

FULLBROOK SYSTEMS LIMITED

ANNUAL REPORT AND FINANCIAL STATEMENTS

for the year ended 31 March 2000

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DIRECTORS

P D Humphreys
C M Humphreys
C J Humphreys

SECRETARY AND REGISTERED OFFICE

C J Humphreys
Unit 4
Bourne End Mills Industrial Estate
Hemel Hempstead
Hertfordshire
HP1 2UJ

AUDITOR

Geoffrey H Horley
Chartered Accountant
Hillrise House
7 Station Road
Chesham
Buckinghamshire
HP5 1DH

REGISTERED NUMBER

01671421 England and Wales



FULLBROOK SYSTEMS LIMITED

REPORT OF THE DIRECTORS

The directors present their annual report together with the audited financial statements for the year ended 31 March 2000

PRINCIPAL ACTIVITY AND TRADING REVIEW

The principal activity of the company during the year continued to be the sale of specialist machinery and equipment.

DIRECTORS

The directors of the company during the year and their beneficial interests in the ordinary share capital of the company were as follows:

	31.03.00	31.03.99
P D Humphreys	5	94
C M Humphreys	1	1
C J Humphreys	94	5

DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements the directors are required to:

- * select suitable accounting policies and apply them consistently;
- * make judgements and estimates that are reasonable and prudent;
- * follow applicable accounting standards, subject to any material departures disclosed and explained in the financial statements;
- * prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

AUDITOR

Geoffrey H Horley FCA will be proposed for re-appointment in accordance with section 385 of the Companies Act 1985.

Advantage has been taken in the preparation of the directors' report of the special exemptions applicable to small companies conferred by Part II of Schedule 8 to the Companies Act 1985

Signed on behalf of the Board of Directors

C J Humphreys
Secretary

Approved by the board ... 2000

FULLBROOK SYSTEMS LIMITED

PROFIT AND LOSS ACCOUNT for the year ended 31 March 2000

		2000	1999
	Note	£	£
TURNOVER	2	679,968	816,740
Cost of sales		<u>428,544</u>	<u>534,289</u>
GROSS PROFIT		251,424	282,451
Operating costs		<u>254,082</u>	<u>284,428</u>
OPERATING LOSS	3	(2,658)	(1,977)
Interest received		<u>2,812</u>	<u>4,082</u>
		154	2,105
Interest paid		<u>631</u>	<u>425</u>
LOSS/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(477)	1,680
TAXATION		<u>246</u>	<u>1,077</u>
LOSS/PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		(723)	603
Retained profits brought forward		31,487	30,884
Retained profits carried forward		<u>30,764</u>	<u>31,487</u>

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the above two financial years.

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognized gains or losses other than the results for the two years ended 31 March 2000.

FULLBROOK SYSTEMS LIMITED

BALANCE SHEET at 31 March 2000

		2000		1999	
	Note	£	£	£	£
FIXED ASSETS					
Tangible assets	4		32,762		29,405
CURRENT ASSETS					
Stocks	5	23,266		45,044	
Debtors	6	85,196		169,467	
Cash balances		134,353		46,786	
		<u>242,815</u>		<u>261,297</u>	
CREDITORS: amounts falling due within one year	7	<u>238,602</u>		<u>232,522</u>	
NET CURRENT ASSETS			<u>4,213</u>		<u>28,775</u>
TOTAL ASSETS LESS CURRENT LIABILITIES	8		36,975		58,180
CREDITORS: amounts falling due after more than one year			6,111		2,059
			<u>30,864</u>		<u>56,121</u>
CAPITAL AND RESERVES					
Share capital	9		100		100
Profit and loss account	10		30,764		31,487
NET ASSETS			<u>30,864</u>		<u>31,587</u>

The directors have taken advantage of the special exemptions conferred by Schedule 8 to the Companies Act 1985 applicable to small companies in the preparation of the accounts and have done so on the grounds that, in their opinion, the company is entitled to those exemptions.

Signed on behalf of the Board of Directors



P D Humphreys
Director

Approved by the board 2000

FULLBROOK SYSTEMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 March 2000

1 ACCOUNTING POLICIES

a Accounting Convention

The financial statements have been prepared under the historical cost convention

b Tangible Fixed Assets

Depreciation is provided in respect of fixed assets on the reducing balance basis at the rate shown below:

Office Equipment	20%
Motor Vehicles	25%
Plant and equipment	20%

c Commissions Received

Commissions received are accounted for on a cash basis as receipt and timing of such income are dependent upon events beyond the control of the company.

d Foreign currencies

Assets and liabilities in foreign currencies are translated at the rate of exchange ruling at the date of the Balance Sheet. Exchange gains and losses are taken to the profit and loss account under the appropriate heading relating to the transaction.

e Pensions

Pension contributions are charged to the profit and loss account as incurred. These contributions are invested separately from the company's assets.

f Cash Flow

The accounts do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1 "Cash flow statements".

g Turnover

The turnover and profit before taxation are attributable to the one principal activity of the company and represents the invoiced amount of goods sold and is calculated net of Value Added Tax.

h Stocks

Stocks are stated at the lower of cost and net realisable value. Cost is based on the purchase cost on a first in first out basis. Net realisable value is based on estimated selling price where this is less than cost.

FULLBROOK SYSTEMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued

2 TURNOVER

1% of the turnover is attributable to markets outside the United Kingdom
(1998 - less than 1%)

3 OPERATING LOSS/PROFIT

	2000 £	1999 £
a The operating loss/profit is stated after charging:		
Depreciation of tangible fixed assets (Note 4)	8,973	9,151
Directors' emoluments for services as directors	88,002	62,674
Auditor's remuneration	<u>1,250</u>	<u>1,250</u>

4 TANGIBLE FIXED ASSETS

	Plant & Equipment	Motor Vehicles	Office Equipment	Total
COST:				
At 1 April 1999	2,164	32,395	34,812	69,371
Additions	0	15,830	0	15,830
Sales	-	(9,995)	-	(9,995)
At 31 March 2000	<u>2,164</u>	<u>38,230</u>	<u>34,812</u>	<u>75,206</u>
DEPRECIATION:				
At 1 April 1999	1,945	10,791	27,230	39,966
Charge for the year	44	5,760	1,516	7,320
Eliminated on disposal	0	(4,842)	0	(4,842)
At 31 March 2000	<u>1,989</u>	<u>11,709</u>	<u>28,746</u>	<u>42,444</u>
BOOK VALUE:				
At 31 March 2000	<u>175</u>	<u>26,521</u>	<u>6,066</u>	<u>32,762</u>
At 31 March 1999	<u>219</u>	<u>21,604</u>	<u>7,582</u>	<u>29,405</u>

5 STOCKS

	2000 £	1999 £
Stocks	<u>23,266</u>	<u>45,044</u>

Stocks consist of goods entirely for resale

FULLBROOK SYSTEMS LIMITED**NOTES TO THE FINANCIAL STATEMENTS - continued****6 DEBTORS**

	2000	1999
	£	£
Due within one year:		
Trade debtors	69,962	165,053
Other debtors	15,234	4,414
	<u>85,196</u>	<u>169,467</u>

7 CREDITORS: due within one year

	2000	1999
	£	£
Trade creditors	94,868	101,115
Other creditors	143,734	131,407
	<u>238,602</u>	<u>232,522</u>

8 CREDITORS: due after more than one year

	2000	1999
	£	£
Obligations under hire purchase contracts	<u>6,111</u>	<u>2,059</u>

9 CALLED UP SHARE CAPITAL

	2000	1999
	£	£
Authorised, allotted, called up and fully paid 100 ordinary shares of £1 each	<u>100</u>	<u>100</u>

10 RECONCILIATION OF MOVEMENT OF SHAREHOLDERS' FUNDS

	2000	1999
	£	£
Profit for the financial year after taxation	(723)	603
Opening shareholders' funds at 1 April 1999	31,487	30,884
Closing shareholders' funds at 31 March 2000	<u>30,764</u>	<u>31,487</u>

FULLBROOK SYSTEMS LIMITED

REPORT OF THE AUDITOR

To the members of Fullbrook Systems Limited

I have audited the financial statements set out on pages 2 to 6 which have been prepared under the historical cost convention and the accounting policies set out on page 4.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITOR

As described on page 1 the company's directors are responsible for the preparation of financial statements. It is my responsibility to form an independent opinion, based on my audit, on those statements and to report my opinion to you.

BASIS OF OPINION

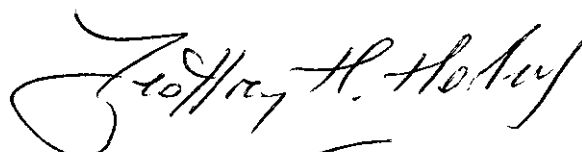
I conducted my audit in accordance with Accounting Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances consistently applied and adequately disclosed.

I planned and performed my audit so as to obtain all the information and explanations which I considered necessary in order to provide myself with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming my opinion I also evaluated the overall adequacy of the presentation of information in the financial statements.

OPINION

In my opinion the financial statements give a true and fair view of the state of the company's affairs at 31 March 2000 and of its loss for the year ended on that date and have been properly prepared in accordance with the provisions of the companies Act 1985 applicable to small companies.

Hillrise House
7 Station Road
Chesham
Bucks
HP5 1DH



Geoffrey H Horley
Chartered Accountant
Registered Auditor

Date *8 September 2000*