

Company Registration Number: 2027772
Abbreviated Accounts

Ser-tec Systems Limited

Report and Accounts

31st August, 1995



HARRIS & CO.
Chartered Accountants,
Wolverhampton WV2 2JL.

Ser-tec Systems Limited

Company Information

Directors	I. Sprott
Secretary	S.J. Sprott
Company Number	2027772
Registered Office	24 Chesterton Close, Hunt End, Redditch, B97 5XS.
Auditors	Harris & Co. Chartered Accountants, Lincoln Chambers, 7, Cooper Street, Wolverhampton WV2 2JL.

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Ser-tec Systems Limited

**Auditors' Report to the Director of Ser-tec Systems Limited
Pursuant to Paragraph 24 of Schedule 8 to the Companies Act 1985**

We have examined the abbreviated accounts on pages 4 to 11 together with the full financial statements of Ser-tec Systems Limited for the year ended 31st August, 1995. The scope of our work for the purpose of this report was limited to confirming that the company is entitled to the exemptions claimed in the director statement on page 1 and that the abbreviated accounts have been properly prepared from the full financial statements.

In our opinion, the company is entitled under sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Section A of Part III of Schedule 8 to that Act in respect of the year ended 31st August, 1995, and the abbreviated accounts on pages 4 to 11 have been properly prepared in accordance with that schedule.

On 27th October, 1995 we reported, as auditors of Ser-tec Systems Limited to the members on the full financial statements prepared under section 226 of the Companies Act 1985 as modified by the exemptions provided by Part I of Schedule 8, for the year ended 31st August, 1995. Our audit report under section 235 of the Companies Act 1985 was as overleaf:



HARRIS & CO.
Registered Auditor

Date: 27th October, 1995

Chartered Accountants,
Lincoln Chambers,
7, Cooper Street,
Wolverhampton WV2 2JL.

Ser-tec Systems Limited

Auditors' Report to the shareholders of Ser-tec Systems Limited

We have audited the financial statements on pages 3 to 11 which have been prepared under the historical cost convention and the accounting policies set out on page 5.

Respective responsibilities of director and auditors

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

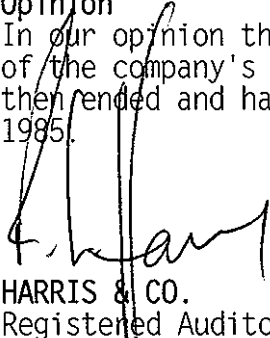
Basis of opinion

We conducted our audit in accordance with Auditing 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 director in the preparation of the financial statements, and whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us 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 our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31st August, 1995 and of its Profit for the year then ended and have been properly prepared in accordance with the Companies Act, 1985.



HARRIS & CO.
Registered Auditor

Date: 27th October, 1995

Chartered Accountants,
Lincoln Chambers,
7, Cooper Street,
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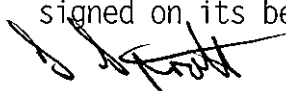
Ser-tec Systems Limited
Balance Sheet
As at 31st August, 1995

	Notes	£	1995 £	£	1994 £
Fixed Assets					
Tangible assets	10		59,866		84,209
Current Assets					
Stocks	11	16,369		12,885	
Debtors	12	138,762		132,076	
Cash at bank and in hand		5,407		22,885	
			<u>160,538</u>	<u>167,846</u>	
Creditors: amounts falling due within one year	13	(190,826)		(209,204)	
Net Current Liabilities			<u>(30,288)</u>	<u>(41,358)</u>	
Total Assets Less Current Liabilities			29,578		42,851
Creditors: amounts falling due after more than one year	14		(17,256)		(25,505)
Net Assets			<u>12,322</u>	<u>17,346</u>	
Capital and Reserves					
Called up share capital	15		100		100
Profit and loss account	16		12,222		17,246
Equity Shareholders' Funds	17		<u>12,322</u>	<u>17,346</u>	
Shareholders' Funds Analysed					
Equity interests			12,322		17,346
Non-equity interests			-		-

In preparing these financial statements:

- Advantage has been taken of the exemptions conferred by Section A of Part III of Schedule 8 of the Companies Act 1985.
- Advantage has been taken, in the preparation of the financial statements, of special exemptions applicable to small companies.
- In the opinion of the director the company is entitled to those exemptions on the basis that it qualifies as a small company under Section 247 of the Companies Act 1985.

The financial statements were approved by the Board on 27th October, 1995 and signed on its behalf by


I. Spratt
Director


S.J. Spratt
Secretary

The notes on pages 5 to 11 form an integral part of these financial statements.

Ser-tec Systems Limited
Notes to the Financial Statements
For the year ended 31st August, 1995

1. Accounting Policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention

The company has taken advantage of the exemption in FRS1 from the requirement to produce a cashflow statement because it is a small company.

1.2 Turnover

Turnover represents amounts receivable for goods and services provided within the UK net of VAT.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation.

Depreciation has been provided at rates calculated to write off the cost less residual value of each asset over its expected useful life and has been reasonably computed and consistently applied, as follows:

Plant and machinery	-	25% Straight line
Fixtures, fittings and equipment	-	25% Straight line
Motor vehicles	-	25% Reducing balance

Assets are part depreciated in the year of acquisition, if in use at the year end.

1.4 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce constant periodic rates of charge on the net obligations outstanding in each period.

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.

1.5 Stock and work in progress

Stock and WIP are valued at the lower of cost and net realisable value.

1.6 Pensions

The pension costs charged in the financial statements represent the contributions payable by the company during the year in accordance with SSAP 24

2. Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the UK.

Ser-tec Systems Limited
Notes to the Financial Statements
For the year ended 31st August, 1995

3.	Operating profit	1995 £	1994 £
	Operating profit is stated after charging:		
	Depreciation of tangible assets	22,717	18,449
	Loss on disposal of tangible fixed assets	235	-
	Hire of plant and machinery	940	690
	Auditors' remuneration	2,562	1,595
		<u> </u>	<u> </u>

4.	Interest receivable and similar income	1995 £	1994 £
	Bank interest	886	392
		<u> </u>	<u> </u>

5.	Interest payable and similar charges	1995 £	1994 £
	Hire purchase interest	2,644	3,069
		<u> </u>	<u> </u>

6. Employees

Number of employees

The average weekly number of employees (including the Directors) during the period were:

	1995 Number	1994 Number
Directors	2	2
Staff	5	4
	<u> </u>	<u> </u>
	7	6
	<u> </u>	<u> </u>

Employment costs	1995 £	1994 £
Wages and salaries	95,921	71,955
Social security costs	8,003	6,675
Benefit in Kind	8,497	7,874
Other pension costs	7,343	6,363
	<u> </u>	<u> </u>
	119,764	92,867
	<u> </u>	<u> </u>

Ser-tec Systems Limited
Notes to the Financial Statements
For the year ended 31st August, 1995

6.1 Director's emoluments

	1995 £	1994 £
Remuneration		
Director's emoluments	25,168	34,330
Benefit in kind	5,814	7,874
	<u>30,982</u>	<u>42,204</u>

7. Pension costs

The scheme is an approved defined pension scheme. The assets of which are kept in a separate insured fund.

8. Taxation

The corporation tax charge is based on the adjusted results for the year.

	1995 £	1994 £
UK current year taxation		
UK Corporation Tax at 25% (1994 - 25%)	8,750	7,553
	<u>8,750</u>	<u>7,553</u>

9. Dividends

Dividends on equity shares:

	1995 £	1994 £
Ordinary shares - Final proposed	24,000	21,000
	<u>24,000</u>	<u>21,000</u>

Ser-tec Systems Limited
Notes to the Financial Statements
For the year ended 31st August, 1995

10. Tangible assets

	Plant and machinery	Fixtures, fittings & equipment	Motor vehicles	Total
	£	£	£	£
Cost				
At 1st September, 1994	8,574	13,905	106,306	128,785
Additions	2,613	1,032	23,564	27,209
Disposals	-	-	(54,220)	(54,220)
At 31st August, 1995	<u>11,187</u>	<u>14,937</u>	<u>75,650</u>	<u>101,774</u>
Depreciation				
At 1st September, 1994	5,824	9,824	28,928	44,576
On disposals	-	-	(25,385)	(25,385)
Charge for the year	2,138	3,615	16,964	22,717
At 31st August, 1995	<u>7,962</u>	<u>13,439</u>	<u>20,507</u>	<u>41,908</u>
Net book values				
At 31st August, 1995	<u>3,225</u>	<u>1,498</u>	<u>55,143</u>	<u>59,866</u>
At 31st August, 1994	<u>2,750</u>	<u>4,081</u>	<u>77,378</u>	<u>84,209</u>

Included in Tangible Fixed Assets are assets held under finance leases or hire purchase contracts, and secured by that contract, as follows:

	1995 Net book value £	Depreciation charge £
Motor vehicles	<u>55,143</u>	<u>16,964</u>

11. Stocks

	1995 £	1994 £
Raw materials and consumables	2,175	2,175
Work in progress	14,194	10,710
	<u>16,369</u>	<u>12,885</u>
At Directors valuation.		

Ser-tec Systems Limited
Notes to the Financial Statements
For the year ended 31st August, 1995

12. Debtors

	1995 £	1994 £
Trade debtors	127,086	126,038
Amount owed by connected companies	213	213
Other debtors	10,800	5,250
Prepayments and accrued income	663	575
	<u>138,762</u>	<u>132,076</u>

13. Creditors: amounts falling due within one year

	1995 £	1994 £
Net obligations under finance leases and hire purchase contracts	18,361	22,636
Trade creditors	98,987	132,591
Corporation tax	14,750	7,553
Other taxes and social security costs	7,429	11,959
Director's accounts	49,498	32,870
Accruals and deferred income	1,801	1,595
	<u>190,826</u>	<u>209,204</u>

14. Creditors: amounts falling due after more than one year

	1995 £	1994 £
Net obligations under finance leases and hire purchase contracts	17,256	25,505
Net obligations under finance leases and hire purchase contracts		
Repayable within one year	18,361	22,636
Repayable between one and five years	17,256	25,505
	<u>35,617</u>	<u>48,141</u>

Ser-tec Systems Limited
Notes to the Financial Statements
For the year ended 31st August, 1995

15.	Share capital	1995 £	1994 £
	Authorised		
	1,000 Ordinary shares	1,000	1,000
		<u>1,000</u>	<u>1,000</u>
	Equity interest	1,000	1,000
	Non-equity interest	-	-
		<u>1,000</u>	<u>1,000</u>
	Allotted, called up and fully paid equity		
	100 Ordinary shares	100	100
		<u>100</u>	<u>100</u>
	Equity interest	100	100
	Non-equity interest	-	-
		<u>100</u>	<u>100</u>
16.	Reserves		
		Profit and loss account £	Total £
	At 1st September, 1994	17,246	17,246
	(loss)/profit for the year	(5,024)	(5,024)
		<u>12,222</u>	<u>12,222</u>
17.	Reconciliation of movements in shareholders' funds	1995 £	1994 £
	Profit for the year	18,976	22,536
	Dividends	(24,000)	(21,000)
		<u>(5,024)</u>	<u>1,536</u>
	Opening shareholders' funds	17,346	15,810
		<u>12,322</u>	<u>17,346</u>

Ser-tec Systems Limited
Notes to the Financial Statements
For the year ended 31st August, 1995

18. Capital commitments

	1995 £	1994 £
Details of capital commitments at the accounting date are as follows:	-	-
	<u> </u>	<u> </u>