each were issued for cash at par.

## 4 Ultimate parent undertaking

The company's ultimate holding company is Teknek Electronics Limited, a company incorporated in Scotland.