Grant Thornton



INLINE ELECTRONICS LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED

31 DECEMBER 2001

Company no 3191666

INLINE ELECTRONICS LIMITED

ABBREVIATED ACCOUNTS

For the year ended 31 December 2001

Company registration number:	3191666
Registered office:	Haydock Lane Haydock Merseyside WA11 9UJ
Directors:	Mr A Fowell Mr D L Murgatroyd
Secretary:	Mrs A Fowell
Bankers:	HSBC Bank Plc Manchester
Solicitors:	Addleshaw Booth & Co Manchester Cooper Sons Hartley and Williams Manchester
Auditors:	Grant Thornton Registered auditors Chartered accountants

INLINE ELECTRONICS LIMITED

ABBREVIATED ACCOUNTS

For the year ended 31 December 2001

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REPORT OF THE INDEPENDENT AUDITORS TO INLINE ELECTRONICS LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 5, which comprise the principal accounting policies, the abbreviated balance sheet, and notes 1 to 5 together with the full financial statements of Inline Electronics Limited prepared under section 226 of the Companies Act 1985 for the year ended 31 December 2001.

Respective responsibilities of directors and auditors

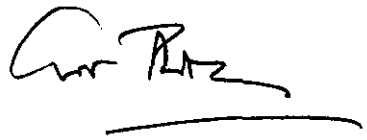
The directors are responsible for preparing the abbreviated accounts in accordance with the provisions of section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver to the Registrar of Companies abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act and whether the abbreviated accounts have been properly prepared in accordance with those provisions.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts have been properly prepared from those financial statements. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 5, which comprise the principal accounting policies, the abbreviated balance sheet, and notes 1 to 5 have been properly prepared in accordance with those provisions.



GRANT THORNTON
REGISTERED AUDITORS
CHARTERED ACCOUNTANTS

MANCHESTER
10 May 2002

PRINCIPAL ACCOUNTING POLICIES

BASIS OF PREPARATION

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

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

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

TURNOVER

Turnover is the total amount receivable by the company for goods supplied and services provided, excluding VAT and trade discounts.

TANGIBLE FIXED ASSETS AND DEPRECIATION

Depreciation is calculated to write down the cost less estimated residual value of all tangible fixed assets by equal annual instalments over their expected useful lives. The rates generally applicable are:

Building alterations	10%
Plant and machinery	20%
Motor vehicles	25%
Office Equipment	20%

STOCKS

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

DEFERRED TAXATION

Deferred tax is provided for using the tax rates estimated to arise when the timing differences reverse and is accounted for to the extent that it is probable that a liability or asset will crystallise. Unprovided deferred tax is disclosed as a contingent liability.

Debit balances arising in respect of advance corporation tax on dividends payable or proposed are carried forward to the extent that they are expected to be recoverable.

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.

All other leases are regarded as operating leases and the payments made under them are charged to the profit and loss account on a straight-line basis over the lease term.

INLINE ELECTRONICS LIMITED

ABBREVIATED BALANCE SHEET AT 31 DECEMBER 2001

	Note	2001 £	2001 £	2000 £	2000 £
Fixed assets					
Tangible assets	1		**262,873**		183,036
Current assets					
Stocks		**196,075**		195,688	
Debtors		**412,787**		346,599	
Cash at bank and in hand		**62,161**		9,582	
		671,023		551,869	
Creditors: amounts falling due within one year	2	**(388,635)**		(369,503)	
Net current assets			**282,388**		182,366
Total assets less current liabilities			**545,261**		365,402
Creditors: amounts falling due after more than one year	2		**(122,994)**		(83,313)
Provisions for liabilities and charges			**(12,000)**		(13,502)
			410,267		268,587
Capital and reserves					
Called up share capital	3		**1,000**		1,000
Profit and loss account			**409,267**		267,587
			410,267		268,587

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 10 May 2002.

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 2001	386,348	386,348
Additions	166,975	166,975
At 31 December 2001	542,623	542,623
Depreciation and amortisation		
At 1 January 2001	203,312	203,312
Charge for the year	82,903	82,903
	286,215	286,215
Eliminated on disposals	(6,465)	(6,465)
At 31 December 2001	279,750	279,750
Net book amount at 31 December 2001	**262,873**	**262,873**
Net book amount at 31 December 2000	183,036	183,036

2 CREDITORS

Creditors amounting to £346,101 (2000 £238,488) are secured.

3 SHARE CAPITAL

	2001 £	2000 £
Authorised		
Ordinary shares of £1 each	**500**	500
'A' Ordinary shares of £1 each	**500**	500
	1,000	1,000
Allotted, called up and fully paid		
Ordinary shares of £1 each	**500**	500
'A' Ordinary shares of £1 each	**500**	500
	1,000	1,000

4 TRANSACTIONS WITH DIRECTORS

During the year the company traded with Ex-Or Limited, a company which is also a 100% subsidiary of Ex-Or Holdings Limited, and a company in which Mr A Fowell is also a director.

Transactions with Ex-Or Limited include goods sold to Ex-Or Limited amounting to £1,286,468 (2000:£1,201,294). Amounts invoiced by Ex-Or Limited in respect of components purchased and expenses recharged amounting to£28,230 (2000:£119,759). Amounts invoiced by In-Line Electronics Limited to Ex-Or Limited in respect of components purchased and expenses recharged amounting to £18,337 (2000:£nil).

Included in debtors are amounts due from Ex-Or Limited of £298,207 (2000:£292,626).

All the above transactions were under normal commercial terms.

5 ULTIMATE PARENT UNDERTAKING

The directors consider that the ultimate parent undertaking of this company is its parent company Ex-Or Holdings Limited.