Company Registration No. 2646099 (England and Wales)

STEERING DEVELOPMENTS LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 2001



STEERING DEVELOPMENTS LIMITED

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STEERING DEVELOPMENTS LIMITED

AUDITORS' REPORT TO STEERING DEVELOPMENTS LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 2 to 4, together with the financial statements of the company for the year ended 31 March 2001 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts 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 accounts prepared in accordance with sections 246(5) and (6) of the Act to the Registrar of Companies and whether the accounts 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 considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts 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 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 4 are properly prepared in accordance with those provisions.

Newman & Partners

21 JAN 2002

Chartered Accountants
Registered Auditor

Lynwood House
373/375 Station Road
Harrow
Middlesex HA1 2AW

STEERING DEVELOPMENTS LIMITED

ABBREVIATED BALANCE SHEET
AS AT 31 MARCH 2001

	Notes	2001 £	2001 £	2000 £	2000 £
Fixed assets					
Intangible assets	2		39,744		44,849
Tangible assets	2		32,142		9,585
			71,886		54,434
Current assets					
Stocks		77,074		63,068	
Debtors		378,931		341,996	
Cash at bank and in hand		797		747	
		456,802		405,811	
Creditors: amounts falling due within one year		(539,781)		(486,408)	
Net current liabilities			(82,979)		(80,597)
Total assets less current liabilities			(11,093)		(26,163)
Creditors: amounts falling due after more than one year	3		(5,703)		-
			(16,796)		(26,163)
Capital and reserves					
Called up share capital	4		16,578		16,578
Profit and loss account			(33,374)		(42,741)
Shareholders' funds			(16,796)		(26,163)

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 financial statements were approved by the board on 18 JAN 2002

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P J Roake Esq

Director

STEERING DEVELOPMENTS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2001

1 Accounting policies

1.1 Accounting convention

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

The financial statements have been prepared on a going concern basis which assumes that the company will continue in operational existence for the forseeable future.

The validity of this assumption depends on the continued support of the creditors.

If the company was unable to continue in operational existence for the forseeable future, adjustments would have to be made to reduce the balance sheet values of assets to their recoverable amounts, and to provide for further liabilities that might arise, and to reclassify fixed assets as current assets.

1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.3 Goodwill

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life of 10 years.

1.4 Research and development

Research expenditure is written off to the profit and loss account in the year in which it is incurred. Development expenditure is written off in the same way unless the directors are satisfied as to the technical, commercial and financial viability of individual projects. In this situation, the expenditure is deferred and amortised over a period of three years, during which the company is expected to benefit.

1.5 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Plant and machinery	12.5% straight line
Fixtures, fittings & equipment	12.5% straight line
Gas and electrical installations	9 years straight line
Computer equipment	25% straight line
Motor vehicles	25% straight line

1.6 Leasing and hire purchase commitments

Rentals payable under operating leases are charged against income on a straight line basis as incurred.

1.7 Stock

Stock is valued at the lower of cost and net realisable value, after making due allowance for slow moving items. Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

1.8 Deferred taxation

Deferred taxation is provided at appropriate rates on all timing differences using the liability method only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

1 Accounting policies **(continued)**

1.9 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

2 Fixed assets

	Intangible assets	Tangible assets	Total
	£	£	£
Cost			
At 1 April 2000	402,706	78,802	481,508
Additions	28,615	34,894	63,509
At 31 March 2001	431,321	113,696	545,017
Depreciation			
At 1 April 2000	357,857	69,217	427,074
Charge for the year	33,720	12,337	46,057
At 31 March 2001	391,577	81,554	473,131
Net book value			
At 31 March 2001	39,744	32,142	71,886
At 31 March 2000	44,849	9,585	54,434

3 Creditors: amounts falling due after more than one year

The aggregate amount of creditors for which security has been given amounted to £53,808 (2000 - £65,128).

4 Share capital

	2001	2000
	£	£
Authorised		
18,000 Ordinary Shares of £ 1 each	18,000	18,000
Allotted, called up and fully paid		
16,578 Ordinary Shares of £ 1 each	16,578	16,578

5 Ultimate parent company

The ultimate parent undertaking is Steering Developments Group Limited.