

COMPANY REGISTRATION NUMBER 01367328

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**COMTREX SYSTEMS CORPORATION LIMITED**  
**ABBREVIATED ACCOUNTS**  
**31 MARCH 2013**

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# **COMTREX SYSTEMS CORPORATION LIMITED**

## **ABBREVIATED ACCOUNTS**

**YEAR ENDED 31 MARCH 2013**

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**COMTREX SYSTEMS CORPORATION LIMITED**  
**INDEPENDENT AUDITOR'S REPORT TO COMTREX SYSTEMS**  
**CORPORATION LIMITED**

**UNDER SECTION 449 OF THE COMPANIES ACT 2006**

We have examined the abbreviated accounts which comprise the Balance Sheet and the related notes, together with the financial statements of Comtrex Systems Corporation Limited for the year ended 31 March 2013 prepared under Section 396 of the Companies Act 2006

This report is made solely to the company, in accordance with Section 449 of the Companies Act 2006. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special 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 for our work, for this report, or for the opinions we have formed.

**RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITOR**

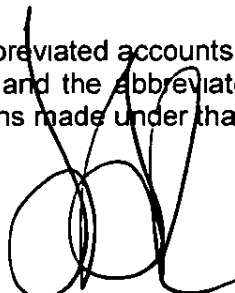
The directors are responsible for preparing the abbreviated accounts in accordance with Section 444 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the regulations made under that section and to report our opinion to you.

**BASIS OF OPINION**

We conducted our work in accordance with Bulletin 2008/4 issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider 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.

**OPINION**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 444(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the regulations made under that section.



STEPHEN RYMAN (Senior Statutory Auditor)

For and on behalf of  
SHIPLEYS LLP  
Chartered Accountants  
& Statutory Auditor

10 Orange Street  
Haymarket  
London  
WC2H 7DQ

29/8/13

# COMTREX SYSTEMS CORPORATION LIMITED


## ABBREVIATED BALANCE SHEET

31 MARCH 2013

	Note	2013	2012
		£	£
<b>FIXED ASSETS</b>	<b>2</b>		
Intangible assets		298,449	337,692
Tangible assets		866,847	914,432
Investments		100	100
		<u>1,165,396</u>	<u>1,252,224</u>
<b>CURRENT ASSETS</b>			
Stocks		126,137	127,795
Debtors		982,725	857,259
Cash at bank and in hand		828,496	1,036,791
		<u>1,937,358</u>	<u>2,021,845</u>
<b>CREDITORS: Amounts falling due within one year</b>	<b>3</b>	<b>(680,761)</b>	<b>(1,068,285)</b>
<b>NET CURRENT ASSETS</b>		<b>1,256,597</b>	<b>953,560</b>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<b>2,421,993</b>	<b>2,205,784</b>
<b>CREDITORS: Amounts falling due after more than one year</b>	<b>4</b>	<b>(303,188)</b>	<b>(385,215)</b>
<b>PROVISIONS FOR LIABILITIES</b>		<b>(8,986)</b>	<b>(8,986)</b>
		<u>2,109,819</u>	<u>1,811,583</u>
<b>CAPITAL AND RESERVES</b>			
Called-up equity share capital	5	6,000	6,000
Profit and loss account		2,103,819	1,805,583
<b>SHAREHOLDERS' FUNDS</b>		<b>2,109,819</b>	<b>1,811,583</b>

These abbreviated accounts have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006

These abbreviated accounts were approved by the directors and authorised for issue on 28-08-13, and are signed on their behalf by

  
S ROBERTS

Company Registration Number 01367328

The notes on pages 3 to 7 form part of these abbreviated accounts

# **COMTREX SYSTEMS CORPORATION LIMITED**

## **NOTES TO THE ABBREVIATED ACCOUNTS**

**YEAR ENDED 31 MARCH 2013**

### **1. ACCOUNTING POLICIES**

#### **Basis of accounting**

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

#### **Consolidation**

In the opinion of the directors, the company and its subsidiary undertakings comprise a small group. The company has therefore taken advantage of the exemption provided by Section 398 of the Companies Act 2006 not to prepare group accounts.

#### **Turnover**

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

In respect of long-term contracts and contracts for on-going services, turnover represents the value of work done in the year, including estimates of amounts not invoiced. Turnover in respect of long-term contracts and contracts for on-going services is recognised by reference to the stage of completion.

#### **Goodwill**

All of the business and assets of Redpepper Solutions Limited, a wholly owned subsidiary of the Company, were transferred to the Company with effect from 1 April 2010 for consideration of the net book values of the assets and liabilities transferred by Redpepper Solutions Limited. A dividend was then paid by Redpepper Solutions Limited equal to its retained distributable reserves.

The Company's investment in its subsidiary has been reduced by the net assets transferred and the dividend paid by the subsidiary. The investment that was not represented by the net assets of the subsidiary was re-classified as goodwill and amortised over its useful life. This would have been the treatment adopted if the Company had purchased the business of Redpepper Solutions Limited rather than acquiring the Company as a subsidiary in 2008. This treatment represents a departure from the requirements of the Companies Act 2006 to write off the investment but the directors believe that this is necessary in order to provide a true and fair view.

The investment that was not represented by the net assets of the subsidiary at 1 April 2010 and has been re-classified as goodwill amounted to £224,056. In addition, goodwill has since been increased by the payment of further deferred contingent consideration amounts due under the agreement for the acquisition of Redpepper Solutions Limited on 1 July 2008.

#### **Intangible assets**

Intangible assets are valued at cost less accumulated amortisation. Amortisation is calculated to write off the cost in equal annual instalments over their estimated useful lives.

# COMTREX SYSTEMS CORPORATION LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 MARCH 2013

### 1. ACCOUNTING POLICIES *(continued)*

#### **Amortisation**

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows

Goodwill	-	straight line over 10 years
Licences	-	straight line over 4 years

#### **Fixed assets**

All fixed assets are initially recorded at cost

#### **Depreciation**

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows

Freehold Property	-	straight line over 50 years
Fixtures & Fittings	-	15-25% straight line
Motor Vehicles	-	33% reducing balance
Hire Agreements	-	straight line over the life of the agreement

#### **Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items

#### **Leasing and hire purchase commitments**

Assets held under finance leases, which are leases where substantially all the risks and rewards of ownership of the asset have passed to the company, and hire purchase contracts, are capitalised in the balance sheet and are depreciated over their useful lives. The capital elements of future obligations under the leases and hire purchase contracts are included as liabilities in the balance sheet.

The interest elements of the rental obligations are charged in the profit and loss account over the periods of the leases and hire purchase contracts and represent a constant proportion of the balance of capital repayments outstanding.

#### **Pension costs**

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

# COMTREX SYSTEMS CORPORATION LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 MARCH 2013

### 1. ACCOUNTING POLICIES *(continued)*

#### Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax. Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

#### 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 rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

#### Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

### 2. FIXED ASSETS

	Intangible Assets £	Tangible Assets £	Investments £	Total £
<b>COST</b>				
At 1 April 2012	808,682	1,555,812	100	2,364,594
Additions	1,031	139,641	–	140,672
Disposals	–	(85,573)	–	(85,573)
<b>At 31 March 2013</b>	<b>809,713</b>	<b>1,609,880</b>	<b>100</b>	<b>2,419,693</b>
<b>DEPRECIATION</b>				
At 1 April 2012	470,990	641,380	–	1,112,370
Charge for year	40,274	171,869	–	212,143
On disposals	–	(70,216)	–	(70,216)
<b>At 31 March 2013</b>	<b>511,264</b>	<b>743,033</b>	<b>–</b>	<b>1,254,297</b>
<b>NET BOOK VALUE</b>				
<b>At 31 March 2013</b>	<b>298,449</b>	<b>866,847</b>	<b>100</b>	<b>1,165,396</b>
At 31 March 2012	337,692	914,432	100	1,252,224

#### Operating lease agreements

Included within the net book value of £866,847 is £88,767 (2012: £60,601) relating to assets held for use in operating leases. The depreciation charge to the financial statements in the year in respect of such assets amounted to £37,644 (2012: £15,837).

# COMTREX SYSTEMS CORPORATION LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 MARCH 2013

### 2. FIXED ASSETS *(continued)*

The company owns 100% of the issued share capital of the company listed below,

Aggregate capital and reserves	31 March 2013 £	31 March 2012 £
Redpepper Solutions Limited	100	100
<b>Profit / (loss) for the year</b>		
Redpepper Solutions Limited	–	–

The Company acquired 100% of the issued share capital of Redpepper Solutions Limited, a company incorporated in England, on 1 July 2008

On 1 April 2010, all of the business and assets of Redpepper Solutions Limited were transferred to the Company for consideration equal to the net book value of assets and liabilities transferred. A dividend was then paid by Redpepper Solutions Limited equal to its retained distributable earnings. The Company's investment in its subsidiary has been reduced by the net assets transferred and the dividend paid by its subsidiary and the remaining balance re-classified as goodwill in accordance with the accounting policy for goodwill.

The company was dormant during the year ended 31 March 2013

### 3. CREDITORS: Amounts falling due within one year

The following liabilities disclosed under creditors falling due within one year are secured by the company

	2013 £	2012 £
Bank loans and overdrafts	<u>30,247</u>	<u>30,247</u>

As security for bank loans and overdrafts advanced, the Company's bankers hold a legal charge over the freehold properties and a debenture giving a fixed and floating charge over the assets of the Company



# COMTREX SYSTEMS CORPORATION LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 MARCH 2013

### 4. CREDITORS: Amounts falling due after more than one year

The following liabilities disclosed under creditors falling due after more than one year are secured by the company

	2013 £	2012 £
Bank loans and overdrafts	<u>289,910</u>	<u>333,997</u>

The bank loan is repayable over 15 years in instalments to March 2021 with interest payable fixed at 5.38% per annum until 2016

Bank loan maturity analysis	2013 £	2012 £
In more than one year but not more than two years	36,824	34,325
In more than two years but not more than five years	122,792	114,457
In more than five years	130,294	185,215

### 5. SHARE CAPITAL

Allotted, called up and fully paid:

	2013		2012	
	No	£	No	£
6,000 Ordinary shares of £1 each	<u>6,000</u>	<u>6,000</u>	<u>6,000</u>	<u>6,000</u>

### 6. ULTIMATE PARENT COMPANY

The company is wholly owned by Comtrex Systems Corporation Inc, a company incorporated in the United States of America

In the opinion of the directors, there is no controlling party