Company Number: 01507421

Arden Control Systems Limited

Abbreviated Financial Statements

for the year ended 30th June 1997

A23 *AF0453VK* 384
COMPANIES HOUSE 20/02/98

Auditors' Report to Arden Control Systems Limited under Section 247B of the Companies Act 1985

We have examined the abbreviated accounts set out on pages 2 to 4, together with the financial statements of the company for the year ended 30th June 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 the 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 the procedures we considered 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 Companies Act 1985, and the abbreviated accounts on pages 2 to 4 are properly prepared in accordance with those provisions.

Harold Sharp, Son & Gresty

Harold Sharp, Son & Gresty
Registered auditors

55/57 Flixton Road
Urmston
Manchester
M41 5HS

24th November 1997

Arden Control Systems Limited

Abbreviated Balance Sheet

As At 30th June 1997

	Notes	1997 £	1997 £	1996 £	1996 £
Fixed Assets					
Tangible fixed assets	2		29,591		22,811
Current Assets					
Stocks and work in progress		76,681		27,822	
Debtors		417,974		152,363	
Cash in hand		770		73,457	
		495,425		253,642	
Creditors:					
Amounts falling due within one year	3	(346,628)		(131,945)	
Net Current Assets			148,797		121,697
Total Assets Less Current Liabilities			178,388		144,508
Creditors:					
Amounts falling due after more than one year	3		-		(2,985)
Provisions for Liabilities and Charges					
Deferred taxation			(718)		(619)
			177,670		140,904
Capital and Reserves					
Share capital	4		4,000		4,000
Profit and loss account			173,670		136,904
			177,670		140,904

The accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The accounts were approved by the board on 7th November 1997.

Director P L Griffiths.

1 Principal Accounting Policies

Accounting Convention

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

Cash Flow Statement

In the opinion of the directors the company qualifies as a small company and accordingly a cash flow statement is not required.

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, less estimated residual value, of all tangible fixed assets over their expected useful lives. The rates generally applicable are:

Plant and machinery	25% reducing balance
Motor vehicles	25% reducing balance
Fixtures and fittings	15% reducing balance
Computer equipment	25% straight line

Stocks and work in progress

Stocks and work in progress are valued at the lower of cost and net realisable value.

Deferred Taxation

Deferred tax is provided for under the liability method using the tax rates estimated to arise when the timing differences reverse and is accounted for to the extent that it is probable that a liability or asset will crystallise. Unprovided deferred tax is disclosed as a contingent liability.

Contribution to Pension Funds

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

Leased Assets

Assets held under finance leases and hire purchase contracts are capitalised as tangible fixed assets and depreciated in accordance with the accounting policy on depreciation. The related obligations, net of finance costs allocated to future periods, are included in creditors. Finance costs are charged against profits over the period of the contract in proportion to the net obligation outstanding.

All other leases are regarded as operating leases and the payments made under them are charged to the Profit and Loss Account on a straight line basis over the lease term.

2 **Fixed Assets**

	Tangible Fixed Assets £
Cost	
At 1st July 1996	100,724
Additions	14,668
At 30th June 1997	115,392
Depreciation and amortisation	
At 1st July 1996	77,913
Provided for year	7,888
At 30th June 1997	85,801
Net Book Value	
At 30th June 1997	29,591
At 30th June 1996	22,811

3 **Creditors**

The secured creditors are bank overdraft of £94,703 (1996 £nil) and hire purchase obligations of £2,985 (1996 £6,149)

4 **Share Capital**

Authorised	**1997** £	1996 £
10,000 Ordinary shares of £1 each (1996: 10,000)	10,000	10,000
	10,000	10,000

Allotted and fully paid	**1997** £	1996 £
4,000 Ordinary shares of £1 each (1996: 4,000)	4,000	4,000