

Report of the Directors and
Financial Statements for the Year Ended 31 March 2000
for
SARTECH ENGINEERING LIMITED



SARTECH ENGINEERING LIMITED

Company Information
for the Year Ended 31 March 2000

DIRECTORS:

Mr P J Forey
Mr S A Mirza

SECRETARY:

Mr P J Forey

REGISTERED OFFICE:

80 Brighton Road
Lower Kingswood
Surrey
KT20 6SY

REGISTERED NUMBER:

3328421 (England and Wales)

AUDITOR:

Roy Truscott
Registered Auditor &
Chartered Accountant
5 Wheatfield
Leybourne
West Malling
Kent ME19 5QB

SARTECH ENGINEERING LIMITED

Report of the Directors **for the Year Ended 31 March 2000**

The directors present their report with the financial statements of the company for the year ended 31 March 2000.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the provision of electronic engineering, design and marketing services.

DIRECTORS

The directors during the year under review were:

Mr P J Forey
Mr S A Mirza

The beneficial interests of the directors holding office on 31 March 2000 in the issued share capital of the company were as follows:

	31.3.00	1.4.99
Ordinary £1 shares		
Mr P J Forey	600	600
Mr S A Mirza	400	400

STATEMENT OF 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 then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

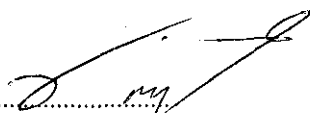
The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets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

AUDITOR

The auditor, Roy Truscott, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

ON BEHALF OF THE BOARD:



Mr S A Mirza - DIRECTOR

Dated: 29 01 01

SARTECH ENGINEERING LIMITED

Report of the Auditor to the Shareholders of
SARTECH ENGINEERING LIMITED

I have audited the financial statements on pages four to eight which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000), under the historical cost convention and the accounting policies set out on page six.

Respective responsibilities of directors and auditor

As described on page two 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 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 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 me 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 as at 31 March 2000 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Roy Truscott
Registered Auditor &
Chartered Accountant
5 Wheatfield
Leybourne
West Malling
Kent ME19 5QB



Dated: 29 January 2001

SARTECH ENGINEERING LIMITED**Profit and Loss Account
for the Year Ended 31 March 2000**

		<u>2000</u>	<u>1999</u>
	Notes	£	£
TURNOVER		723,976	439,514
Cost of sales		<u>379,166</u>	<u>263,442</u>
GROSS PROFIT		344,810	176,072
Administrative expenses		<u>247,976</u>	<u>132,499</u>
OPERATING PROFIT	2	96,834	43,573
Interest receivable and similar income		<u>2,741</u>	<u>2,655</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		99,575	46,228
Tax on profit on ordinary activities	3	<u>20,566</u>	<u>9,934</u>
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		79,009	36,294
Retained profit brought forward		<u>60,763</u>	<u>24,469</u>
RETAINED PROFIT CARRIED FORWARD		<u>£139,772</u>	<u>£60,763</u>

The notes form part of these financial statements

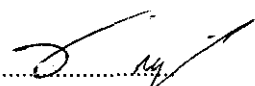
SARTECH ENGINEERING LIMITED

Balance Sheet
31 March 2000

		2000		1999	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	4		31,884		8,239
CURRENT ASSETS:					
Stocks		8,386		15,874	
Debtors	5	108,462		93,984	
Cash at bank		106,911		36,683	
		<u>223,759</u>		<u>146,541</u>	
CREDITORS: Amounts falling due within one year	6	<u>114,871</u>		<u>93,017</u>	
NET CURRENT ASSETS:			<u>108,888</u>		<u>53,524</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			<u><u>£140,772</u></u>		<u><u>£61,763</u></u>
CAPITAL AND RESERVES:					
Called up share capital	7		1,000		1,000
Profit and loss account			<u>139,772</u>		<u>60,763</u>
SHAREHOLDERS' FUNDS:			<u><u>£140,772</u></u>		<u><u>£61,763</u></u>

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective March 2000).

ON BEHALF OF THE BOARD:


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Mr S A Mirza - DIRECTOR

Approved by the Board on 29 01 01

The notes form part of these financial statements

SARTECH ENGINEERING LIMITED

Notes to the Financial Statements **for the Year Ended 31 March 2000**

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery etc - 25% on cost

Stocks

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Pensions

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. Contributions payable for the year are charged in the profit and loss account.

2. OPERATING PROFIT

The operating profit is stated after charging:

	2000	1999
	£	£
Depreciation - owned assets	13,375	4,120
Auditor's remuneration	1,700	2,000
Pension costs	5,200	1,600
	<u>83,599</u>	<u>53,837</u>
Directors' emoluments and other benefits etc	<u>83,599</u>	<u>53,837</u>

3. TAXATION

The tax charge on the profit on ordinary activities for the year was as follows:

	2000	1999
	£	£
UK corporation tax	20,566	9,934
	<u>20,566</u>	<u>9,934</u>

UK corporation tax has been charged at 20% (1999 - 21%).

SARTECH ENGINEERING LIMITED

Notes to the Financial Statements
for the Year Ended 31 March 2000

4. TANGIBLE FIXED ASSETS

	Plant and machinery etc
	£
COST:	
At 1 April 1999	16,479
Additions	37,020
At 31 March 2000	53,499
DEPRECIATION:	
At 1 April 1999	8,240
Charge for year	13,375
At 31 March 2000	21,615
NET BOOK VALUE:	
At 31 March 2000	31,884
At 31 March 1999	8,239

**5. DEBTORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	2000 £	1999 £
Trade debtors	89,630	79,270
Other debtors	12,033	6,314
Prepayments & accrued income	2,750	8,400
Directors' current accounts	4,049	-
	108,462	93,984

**6. CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	2000 £	1999 £
Trade creditors	51,317	42,482
Other creditors	1,283	1,745
Directors' current accounts	21,464	31,784
Social security & other taxes	15,512	2,581
Taxation	20,566	9,934
Accruals & deferred income	4,729	4,491
	114,871	93,017

SARTECH ENGINEERING LIMITED

Notes to the Financial Statements
for the Year Ended 31 March 2000

7. CALLED UP SHARE CAPITAL

Authorised:

Number:	Class:	Nominal value:	2000 £	1999 £
10,000	Ordinary	£1	<u>10,000</u>	<u>10,000</u>

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2000 £	1999 £
1,000	Ordinary	£1	<u>1,000</u>	<u>1,000</u>

8. RELATED PARTY DISCLOSURES

The company was under the control of Mr P J Forey, a director, throughout the year. As disclosed in the Report of the Directors, Mr Forey is personally interested in 60% of the company's issued share capital. There were no material transactions during the year between the company and Mr Forey or members of his close family, or with entities controlled by them.