

AB Electronic Components Limited

Directors' report and financial statements

Registered number 578077

For the year ended 31 December 2014

FRIDAY



A47GYSAP

A12

15/05/2015

#33

COMPANIES HOUSE

Contents

Page No

Directors' report	1
Statement of directors' responsibilities in respect of the Directors' report and the financial statements	3
Independent auditor's report to the members of AB Electronic Components Limited	4
Profit and Loss Account	5
Balance Sheet	6
Notes to the financial statements	7

Directors' report

The directors present their Directors' report and financial statements for the year ended 31 December 2014.

Principal activities

The principal activity of the company is property management.

Business review

The result for the year, after taxation was a profit of £6,661,000 (2013: Loss of £2,000).

Liquidity risk

The company seeks to manage financial risk by ensuring sufficient liquidity is available to meet foreseeable needs and to invest cash assets safely and profitably. Primarily this is achieved through inter-company accounts and bank overdraft facilities.

Currency risk

The company is not exposed to currency risk.

Proposed dividend

The directors do not recommend the payment of a dividend.

Directors

The directors who held office during the year were as follows:

L D Boardman
J Leighton-Jones
S Dasani (resigned 31 December 2014)
J Styne (appointed 1 January 2015)

Disclosure of information to auditor

The directors who held office at the date of approval of this Directors' report confirm that, so far as they are each aware, there is no relevant audit information of which the company's auditor is unaware; and each director has taken all the steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information.

Directors' report (continued)

Auditor

Pursuant to Section 487 of the Companies Act 2006, the auditor will be deemed to be reappointed and KPMG LLP will therefore continue in office.

By order of the Board:



L D Boardman
Secretary
11 March 2015

Registered office:
Clive House
12-18 Queens Road
Weybridge
Surrey
United Kingdom,
KT13 9XB

Statement of directors' responsibilities in respect of the Directors' report and the financial statements

The directors are responsible for preparing the Directors' report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law they have elected to prepare the financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice).

Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements, and
- 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 keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the company's website. Legislation in the UK governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Independent auditor's report to the members of AB Electronic Components Limited

We have audited the financial statements of AB Electronic Components Limited for the year ended 31 December 2014 set out on pages 5 to 10. The financial reporting framework that has been applied in their preparation is applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members, as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditor

As explained more fully in the Directors' Responsibilities Statement set out on page 3, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit, and express an opinion on, the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's website at www.frc.org.uk/auditscopeukprivate

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2014 and of its profit for the year then ended;
- have been properly prepared in accordance with UK Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Emphasis of matter

In forming our opinion on the financial statements, which is not modified, we have considered the adequacy of the disclosure made in note 1 to the financial statements which explains that the financial statements are not now prepared on the going concern basis for the reason set out in that note.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statement.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.
- the directors were not entitled to take advantage of the small companies exemption from the requirement to prepare a strategic report.



Anthony Sykes (Senior Statutory Auditor)
for and on behalf of KPMG LLP, Statutory Auditor
Chartered Accountants
15 Canada Square
London
E14 5GL
11 March 2015

Profit and Loss Account
for the year ended 31 December 2014

£000	Note	2014	2013
Turnover		-	78
Other operating income/(charges)		<u>6,661</u>	<u>(80)</u>
Profit/(Loss) on ordinary activities before taxation		6,661	(2)
Tax on profit on ordinary activities	3	<u>-</u>	<u>-</u>
Profit/(Loss) for the financial year		<u>6,661</u>	<u>(2)</u>

The company has no recognised gains or losses other than the results for the year as set out above.

Notes on pages 7 to 10 form part of the financial statements.


Balance Sheet

as at 31 December 2014

£000	Note	2014	2013
Current assets			
Cash at bank		7	7
Debtors: amounts receivable from group undertakings		<u>6,325</u>	<u>-</u>
Creditors: amounts falling due within one year	4	<u>-</u>	<u>(336)</u>
Net current assets/(liabilities)		<u>6,332</u>	<u>(329)</u>
Capital and reserves			
Called up share capital	5	13	13
Profit and loss account	6	<u>6,319</u>	<u>(342)</u>
Shareholder's Funds	7	<u>6,332</u>	<u>(329)</u>

Notes from pages 7 to 10 form part of the financial statements.

These financial statements were approved by the Board of directors on 11 March 2015 and were signed on its behalf by:


L Boardman
 Director


J Leighton-Jones
 Director

Company registration Number: 578077

Notes

(forming part of the financial statements)

1 Basis of preparation

Accounting convention

The financial statements have been prepared under the historical cost convention, on a going concern basis and in accordance with applicable accounting standards.

The principal accounting policies of the company are set out below. The policies have remained unchanged from the previous year.

Cash flow statement

The company is a wholly owned subsidiary of TT Electronics plc and the cash flows of the company are included in the consolidated group cash flow statement of TT Electronics plc. Consequently the company is exempt under the terms of FRS 1 'Cash Flow Statements' from publishing a cash flow statement.

Turnover

Turnover is the invoice value of goods and services supplied excluding VAT. Transactions are recorded as sales when the delivery of products or performance of services takes place in accordance with the contract terms of sale.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Consolidated financial statements

The company has taken advantage of the exemption permitted by Section 400 of the Companies Act 2006 and not produced consolidated financial statements as it is itself a wholly owned subsidiary.

Leased assets

For assets leased on operating leases, the lease rentals are taken to income on a straight line basis over the term of the lease, and the leased assets are depreciated on the straight line method.

Notes (continued)

2 Directors and employees

The directors received no emoluments in respect of their services to the company in either period. The company had no employees in either period.

The auditor's remuneration was borne by the ultimate parent company in the current and the prior period.

3 Taxation

a) Analysis of charge in the year

£000	2014	2013
UK corporation tax		
Current tax on income for the period	-	-
Adjustments in respect of prior periods	-	-
Total current tax credit	-	-

b) Factors affecting the tax charge for the current period

The current tax charge for the period is lower (2013: higher) than the standard rate of corporation tax in the UK % (2013: 23.25%). The differences are explained below.

£000	2014	2013
Profit/(loss) on ordinary activities before tax	6,661	(2)
Profit on ordinary activities multiplied by rate of tax	1,432	-
Income not taxable	(1,432)	-
Total current tax credit (note 6(a))	-	-

4 Creditors: amounts falling due within one year

£000	2014	2013
Amounts owed to group undertakings	-	336
	-	336

5 Called up share capital

£000	2014	2013
Allotted, called up and fully paid		
12,500 ordinary shares of £1 each	13	13

Notes (continued)

6 Profit and loss account

£000	2014	2013
Balance brought forward	(342)	(340)
Result/(loss) for the financial year	6,661	(2)
Balance carried forward	6,319	(342)

7 Reconciliation of movements in shareholders' funds

for the year ended 31 December 2014

£000	2014	2013
Opening shareholders' funds	(329)	(327)
Profit/(loss) for the period	6,661	(2)
Closing shareholders' funds	6,332	(329)

8 Contingent liabilities

In 2013 there was a cross guarantee between certain companies in the group on all bank overdrafts with the Barclays Bank plc. At 31 December 2014 the total borrowings which the company is a cross-guarantor to amounted to nil (2013: £435,800).

9 Related party disclosures

The company has taken advantage of the exemption available under FRS 8 and not disclosed transactions with companies that are wholly owned TT Electronics subsidiaries.

10 Unlawful distribution

During the year the company was party to a corporate simplification programme with a fellow group company. As part of this simplification exercise a balance owed to the company by its fellow group company of £6.3 million (which was fully provided for in previous years) was waived. It has subsequently come to the attention of the directors of the fellow group company that this was deemed to be a distribution for which such company did not have sufficient distributable reserves. In agreement with its fellow subsidiary this distribution was reversed. The impact of this reversal was to reinstate the gross value of the debtor of £6.3 million.

11 Ultimate parent company and parent undertaking of larger group of which the company is a member

AB Electronic Products Group Limited is the company's controlling related party by virtue of its 100 per cent beneficial interest in the company.

The company's ultimate controlling related party and ultimate parent undertaking is TT Electronics plc which is registered in England and Wales.

Copies of TT Electronics plc financial statements can be obtained from the registered office at Clive House, 12-18 Queens Road, Weybridge, Surrey, KT13 9XB.