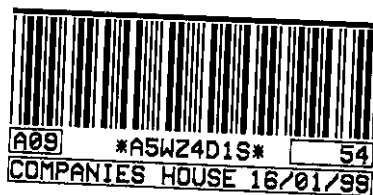


MICOM LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MAY 1998
COMPANY NUMBER 1033144



KIDSONS IMPEY
Chartered Accountants
Chelmsford

MICOM LIMITED

Auditors' report to Micom Limited Under section 247b to the Companies Act 1985

We have examined the abbreviated accounts set out on pages 2 to 4, together with the accounts of the company for the year ended 31 May 1998 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

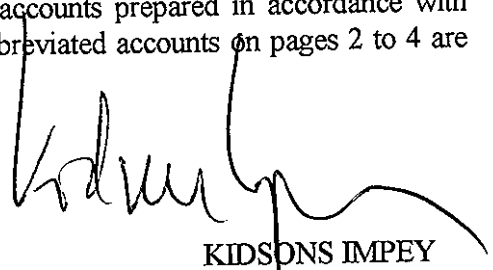
We have carried out the procedures we considered necessary to confirm, by reference to the accounts that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report does not include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

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 prepared in accordance with those provisions.

Chelmsford, Essex

Date: 29.12.98




KIDSONS IMPEY
Registered Auditors
Chartered Accountants

MICOM LIMITED
ABBREVIATED BALANCE SHEET
AT 31 MAY 1998

	Note	1998		1997	
		£	£	£	£
Fixed assets					
Tangible assets	2		322,675		297,546
Current assets					
Stocks		20,130		21,872	
Debtors		108,577		117,076	
Cash at bank and in hand		<u>177,552</u>		<u>123,281</u>	
			306,259		262,229
Creditors: amounts falling due within one year			<u>(244,556)</u>		<u>(228,752)</u>
Net current assets			<u>61,703</u>		<u>33,477</u>
Total assets less current liabilities			384,378		331,023
Provisions for liabilities and charges			<u>(33,000)</u>		<u>(26,500)</u>
			<u>351,378</u>		<u>304,523</u>
Capital and reserves					
Called up share capital	3		1,000		1,000
Capital redemption reserve			4,000		4,000
Profit and loss account			<u>346,378</u>		<u>299,523</u>
Equity shareholders' funds			<u>351,378</u>		<u>304,523</u>

The abbreviated accounts on pages 2 to 4 were approved by the board of directors on 22 December 1998.

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


 Director
 R A A Webber

MICOM LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

31 MAY 1998

1 Principal accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost accounting rules.

Cashflow statement

The company has taken advantage of the exemption from preparing a cashflow statement conferred by Financial Reporting Standard No. 1 on the grounds that it qualifies as a small company under the Companies Act 1985.

Depreciation

Fixed assets are stated at cost or professional valuation less depreciation. Depreciation is calculated to write off fixed assets, less estimated residual value, over their estimated useful lives at the following annual rates:

Motor vehicles	25% on written down balance
Plant and machinery	10% on written down balance
Fixtures and fittings	15% on written down balance
Leasehold property	Over the period of the lease

Finance leases and hire purchase contracts

Assets acquired under finance leases and hire purchase contracts are capitalised, with an equivalent liability included as appropriate under creditors due within one year or after more than one year. Associated finance charges are written off to the profit and loss account, by the annuity method or by equal instalments, over the primary period of the finance lease or over the period of the hire purchase contract.

Stocks

Stocks are stated at the lower of cost and net realisable value. Cost represents the expenditure incurred in bringing each product to its present location and condition as follows:

Raw materials	Purchase cost on an average basis
Work in progress and finished goods	Cost of direct materials and labour plus attributable overheads based on normal level of activity.

Deferred taxation

Deferred taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

MICOM LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

31 MAY 1998

(continued)

1 Principal accounting policies (continued)

Pension commitments

The company contributes to a defined contribution scheme. The contributions are charged to the profit and loss account as they become payable.

2 Tangible fixed assets

	Total
	£
Cost	
1 June 1997	529,832
Additions	70,509
Disposals	<u>(6,679)</u>
31 May 1998	<u>593,662</u>
 Depreciation	
1 June 1997	232,286
Charge	43,266
Disposals	<u>(4,565)</u>
31 May 1998	<u>270,987</u>
 Net book amount	
31 May 1998	<u>322,675</u>
31 May 1997	<u>297,546</u>

3 Share capital

	1998	1997
	£	£
Authorised:		
100,000 (1997: 100,000)		
Ordinary shares of £1 each	<u>100,000</u>	<u>100,000</u>
 Allotted, called up and fully paid:		
1,000 (1997: 1,000)		
Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

4 Related party transactions

R A A Webber as the sole director of the company is the ultimate controlling party.

During the year, the company paid rent of £12,500 (1997: £12,500) to R A A Webber.

At 31 May 1998, the amount owed by the company to R A A Webber was £110,564 (1997: £100,548).