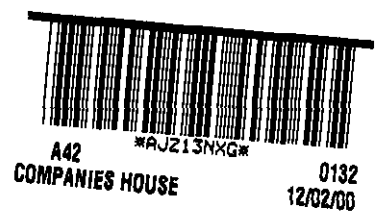


REGISTERED NUMBER: 1066364 (England and Wales)

ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH SEPTEMBER 1999

FOR

PROTOCON ENGINEERING LIMITED



PROTOCON ENGINEERING LIMITED

**CONTENTS OF THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH SEPTEMBER 1999**

	Page
Company Information	1
Report of the Auditors on the Abbreviated Financial Statements	2
Abbreviated Balance Sheet	3
Notes to the Abbreviated Financial Statements	4

PROTOCON ENGINEERING LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 30TH SEPTEMBER 1999

DIRECTORS: Mr G A Smith
Mrs M E Smith

SECRETARY: Mrs. M E Smith

REGISTERED OFFICE: Stock Road
Southend-on-Sea
Essex
SS2 5QF

REGISTERED NUMBER: 1066364 (England and Wales)

AUDITORS: Goldwyns
Registered Auditors
Chartered Accountants
Rutland House
90-92 Baxter Avenue
Southend on Sea
Essex SS2 6HZ

PROTOCON ENGINEERING LIMITED

**REPORT OF THE AUDITORS TO
PROTOCON ENGINEERING LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated financial statements on pages three to five, together with the full financial statements of the company for the year ended 30th September 1999 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements in accordance with 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 abbreviated financial statements prepared in accordance with Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the financial statements to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

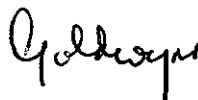
Basis of opinion

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements to be delivered are properly prepared. The scope of our work for the purpose of this report did 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 financial statements prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements on pages three to five are properly prepared in accordance with those provisions.

Goldwyns
Registered Auditors
Chartered Accountants
Rutland House
90-92 Baxter Avenue
Southend on Sea
Essex SS2 6HZ



Dated: 8TH FEBRUARY 2000

PROTOCON ENGINEERING LIMITED

**ABBREVIATED BALANCE SHEET
30TH SEPTEMBER 1999**

		<u>1999</u>		<u>1998</u>	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	2		219,611		262,181
CURRENT ASSETS:					
Stocks		55,090		46,060	
Debtors		81,382		98,091	
Cash in hand		<u>183</u>		<u>270</u>	
		136,655		144,421	
CREDITORS: Amounts falling due within one year	3	<u>113,712</u>		<u>131,604</u>	
NET CURRENT ASSETS:			<u>22,943</u>		<u>12,817</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			242,554		274,998
CREDITORS: Amounts falling due after more than one year	3		(121,402)		(150,048)
PROVISIONS FOR LIABILITIES AND CHARGES:			<u>(12,114)</u>		<u>(2,643)</u>
			<u>£109,038</u>		<u>£122,307</u>
CAPITAL AND RESERVES:					
Called up share capital	4		1,430		1,430
Share premium			29,570		29,570
Revaluation reserve			25,541		26,292
Profit and loss account			<u>52,497</u>		<u>65,015</u>
Shareholders' funds			<u>£109,038</u>		<u>£122,307</u>

These abbreviated financial statements have 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:

Geoffrey A. Smith

Mr G A Smith - DIRECTOR

Approved by the Board on 8th Feb 2000

The notes form part of these financial statements

PROTOCON ENGINEERING LIMITED

**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH SEPTEMBER 1999**

1. ACCOUNTING POLICIES

Accounting convention

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

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 or, if held under a finance lease, over the lease term, whichever is the shorter.

Freehold property	- Over 40 years
Plant and machinery	- 20% on cost
Motor vehicles	- 20% 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.

Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

PROTOCON ENGINEERING LIMITED

**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH SEPTEMBER 1999**

2. TANGIBLE FIXED ASSETS

	<u>Total</u>
	£
COST:	
At 1st October 1998	653,377
Disposals	<u>(18,995)</u>
At 30th September 1999	<u>634,382</u>
DEPRECIATION:	
At 1st October 1998	391,195
Charge for year	35,606
Eliminated on disposals	<u>(12,030)</u>
At 30th September 1999	<u>414,771</u>
NET BOOK VALUE:	
At 30th September 1999	<u>219,611</u>
At 30th September 1998	<u>262,181</u>

3. CREDITORS

The following secured debts are included within creditors:

	1999	1998
	£	£
Bank overdrafts	30,454	34,347
Bank loans	27,507	21,776
Finance leases	<u>36,448</u>	<u>58,503</u>
	<u>94,409</u>	<u>114,626</u>

4. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	1999	1998
			£	£
1,500	Ordinary	£1	<u>1,500</u>	<u>1,500</u>
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	1999	1998
			£	£
1,430	Ordinary	£1	<u>1,430</u>	<u>1,430</u>