

ADInstruments Limited

Annual Report

Year Ended 30 September 1996

Company Number: 02644602

**MALONEY STEPHENS**  
Chartered Certified Accountants  
Registered Auditors

Whittington House  
764-768 Holloway Road  
London N19 3JG



**ADInstruments Limited**

**Annual Report**

**Year Ended 30 September 1996**

**Registered Office:**            **Whittington House  
764-768 Holloway Road  
London N19 3JG**

**Directors:**                    **Mark Finlay  
Karl Weiss  
Michael McKnight  
Boris Schlensky**

**Secretary:**                   **Karl Weiss**

**I N D E X**

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**\* The page so marked does not form part of the Statutory Accounts.**

ADInstruments Limited

Report of the Directors

Year Ended 30 September 1996

The Directors present their Annual Report and the Financial Statements for the year ended 30 September 1996.

Principal Activity

The principal activity of the Company is that of marketing medical research computer peripherals.

Review of Business

A summary of the results for the year is given on page 3 of the accounts. The Directors consider the state of affairs of the company to be satisfactory.

Results and Dividends

The profit for the year after taxation is stated on Page 3. The Directors do not recommend the payment of a dividend. (1995 £NIL).

Events since the End of the Period

There were no events since the end of the year affecting the accounts.

Fixed Assets

Movements in Fixed Assets are detailed in Note 6 to the Financial Statements.

Directors and Their Interests

The Directors in office during the year and their beneficial interests in the Share Capital of the Company were as follows:

	Ordinary Shares of £1 each	
	1996	1995
	-----	
Mark Finlay		250
Karl Weiss		250
Michael McKnight		-
Boris Schlensky		-

Political and Charitable Donations

There were no charitable or political donations made during the year.

ADInstruments LimitedReport of the Directors continuedYear Ended 30 September 1996Directors Responsibility for the Accounts

Company law requires the directors to prepare financial statements for each period 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 the profit and loss for the period. In preparing those accounts, the Directors are required to:

- Select appropriate accounting policies and apply them consistently.
- Make judgment and estimates that are reasonable and prudent.
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

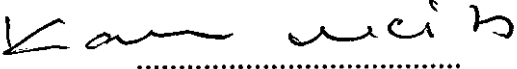
The directors are responsible for ensuring that the company keeps accounting records which disclose with reasonable accuracy the financial position of the company and which enables them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for taking such steps for the prevention and detection of fraud and other irregularities.

Auditors

In accordance with Section 384 of the Companies Act 1985 a resolution proposing the reappointment of Messrs Maloney Stephens, Certified Accountants, as auditors to the Company will be put to the Annual General Meeting.

BY ORDER OF THE BOARD

Date: 23.7.97

  
 .....  
 SECRETARY

Auditors Report to the Shareholders of

ADInstruments Limited

We have audited the Financial Statements on Pages 3 to 7 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

Respective Responsibilities of Directors and Auditors

As described on page 1a, the Company's Directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of Opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes the examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgments made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 30 September 1996 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985, applicable to small companies.



MALONEY STEPHENS

Chartered Certified Accountants  
Registered Auditors

Whittington House  
764-768 Holloway Road  
London N19 3JG

Dated 24/7/97

ADInstruments LimitedProfit and Loss AccountYear Ended 30 September 1996

		<u>1996</u>	<u>1995</u>
	<u>Notes</u>	<u>£</u>	<u>£</u>
Turnover	(2)	1,064,263	908,600
Cost of Sales		714,191	544,127
		-----	-----
Gross Profit		350,072	364,473
Administration Expenses		323,581	302,693
		-----	-----
Operating Profit	(3)	26,491	61,780
Interest Receivable and Similar Income		1,746	1,650
		-----	-----
<u>Profit on Ordinary Activities Before Taxation</u>		28,237	63,430
Tax on Profit on Ordinary Activities	(5)	( 9,874)	15,857
		-----	-----
<u>Profit on Ordinary Activities After Taxation</u>		<u>£ 18,363</u>	<u>£ 45,573</u>

Statement of Retained Earnings

Retained Profit Brought Forward	94,290	46,717
Retained Profit for the Year	18,363	47,573
	-----	-----
Retained Profit Carried Forward	<u>£ 112,653</u>	<u>£ 94,290</u>

The company has no recognised losses or gains other than those included in the profits above and therefore no separate statement of total recognised gains and losses has been presented.

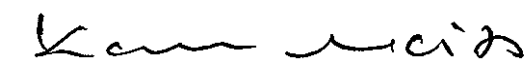
There is no difference between the profit on ordinary activities before taxation and retained profit for the period stated above and their historical cost equivalents.

The notes on pages 5 to 7 form part of these accounts.

AD Instruments LimitedBalance Sheet as at 30 September 1996

		<u>1996</u>		<u>1995</u>	
	<u>Notes</u>	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
<u>Fixed Assets</u>					
Tangible Fixed Assets	(6)		13,720		11,909
<u>Current Assets</u>					
Debtors	(8)	187,707		121,950	
Cash at Bank and In Hand		153,628		215,571	
		-----		-----	
		341,335		337,521	
<u>Creditors: Amounts falling due</u>					
within one year	(9)	241,402		254,140	
		-----		-----	
Net Current Liabilities			99,933		83,381
			-----		-----
<u>Total Assets Less Current Liabilities</u>			<u>113,653</u>		<u>95,290</u>
<u>Capital and Reserves</u>					
Called Up Share Capital	(10)		1,000		1,000
Profit and Loss Account			112,653		94,290
			-----		-----
			<u>£ 113,653</u>		<u>£ 95,290</u>

Signed on behalf of the Board of Directors

  
 .....  
 Director

23.7.97  
 .....  
 Date

The notes on pages 5 to 7 form part of these accounts.

ADInstruments Limited

Notes to the Accounts

Year Ended 30 September 1996

1. Accounting Policies

**Basis of Accounting**

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

**Turnover**

Turnover represents the net invoiced sales of goods, exclusive of value added tax.

**Tangible Fixed Assets**

Depreciation is provided on a reducing balance basis in order to write off each asset at its estimated useful life:

Motor Vehicles	25 % per annum
Plant and Equipment	25 % per annum

**Deferred Taxation**

No provision is made for deferred taxation as the Directors are able to foresee on reasonable evidence that no liability will arise in the foreseeable future.

**Foreign Currencies**

Assets and liabilities in foreign currencies are translated into Sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into Sterling at the rates of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

**Cash Flow Statement**

The company has taken advantage of the exemption provided by the Financial Reporting Standard 1 and has not prepared a Cash Flow Statement for the period.

2. Turnover

The Turnover and Profit before taxation for the period is attributable to the principal activity of the company which is that of marketing medical research computer peripherals.

3. Operating Profit

	<u>1996</u>	<u>1995</u>
	£	£
This is stated after charging:-		
Amount Written Off Tangible Fixed Assets	-	3,882
Staff Costs - Note 4	89,834	87,692
Auditors Remuneration	1,000	1,000
	<u>          </u>	<u>          </u>



ADInstruments LimitedNotes to the Accounts - ContinuedYear Ended 30 September 1996

	<u>1996</u>	<u>1995</u>
	<u>£</u>	<u>£</u>
4. <u>Staff Costs</u>		
The costs incurred were as follows:-		
Wages and Salaries	28,092	27,398
Directors Remuneration	44,519	42,359
Directors Pension Scheme	10,000	10,000
Social Security Costs	7,223	7,935
	<u>89,834</u>	<u>87,692</u>
The average weekly number of employees during the year were as follows:-		
Office and Management	3	3
Sales	1	1
	<u>4</u>	<u>4</u>

5. Taxation

The tax charge on the profit on ordinary activities was as follows:-

Corporation Tax	<u>9,874</u>	<u>15,857</u>
-----------------	--------------	---------------

Corporation Tax has been charged on the taxable profit at 25%.

6. Tangible Fixed Assets

	<u>Motor Vehicles</u>	<u>Plant and Equipment</u>	<u>Total</u>
	<u>£</u>	<u>£</u>	<u>£</u>
<u>Cost</u>			
At 1 October 1995	15,330	5,620	20,950
Additions	11,000	356	11,356
Disposals	( 6,630)	-	( 6,630)
At 30 September 1996	<u>19,700</u>	<u>5,976</u>	<u>25,676</u>
<u>Depreciation</u>			
At 1 October 1995	5,519	3,521	9,040
Disposal	( 1,658)	-	( 1,658)
Charge for the Period	3,960	614	4,574
At 30 September 1996	<u>7,821</u>	<u>4,135</u>	<u>11,956</u>
<u>Net Book Value</u>			
At 30 September 1996	<u>11,879</u>	<u>1,841</u>	<u>13,720</u>
At 30 September 1995	<u>9,811</u>	<u>2,098</u>	<u>11,909</u>

ADInstruments LimitedNotes to the Accounts - ContinuedYear Ended 30 September 19967. Related Party Transactions

The accounts include the following Related Party Transactions:-

1. Management charge represents the services provided by ADInstruments Pty (Australia), a 50% shareholder, for Management Services and Marketing Support.
2. Purchases from ADInstruments Pty (Australia) during the year amounted to £561,272.

	<u>1996</u> £	<u>1995</u> £
8. <u>Debtors</u>		
Amounts due within one year:		
Trade Debtors	164,523	102,679
Other Debtors	23,184	19,137
Directors Current Account - M Finlay	-	134
	-----	-----
	<u>187,707</u>	<u>121,950</u>
9. <u>Creditors:</u>		
Amounts falling due within one year:		
Trade Creditors	175,202	135,965
Corporation Tax	11,712	17,541
Social Security and Other Taxes	5,499	2,410
* Directors Loan Account - K Weiss	10,100	10,100
* Loan from Associated Company	14,276	20,149
Accruals and Deferred Expenses	24,613	67,975
	-----	-----
	<u>241,402</u>	<u>254,140</u>
** Directors Loan and Loan from Associated Company are interest free and have no repayment terms.		
10. <u>Share Capital</u>		
Authorised:		
10,000 Ordinary Shares of £1 each	10,000	10,000
	=====	=====
<u>Allotted, Issued and Fully Paid:</u>		
1,000 Ordinary Shares of £1 each	1,000	1,000
	=====	=====

11. Control

Day to Day control of the Company is handled by the Directors, Mr M Finlay and Mr K Weiss.