

Registered

AFS IMAGE SETTERS LIMITED
Registered Number: 142021

Report and Financial Statements

For the year ended 31 January 1998



AFS IMAGE SETTERS LIMITED

Financial Statements

For the year ended 31 January 1998

Contents	Pages
Company Information	1
Directors' Report	2
Profit and Loss Account	4
Balance Sheet	5 - 6
Notes to the Financial Statements	7 - 12

AFS IMAGE SETTERS LIMITED

Company Information

As at 31 January 1998

Directors

A.D.H. Stanger
J.I. Scott

Secretary

N Scott

Registered number

142021

Business address

4/10 Darnley Street
Glasgow
G41 2SD

Accountants

Scott-Moncrieff Downie Wilson
Chartered Accountants and Registered Auditor
135 Buchanan Street
Glasgow
G1 2JA

AFS IMAGE SETTERS LIMITED

Directors' Report

The directors present their annual report with the financial statements of the company for the year ended 31 January 1998.

Principal activities

The principal activities of the company in the year under review were those of general printers and typesetters.

Directors and their interests

The directors in office in the year and their beneficial interests in the company at the balance sheet date and the beginning of the year (or on appointment if later) were as follows:

		Number of Shares	
		1998	1997
A.D.H. Stanger	Ordinary Shares	1	1
J.I. Scott	Ordinary Shares	1	1

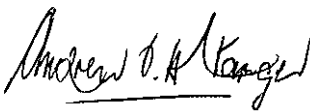
Close company

The company is a close company, as defined by the Income and Corporation Taxes Act 1988.

Small company exemptions

The above 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:



A.D.H. Stanger
Director

Approved by the board: 10 June 1998

AFS IMAGE SETTERS LIMITED

Accountants' Report to the Directors on the Unaudited Accounts

We have prepared, without carrying out an audit, the financial statements for the year ended 31 January 1998 set out on pages 4 to 12 from the accounting records of the company and from information and explanations supplied to us.

We have not audited the financial statements. Accordingly, we do not express an audit opinion or any other form of assurance that the accounting records and the financial statements are free from material misstatement.



Scott-Moncrieff Downie Wilson
Chartered Accountants and Registered Auditor
135 Buchanan Street
Glasgow
G1 2JA

10 June 1998

AFS IMAGE SETTERS LIMITED**Profit and Loss Account****For the year ended 31 January 1998**

	Notes	1998 £	1997 £
Turnover	2	151,495	159,124
Cost of sales		75,331	65,305
Gross profit		76,164	93,819
Administrative expenses		86,209	89,520
		(10,045)	4,299
Other operating income		722	3,198
Operating (loss)/profit	3	(9,323)	7,497
Investment income and interest receivable	4	325	465
(Loss)/profit on ordinary activities before taxation		(8,998)	7,962
Tax on (loss)/profit on ordinary activities		2,174	(2,112)
(Loss)/profit for the financial year		(6,824)	5,850

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 recognised gains or losses other than the profit or loss for the above two financial years.

The notes on pages 7 to 12 form part of these financial statements.

AFS IMAGE SETTERS LIMITED

Balance Sheet

At 31 January 1998

	Notes	1998		1997	
		£	£	£	£
Fixed assets					
Tangible assets	7		22,051		31,869
Current assets					
Stocks		4,417		8,718	
Debtors	8	36,443		36,520	
Cash at bank and in hand		4,444		15,081	
		<u>45,304</u>		<u>60,319</u>	
Creditors: amounts falling due within one year	9	<u>(40,538)</u>		<u>(54,532)</u>	
Net current assets			<u>4,766</u>		<u>5,787</u>
Total assets less current liabilities			<u>26,817</u>		<u>37,656</u>
Creditors: amounts falling due after more than one year	10		(433)		(4,363)
Accruals and deferred income					
Deferred government grants			<u>(1,700)</u>		<u>(1,785)</u>
Net assets			<u><u>24,684</u></u>		<u><u>31,508</u></u>

The notes on pages 7 to 12 form part of these financial statements.

AFS IMAGE SETTERS LIMITED

Balance Sheet

At 31 January 1998

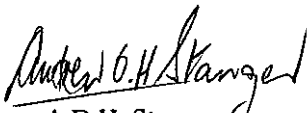
	Notes	£	1998 £	£	1997 £
Capital and reserves					
Share capital	13		2		2
Profit and loss account	14		24,682		31,506
Shareholders' funds	15		24,684		31,508

The directors have taken advantage of the exemption conferred by section 249A(1) not to have these financial statements audited and confirm that no notice has been deposited under section 249B(2) of the Companies Act 1985. The directors acknowledge their responsibilities for ensuring that:

- i) The company keeps accounting records which comply with section 221 of the Companies Act 1985;
- ii) The financial statements give a true and fair view of the state of affairs of the company as at 31 January 1998 and of its profit or loss for the year then ended in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

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

The financial statements were approved by the board of directors on 10 June 1998 and signed on its behalf by:


A.D.H. Stanger
Director

The notes on pages 7 to 12 form part of these financial statements.

AFS IMAGE SETTERS LIMITED

Notes to the Financial Statements

For the year ended 31 January 1998

1. Statement of accounting policies

The financial statements have been prepared under the historical cost convention.

Cash flow

The financial statements 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".

Turnover

Turnover represents the total invoice value, excluding value added tax, of goods sold and services rendered during the year.

Depreciation of tangible fixed assets

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

Plant and machinery	20% on cost
Motor vehicles	25% on cost
Equipment, fixtures and tools	10% on cost

Government grants

Government grants in respect of capital expenditure are credited to the profit and loss account over the estimated useful life of the relevant fixed assets. The grants shown in the balance sheet represent the total grants receivable to date less the amount so far credited to the profit and loss account.

Stocks

Stocks are stated at the lower of cost and net realisable value.

Net realisable value is based on estimated selling price less further costs to completion and disposal.

Leasing and hire purchase commitments

Assets held under finance leases are depreciated over the period of lease. Hire purchase contracts are capitalised in the balance sheet and are depreciated over their estimated useful lives. The interest element of the rental obligations is charged to the profit and loss account over the period of the lease.

Pension costs

The company operates a defined contribution pension scheme. Contributions payable to this scheme are charged to the profit and loss account in the period to which they relate. These contributions are invested separately from the company's assets.

AFS IMAGE SETTERS LIMITED

Notes to the Financial Statements

For the year ended 31 January 1998

2. Turnover

The company's turnover arose wholly in the United Kingdom.

3. Operating loss

Operating loss is stated:

	1998 £	1997 £
<i>After charging:</i>		
Depreciation of fixed assets	8,685	12,410
Auditors' remuneration	1,075	1,300

4. Investment income and interest receivable

	1998 £	1997 £
<i>Interest received and receivable</i>		
Bank interest	325	465

5. Information on directors and employees

	1998 £	1997 £
<i>Directors' emoluments</i>		
Remuneration for management services	49,442	49,129
Pension contributions to money purchase schemes	7,982	6,438
	57,424	55,567

6. Pension Costs

Defined contribution scheme

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. The pension cost charge represents contributions payable by the company to the fund and amounted to £7,982 (1997: £6,438).

AFS IMAGE SETTERS LIMITED

Notes to the Financial Statements

For the year ended 31 January 1998

7. Tangible fixed assets

	Plant and machinery £
<i>Cost:</i>	
At 1 February 1997	62,061
Additions	1,980
At 31 January 1998	<u>64,041</u>
<i>Depreciation:</i>	
At 1 February 1997	30,193
Charge for year	11,797
At 31 January 1998	<u>41,990</u>
<i>Net book value:</i>	
At 31 January 1998	<u>22,051</u>
At 31 January 1997	<u>31,869</u>

Included above are assets held under finance leases or hire purchase contracts as follows:-

	1998 £	1997 £
Net book values:		
Plant and machinery	9,268	13,902
Motor vehicles	6,078	9,116
	<u>15,346</u>	<u>23,018</u>
Depreciation charge for the year:		
Plant and machinery	(4,634)	(4,634)
Motor vehicles	(3,039)	(3,039)
	<u>(7,673)</u>	<u>(7,673)</u>

Net obligations under finance leases and hire purchase contracts are secured on the assets acquired.

8. Debtors

	1998 £	1997 £
Trade debtors	30,444	34,335
Prepayments and accrued income	3,825	2,185
Tax recoverable	2,174	-
	<u>36,443</u>	<u>36,520</u>

AFS IMAGE SETTERS LIMITED

Notes to the Financial Statements

For the year ended 31 January 1998

9. Creditors: amounts falling due within one year

	1998	1997
	£	£
Net obligations under finance leases and hire purchase contracts	3,930	7,082
Trade creditors	12,534	12,468
Corporation tax	-	2,311
Other taxes and social security costs	11,437	7,508
Directors' current accounts	6,000	7,603
Other creditors	5,000	5,000
Accruals and deferred income	1,637	12,560
	<u>40,538</u>	<u>54,532</u>

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

	1998	1997
	£	£
Net obligations under finance leases and hire purchase contracts	<u>433</u>	<u>4,363</u>

11. Borrowings

	1998	1997
	£	£
<i>The company's borrowings are repayable as follows</i>		
Up to one year and on demand	<u>5,000</u>	<u>5,000</u>

AFS IMAGE SETTERS LIMITED

Notes to the Financial Statements

For the year ended 31 January 1998

12. Obligations under finance leases and hire purchase contracts

	1998	1997
	£	£
<i>The company's net obligations under finance leases and hire purchase contracts are repayable as follows:</i>		
Within one year or on demand	4,600	8,518
Between one and two years	486	5,086
	5,086	13,604
Finance charges and interest allocated to future accounting periods	(723)	(2,159)
	4,363	11,445
Included in current liabilities	(3,930)	(7,082)
	433	4,363

13. Share capital

	1998	1997
	£	£
<i>Authorised:</i>		
<i>Equity interests:</i>		
50,000 Ordinary shares of £1 each	50,000	50,000
<i>Allotted, called up and fully paid:</i>		
<i>Equity interests:</i>		
2 Ordinary shares of £1 each	2	2

14. Profit and loss account

	1998	1997
	£	£
Retained profit at 1 February 1997	31,506	25,656
(Loss)/profit for the year	(6,824)	5,850
	24,682	31,506

AFS IMAGE SETTERS LIMITED

Notes to the Financial Statements

For the year ended 31 January 1998

15. Reconciliation of movements in shareholders' funds

	1998	1997
	£	£
(Loss)/profit for the financial year	(6,824)	5,850
Opening shareholders' funds	31,508	25,658
<i>Closing shareholders' funds</i>	<u>24,684</u>	<u>31,508</u>
<i>Represented by:-</i>		
Equity interests	<u>24,684</u>	<u>31,508</u>