

SINCLAIR RESEARCH LIMITED

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REPORT AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31st MARCH 1982

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DIRECTORS' REPORT

The directors present their report and the audited financial statements for the year ended 31st March 1982.

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The principal activities of the company during the year were the research, development, manufacture and marketing of electronic, particularly computer, equipment, software and peripherals. There has been no significant change in the activities of the company. As at 31st March 1982 the company acquired the whole of the issued share capital of Sinclair Equipment International Limited, whose principal activity is the wholesale export of consumer durables.

The company has continued its rapid expansion in the high-technology field and will continue to market microcomputers as well as developing other high-technology products for the consumer market in 1982/83.

RESULTS AND DIVIDENDS

The profit for the year after taxation amounted to £4,245,013. It is recommended that this should be transferred to reserves. The directors do not recommend the payment of a dividend.

RESEARCH AND DEVELOPMENT

The company is actively engaged upon a programme of research and development in many areas of science and technology, particularly the development of the flat-tube television.

SIGNIFICANT CHANGES IN FIXED ASSETS

The company has increased its fixed assets substantially by the acquisition of the freehold of three of its office sites, an aeroplane and a considerable amount of plant and equipment. The changes are detailed in note 7 to the accounts.

DIRECTORS

The directors of the company throughout the year and their interests in the shares of the company are as follows:

	<u>Ordinary shares of 10p each</u>	
	<u>As at 31.3.1982</u>	<u>1.4.1981</u>
C. M. Sinclair	9,370	937
Mrs. A. Sinclair	NIL	NIL

CHARITABLE AND POLITICAL CONTRIBUTIONS

During the year the company has made the following contributions:

	£
United Kingdom charitable organisations	£34,269
United Kingdom political organisations:	
The Conservative Association	7,000
Amnesty International	5,000
	<u>£12,000</u>

DIRECTORS' REPORT (continued)

CURRENT COST ACCOUNTS (CCA)

It is the opinion of the directors that the cost of presentation and audit of a CCA statement to accompany these financial statements would outweigh the possible benefits to be gained from its existence. Accordingly no such statement has been prepared or made available for audit.

AUDITORS

The auditors, Vlieland-Boddy & Co., merged with Deloitte Haskins & Sells with effect from 1st July 1982. In accordance with Section 14 of the Companies Act 1976, a resolution proposing the reappointment of Deloitte Haskins & Sells as auditors to the company will be put to the annual general meeting.

BY ORDER OF THE BOARD

x McParsen x

Secretary

AUDITORS' REPORT TO THE MEMBERS OF  
SINCLAIR RESEARCH LIMITED

We have audited the financial statements on pages 5 to 17 in accordance with approved Auditing Standards.

In our opinion the financial statements give a true and fair view of the state of affairs of the company and the group at 31st March 1982 and of the profit and source and application of funds of the group for the year then ended and comply with the Companies Acts 1948 to 1981.

The financial statements do not contain the current cost accounts required by Statement of Standard Accounting Practice No.16.

*Deloitte Haskin & Sells* DMS

Chartered Accountants

Mount Pleasant House,  
Cambridge,  
CB3 0EB.

*20th Sept 1982*

*25/9/82*

# SINCLAIR RESEARCH LIMITED

## ACCOUNTING POLICIES

### BASIS OF ACCOUNTING

The group has adopted the historical cost basis in preparing these financial statements. The group financial statements include the financial statements of the subsidiary, which was acquired on 31st March 1982.

### RESEARCH AND DEVELOPMENT

Expenditure incurred on research and development is charged against profits arising in the year in which it is incurred.

### TANGIBLE FIXED ASSETS

Tangible fixed assets are stated at cost to the group, including legal and installation costs, where applicable, less depreciation to date.

Depreciation has been charged using rates and methods suitable to reduce the fixed assets of the company to their respective residual values over their useful working lives. The rates and methods principally applied are:

Freehold buildings	2% p.a.	Reducing balance basis
Plant and equipment	10 - 20% p.a.	Reducing balance basis
Motor vehicles	25% p.a.	Reducing balance basis
Aircraft	20% p.a.	Reducing balance basis

### GOVERNMENT GRANTS

Government grants are credited against the cost of the assets/expenses which they are intended to finance. Credit for grants receivable is taken at such time as the company becomes eligible to apply for them. The grants are written off over the same period as the relevant assets.

### FIXED ASSET INVESTMENT

The investment in Sinclair Equipment International has been valued at cost in the financial statements of the holding company, this value being substituted by the underlying assets and liabilities in the consolidated financial statements.

### TURNOVER

Turnover comprises sales, as follows:

- (i) Credit sales represent amounts invoiced in respect of goods supplied during the year.
- (ii) Mail-order sales are accounted for by reference to the date of receipt of the customers' written order by the company or its agents; no sale is accounted for unless the company is in a position to comply with its stated terms for despatch of the goods ordered. A suitable provision is maintained in respect of goods to be returned by customers under the terms of the mail-order warranty or their statutory rights.

- (iii) All sales are accounted for exclusive of Value Added Tax.

## ACCOUNTING POLICIES (continued)

### STOCK

Stock is valued at the lower of cost and net realisable value. Cost means the cost of labour and materials and a proportion of direct overheads as applicable on an item by item basis.

Net realisable value means the expected selling price of the item less Value Added Tax and all costs of completion, transport, storage, packing, marketing and direct advertising and discounts necessary to achieve that selling price.

### FOREIGN CURRENCIES

Assets and liabilities of foreign branches have been translated into sterling at the Barclays Bank mid-market rate of exchange ruling at the balance sheet date. Transactions occurring in these branches have been translated at the average Barclays Bank mid-market rate of exchange for the year except in the case of major transfers of goods to the branch from the U.K., when the rate ruling on the first day of the week of the transfer has been applied.

### DEFERRED TAXATION

Deferred taxation is provided using the liability method in respect of the taxation effect of all timing differences other than those which are expected with reasonable probability to continue in the foreseeable future. The provision is calculated at the current rate of U.K. Corporation Tax.

### PATENTS AND TRADE MARKS

Expenditure on patents and trade marks is written off as incurred.

SINCLAIR RESEARCH LIMITED

CONSOLIDATED PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 31st MARCH 1982

	<u>Notes</u>	<u>1982</u> £	<u>1981</u> £
TURNOVER	1	27,167,767	4,624,349
Net operating expenses	2	17,977,606	3,617,311
Less Directors' bonus	3	9,190,161 1,000,000	1,007,038 250,000
OPERATING PROFIT		8,190,441	757,038
Investment income	4	357,132	60,547
PROFIT BEFORE TAXATION		8,547,293	817,585
Taxation	5	4,302,280	149,946
PROFIT FOR THE FINANCIAL YEAR		<u>£4,245,013</u>	<u>£ 667,639</u>

STATEMENT OF RETAINED PROFITS FOR THE YEAR ENDED 31st MARCH 1982

	<u>1982</u> £	<u>1981</u> £
Retained profits at 1st April 1981:		
As previously reported	826,327	104,431
Prior-year adjustment	(54,257)	-
As restated	772,070	104,431
Profit for the financial year	4,245,013	667,639
Appropriation re bonus issue of shares	(900)	-
Retained profits at 31st March 1982	<u>£5,016,183</u>	<u>£772,070</u>

The 1981 figures have been restated as a result of the prior-year adjustment explained in Note 6.

The retained profits at 31st March 1982 are all dealt with in the profit and loss account of the holding company. As the subsidiary was acquired on 31st March 1982, no profit or loss is included in respect of the current year.

SINCLAIR RESEARCH LIMITED

CONSOLIDATED BALANCE SHEET AT 31st MARCH 1982

	<u>Notes</u>	<u>1982</u> £	<u>1981</u> £
<b>FIXED ASSETS</b>			
Tangible assets	7	2,029,294	101,598
<b>CURRENT ASSETS</b>			
Stocks	10	2,103,780	888,082
Debtors	11	5,218,228	1,194,972
Cash at bank and in hand		5,209,584	773,925
Cash in stakeholders' account		109,138	171,873
		<u>12,640,730</u>	<u>3,028,852</u>
<b>CURRENT LIABILITIES - CREDITORS</b>			
Amounts falling due within one year	12	8,967,569	2,358,280
<b>NET CURRENT ASSETS</b>		<u>3,673,161</u>	<u>670,572</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		5,702,455	772,170
<b>CREDITORS</b>			
Amounts falling due after more than one year (including loan)	12	26,000	-
<b>PROVISIONS FOR LIABILITIES AND CHARGES</b>			
Deferred taxation	13	631,000	-
<b>NET ASSETS</b>		<u>£5,045,455</u>	<u>£ 772,170</u>
<b>CAPITAL AND RESERVES</b>			
Called-up share capital	14	1,000	100
Capital reserve arising on consolidation	8	28,272	-
Profit and loss account		5,016,183	772,070
		<u>£5,045,455</u>	<u>£ 772,170</u>

The 1981 figures have been restated as a result of the prior-year adjustment explained in Note 6.

The financial statements on pages 5 to 17 were approved by the board of directors on \_\_\_\_\_ and were signed on its behalf by:-

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)  
Directors

*[Handwritten signature]*





SINCLAIR RESEARCH LIMITED

CONSOLIDATED STATEMENT OF SOURCE AND APPLICATION OF FUNDS  
FOR THE YEAR ENDED 31st MARCH 1982

	<u>1982</u> £	<u>1981</u> £
<b>SOURCE OF FUNDS</b>		
Profit on ordinary activities before taxation	8,547,293	817,585
Items not involving the movement of funds:		
Depreciation	171,598	29,171
Loss on disposals of fixed assets	11,324	1,826
<b>FUNDS GENERATED FROM OPERATIONS</b>	<u>8,730,215</u>	<u>848,582</u>
Government grants receivable	383,330	-
Proceeds of disposals of tangible fixed assets	12,710	-
<b>TOTAL SOURCE OF FUNDS</b>	<u>9,126,255</u>	<u>848,582</u>
<b>APPLICATION OF FUNDS</b>		
Purchase of tangible fixed assets	2,436,995	112,546
Purchase of Sinclair Equipment International Ltd.	250,000	-
Tax paid	68,256	62,846
<b>TOTAL APPLICATION OF FUNDS</b>	<u>2,755,251</u>	<u>175,392</u>
<b>NET SOURCE OF FUNDS</b>	<u>£6,371,004</u>	<u>£ 673,190</u>

THE NET SOURCE OF FUNDS IS REPRESENTED BY THE FOLLOWING INCREASE IN WORKING CAPITAL

Stocks	661,028	820,713
Debtors	3,462,451	1,165,825
Creditors falling due within one year, excluding corporate taxation	(1,064,790)	(1,478,677)
	<u>3,058,689</u>	<u>507,861</u>
Movements in net liquid funds:		
Cash at bank and in hand	3,375,050	557,534
Cash in stakeholders account	(62,735)	-
Bank overdraft	-	(392,205)
	<u>3,312,315</u>	<u>165,329</u>
<b>INCREASE IN WORKING CAPITAL</b>	<u>£6,371,004</u>	<u>£ 673,190</u>

Analysis of the acquisition of Sinclair Equipment International Limited

<u>Net Assets acquired</u>		<u>Discharged by</u>	
Fixed assets	69,663	Cash	250,000
Stocks	554,670		
Debtors	560,805		
Bank	1,060,609		
Creditors	(1,941,475)		
Mortgage	(26,000)		
Capital Reserve	(28,272)		
	<u>£ 250,000</u>		<u>£250,000</u>

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31st MARCH 1982

1. TURNOVER

	<u>1982</u> £	<u>1981</u> £
Geographical markets supplied:		
U.K.	15,809,583	2,855,840
Export	11,358,184	1,768,509
	<u>£27,167,767</u>	<u>£4,624,349</u>

2. NET OPERATING EXPENSES

	<u>1982</u> £	<u>1981</u> £
Change in stocks of finished goods and in work in progress	(661,028)	(820,713)
Raw materials and consumables	12,153,582	2,567,497
Other external charges	2,278,387	365,549
Staff costs:		
Wages and salaries	437,761	93,624
Social security costs	29,390	11,755
Other pension costs	3,261	8,380
	<u>470,412</u>	<u>113,759</u>
Depreciation of tangible fixed assets	171,598	29,172
Other operating charges	3,564,655	1,362,047
	<u>£17,977,606</u>	<u>£3,617,311</u>

Other operating charges are stated after charging:

Auditors' remuneration (including expenses)	<u>£8,000</u>	<u>£2,500</u>
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3. DIRECTORS AND EMPLOYEES

The average number of employees is 26 (1981: 11).

The number of senior employees of the company, other than directors, who received remuneration (excluding pension contributions) in the following ranges was:

	<u>1982</u>	<u>1981</u>
£20,001 - £25,000	4	Nil

The remuneration paid to directors was:

Management remuneration	<u>£1,048,346</u>	<u>£266,500</u>
Remuneration disclosed above includes amounts paid to:		
The chairman	<u>£1,012,767</u>	<u>£242,500</u>

3. DIRECTORS AND EMPLOYEES (continued)

The number of other directors who received remuneration in the following ranges was:

	<u>1982</u>	<u>1981</u>
£20,001 - £25,000	-	1
£30,001 - £35,000	1	-

4. INVESTMENT INCOME

	<u>1982</u>	<u>1981</u>
Interest receivable	£357,132	£60,547

5. TAXATION

	<u>1982</u>	<u>1981</u>
	£	£
U.K. corporation tax at 52%:		
Current	3,700,000	150,000
Deferred	631,000	-
Over-provision in respect of prior years:		
Current	(28,720)	(54)
	<u>£4,302,280</u>	<u>£149,946</u>

6. PRIOR-YEAR ADJUSTMENT

The policy followed regarding the accounting treatment of the company's operations in France and Germany was revised to bring it into line with the manner in which the operations were trading with the U.K. division. An agency basis of accounting has now been adopted.

Prior-year reserves and the comparatives for 1981 have been restated to reflect this change of policy.

NOTES TO THE FINANCIAL STATEMENTS (continued)

7. TANGIBLE FIXED ASSETS

(a) THE GROUP

	Freehold and leasehold property	Plant and equipment	Motor vehicles	Aircraft	Total
	£	£	£	£	£
Cost 1st April 1981	--	68,614	67,782	--	136,396
Additions	681,961	1,141,358	103,339	580,000	2,506,658
	<u>681,961</u>	<u>1,209,972</u>	<u>171,121</u>	<u>580,000</u>	<u>2,643,054</u>
Less Government grants receivable	--	383,330	--	--	383,330
	<u>681,961</u>	<u>826,642</u>	<u>171,121</u>	<u>580,000</u>	<u>2,259,724</u>
Disposals	--	6,300	22,828	--	29,128
	<u>--</u>	<u>6,300</u>	<u>22,828</u>	<u>--</u>	<u>29,128</u>
Cost at 31st March 1982	<u>681,961</u>	<u>820,342</u>	<u>148,293</u>	<u>580,000</u>	<u>2,230,596</u>
Depreciation 1st April 1981	--	13,980	20,818	--	34,798
Charge for year	3,863	127,362	30,706	9,667	171,598
	<u>3,863</u>	<u>141,342</u>	<u>51,524</u>	<u>9,667</u>	<u>206,396</u>
Disposals	--	1,409	3,685	--	5,094
	<u>--</u>	<u>1,409</u>	<u>3,685</u>	<u>--</u>	<u>5,094</u>
Depreciation 31st March 1982	<u>£ 3,863</u>	<u>£ 139,933</u>	<u>£ 47,839</u>	<u>£ 9,667</u>	<u>£ 201,302</u>
NET BOOK VALUE 31st March 1982	<u>£ 678,098</u>	<u>£ 680,409</u>	<u>£ 100,454</u>	<u>£ 570,333</u>	<u>£ 2,029,294</u>
NET LOOK VALUE 31st March 1981	<u>£ --</u>	<u>£ 54,634</u>	<u>£ 46,964</u>	<u>£ --</u>	<u>£ 101,598</u>

Freehold and leasehold property may be further analysed as follows:

Freehold property	£ 635,637
Short term leasehold property	42,461
	<u>£ 678,098</u>

NOTES TO THE FINANCIAL STATEMENTS (continued)

7. TANGIBLE FIXED ASSETS (continued)

(b) THE COMPANY

	<u>Freehold property</u> £	<u>Plant and equipment</u> £	<u>Motor vehicles</u> £	<u>Aircraft</u> £	<u>Total</u> £
Cost					
1st April 1981	-	68,614	67,782	-	136,396
Additions	639,500	1,122,494	95,001	580,000	2,435,995
	<u>639,500</u>	<u>1,191,108</u>	<u>162,783</u>	<u>580,000</u>	<u>2,573,391</u>
Less Government grants receivable	-	383,330	-	-	383,330
	<u>639,500</u>	<u>807,778</u>	<u>162,783</u>	<u>580,000</u>	<u>2,190,061</u>
Disposals	-	6,300	22,828	-	29,128
	<u>-</u>	<u>6,300</u>	<u>22,828</u>	<u>-</u>	<u>29,128</u>
Cost					
31st March 1982	639,500	801,478	139,955	580,000	2,160,933
	<u>639,500</u>	<u>801,478</u>	<u>139,955</u>	<u>580,000</u>	<u>2,160,933</u>
Depreciation					
1st April 1981	-	13,980	20,818	-	34,798
Charge for year	3,863	127,362	30,706	9,667	171,598
	<u>3,863</u>	<u>141,342</u>	<u>51,524</u>	<u>9,667</u>	<u>206,396</u>
Disposals	-	1,409	3,685	-	5,094
	<u>-</u>	<u>1,409</u>	<u>3,685</u>	<u>-</u>	<u>5,094</u>
Depreciation					
31st March 1982	£ 3,863	£ 139,933	£47,839	£ 9,667	£ 201,302
	<u>£ 3,863</u>	<u>£ 139,933</u>	<u>£47,839</u>	<u>£ 9,667</u>	<u>£ 201,302</u>
NET BOOK VALUE					
31st March 1982	£635,637	£ 661,545	£92,116	£570,333	£1,959,631
	<u>£635,637</u>	<u>£ 661,545</u>	<u>£92,116</u>	<u>£570,333</u>	<u>£1,959,631</u>
NET BOOK VALUE					
31st March 1981	£ -	£ 54,634	£46,964	£ -	£ 101,598
	<u>£ -</u>	<u>£ 54,634</u>	<u>£46,964</u>	<u>£ -</u>	<u>£ 101,598</u>

8. FIXED ASSET INVESTMENTS

Interest in subsidiary company

As at 31st March 1982 the company acquired the whole of the issued share capital of Sinclair Equipment International Ltd., a company incorporated in England. The following is a note of its assets and liabilities at that date:

	£
Tangible fixed assets	69,663
Stock	554,670
Debtors	560,805
Cash at bank	1,060,609
Creditors	(1,941,475)
Mortgage	(26,000)
	<u>278,272</u>
Capital reserve arising on consolidation	(28,272)
Cost of acquisition for cash	<u>£ 250,000</u>

9. CAPITAL COMMITMENTS

	<u>1982</u>	<u>1981</u>
Capital expenditure that has been contracted for but has not been provided for in the financial statements	<u>£1,738,000</u>	<u>£Nil</u>
Capital expenditure that has been authorised by the directors but has not yet been contracted for	<u>£Nil</u>	<u>£Nil</u>

10. STOCKS

	<u>Group</u>	<u>Company</u>	<u>1981</u>
	<u>1982</u>	<u>1982</u>	<u>1981</u>
	£	£	£
Stocks comprise:			
Raw materials and consumables	631,882	631,882	596,756
Finished goods	1,471,898	917,228	291,326
	<u>£2,103,780</u>	<u>£1,549,110</u>	<u>£888,082</u>

The replacement cost of finished goods held by the subsidiary is less than the balance sheet value by £266,790.

NOTES TO THE FINANCIAL STATEMENTS (continued)

11. DEBTORS

	Group 1982	Company 1982	1981
	£	£	£
Amounts falling due within one year:			
Trade debtors	4,087,920	3,544,853	583,666
Amounts owed by fellow subsidiaries	-	1,780,733	-
Other debtors (including VAT refunds due)	1,000,054	985,461	606,416
Prepayments and accrued income	130,254	127,109	4,890
	<u>£5,218,228</u>	<u>£6,438,156</u>	<u>£1,194,972</u>

12. CREDITORS

	Group 1982	Company 1982	1981
	£	£	£
Amounts falling due within one year:			
Bank overdraft	-	-	392,205
Trade creditors	3,622,581	3,499,266	1,202,000
Corporation tax	3,753,024	3,742,269	150,000
Other taxation and social security payable	671,567	662,761	-
Other creditors	873,535	870,031	593,575
Accruals	46,862	32,500	20,500
	<u>£8,967,569</u>	<u>£8,806,827</u>	<u>£2,358,280</u>

Amounts falling due after more than one year:

Mortgage:

A legal charge dated 26th February 1982 has been secured on the leasehold property at 23 Motcombe Street, London, S.W.1. The loan is repayable in full on or after 31st December 1983, with no interim capital repayments scheduled. Interest is payable quarterly on the balance outstanding at three percent over bank base rate.

13. DEFERRED TAXATION

Deferred taxation provided in the financial statements, and the total potential liability including the amounts for which provision has been made, are as follows:

	Amount provided and total potential liability	
	1982	1981
Tax effect of timing differences because of:		
Excess of tax allowances over depreciation	£631,000	£Nil



NOTES TO THE FINANCIAL STATEMENTS (continued)

14. CALLED-UP SHARE CAPITAL

	<u>1982</u>	<u>1981</u>
<u>Authorised</u>		
10,000 ordinary shares of 10p each	£1,000	£100
	=====	=====
<u>Allotted, called up and fully paid</u>		
10,000 ordinary shares of 10p each (1981 1,000)	£1,000	£100
	=====	=====
<u>Allotments during the year</u>		

During the year a 9<sup>th</sup> for 1 bonus issue was made by the capitalisation of reserves at par.

15. CONTINGENT LIABILITIES

The Government grants receivable in respect of the flat-tube television project are refundable should the project fail to achieve the results expected by the Department of Industry. At the balance sheet date credit had been taken for £383,330 of grants receivable in respect of capital expenditure on the project.

16. TRANSACTIONS WITH DIRECTORS

On 31st March 1982 the company acquired for a consideration of £250,000 the entire issued share capital (of 5,000 £1 Ordinary Shares) of Sinclair Equipment International Limited, whose principal activity is the wholesale export of consumer durables. The assets and liabilities thus acquired have been consolidated into the balance sheet of Sinclair Research Limited as at that date. The shares were acquired from Mr. and Mrs. G.W.C. Sinclair, the parents of Mr. C. M. Sinclair.

Under an arrangement between Mr. C. M. Sinclair and the company he is entitled to an annual bonus which is based on the company's operating profit after taking account of its future financial commitments. An amount of £1,000,000 has been provided in respect of the bonus this year.

17. COMPANIES ACT 1981

The financial statements have been drawn up in accordance with the Companies Act 1981.

SINCLAIR RESEARCH LIMITED

DETAILED ANALYSES OF NET OPERATING EXPENSES  
FOR THE YEAR ENDED 31st MARCH 1982

	<u>1982</u>	<u>1981</u>
	£	£
<b>OTHER EXTERNAL CHARGES</b>		
Fulfillment costs	1,908,959	171,839
Credit card charges	173,706	437
Repairs to products	144,161	14,863
Programming fees	51,104	-
Royalties	11,663	1,795
Net increase (decrease) in provision for undespached goods	(11,206)	176,615
	<u>£2,278,387</u>	<u>£365,549</u>
<b>STAFF COSTS</b>		
Wages and salaries	399,661	97,259
Temporary staff	22,405	-
Directors' salaries	48,346	16,500
	<u>£470,412</u>	<u>£113,759</u>

OTHER OPERATING CHARGES

	£	<u>1982</u>	£	£	<u>1981</u>	£
Advertising and publicity	2,770,222				860,450	
Exhibitions	34,095				26,759	
Agents' commissions	-				-	
Entertaining - U.K.	8,666				5,115	
Foreign	<u>1,174</u>				<u>1,805</u>	
			2,814,157			894,129
Printing postage stationery	64,828				45,737	
Motor and travel	143,706				53,895	
Telephone and telex	29,277				8,661	
Light and heat	5,291				1,190	
Rent and rates	58,106				14,512	
Insurance	29,926				6,877	
Cleaning	5,032				2,558	
Repairs and renewals - buildings	10,060				6,488	
- plant	1,874				-	
Staff welfare	10,431				5,660	
Staff recruitment	20,105				-	
Pensions	3,261				8,380	
Relocation	3,312				-	
Legal and professional	49,123				62,017	
Donations and subscriptions	46,269				2,991	
Sponsorship	16,052				-	
General expenses	38,693				1,212	
Management fee	-				221,000	
Professional subscriptions	<u>8,228</u>				<u>2,382</u>	
			543,574			443,560
Trade marks and patents	21,624				-	
Research and development	136,582				-	
Design	8,104				-	
Tooling	<u>58,477</u>				-	
			224,787			-
Audit and accountancy	40,655				9,797	
Bank charges	11,946				4,967	
(Profit) loss on exchange	<u>(83,757)</u>				<u>7,550</u>	
			(31,156)			22,314
Loss on disposal of assets	11,324				1,826	
Hire of equipment	<u>1,969</u>				<u>218</u>	
			13,293			2,044
			<u>£3,564,655</u>			<u>£1,362,047</u>