Grant Thornton

INLINE ELECTRONICS LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED

31 DECEMBER 1997



Company no 3191666

INLINE ELECTRONICS LIMITED

ABBREVIATED ACCOUNTS

For the year ended 31 December 1997

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INLINE ELECTRONICS LIMITED

PRINCIPAL ACCOUNTING POLICIES

BASIS OF PREPARATION

The financial statements have been prepared in accordance with applicable accounting standards and under the historical cost convention.

Although at 31 December 1997 the company's current liabilities exceeded its current assets by £54,290 the directors consider it is appropriate to prepare the financial statements on a going concern basis because of the evidence of profitability since the balance sheet date.

The principal accounting policies of the company have remained unchanged from the previous period and are set out below.

DEPRECIATION

As all the tangible fixed assets were purchased in December 1997 no depreciation has been provided for in these accounts.

STOCKS

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

LEASED ASSETS

Assets held under finance leases and hire purchase contracts are capitalised in the balance sheet and depreciated over their expected useful lives. The interest element of leasing payments represents a constant proportion of the capital balance outstanding and is charged to the profit and loss account over the period of the lease.

INLINE ELECTRONICS LIMITED

ABBREVIATED BALANCE SHEET AT 31 DECEMBER 1997

	Note	1997 £	1997 £	1996 £	1996 £
Called up share capital not paid			1,000		2
Fixed assets					
Tangible assets	1		312,445		-
Current assets					
Stocks		31,370		-	
Debtors		76,267		-	
Cash at bank and in hand		15,181		-	
		122,818		-	
Creditors: amounts falling due within one year	2	(177,108)		-	
Net current liabilities			(54,290)		-
Total assets less current liabilities			259,155		2
Creditors: amounts falling due after more than one year	2		(273,572)		-
			(14,417)		2
Capital and reserves					
Called up share capital	3		1,000		2
Profit and loss account			(15,417)		-
			(14,417)		2

For the year ended 31 December 1997, the company was exempt from audit of its financial statements under section 249A(1) of the Companies Act 1985. No notice has been deposited by members under section 249B(2) calling for an audit in relation to these financial statements.

We acknowledge our responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the Companies Act relating to accounts, so far as applicable to the company.

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

The abbreviated accounts were approved by the Board of Directors on 16 October 1998.

Mr A Fowell **Director**

The accompanying accounting policies and notes form an integral part of these abbreviated accounts.

1 FIXED ASSETS

	Tangible fixed assets £	Total £
Cost or valuation		
At 1 January 1997	-	-
Additions	312,445	312,445
	312,445	312,445
Net book amount at 31 December 1997	**312,445**	**312,445**
Net book amount at 31 December 1996	-	-

2 CREDITORS

Creditors include £51,860 (1996: £-) falling due for repayment after five years from the balance sheet date.

Creditors amounting to £80,000 (1996 £-) are secured.

3 SHARE CAPITAL

	1997 £	1996 £
Authorised		
Ordinary shares of £1 each	**1,000**	1,000
Allotted and called up		
Ordinary shares of £1 each	**1,000**	2

Allotments during the year

The company made an allotment of 998 ordinary £1 shares at £1 per share on 13 November 1997.

4 TRANSACTIONS WITH RELATED PARTIES

During the year the company traded with the following company's in which Mr A Fowell had an interest as a director during the year:

	£
Ex-Or Limited	
Amounts due to Ex-or Limited	
- included in trade creditors (inclusive of VAT)	1,154
- included in other creditors	4,180
	5,334

	£
Amounts invoiced to Ex-Or Manufacturing Limited in respect of expense recharges	1,154

	£
Ex-Or Installations Limited	
Amounts due to Ex-Or Installations Limited	
- included in trade creditors (inclusive of VAT)	8,813
- included in other creditors	20,000
	28,813

	£
Amounts invoiced to Ex-Or Manufacturing Limited in respect of installation work	8,813

All the above transactions were under normal commercial terms.