

REGISTERED NUMBER: 1851002 (England and Wales)

ABLE INSTRUMENTS & CONTROLS LIMITED
REPORT OF THE DIRECTOR AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2010



AGHS Accounting & Taxation Services Limited
14 Progress Business Centre
Whittle Parkway
Slough
Berkshire
SL1 6DQ

ABLE INSTRUMENTS & CONTROLS LIMITED (REGISTERED NUMBER: 1851002)

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FOR THE YEAR ENDED 31 DECEMBER 2010

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ABLE INSTRUMENTS & CONTROLS LIMITED

COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2010

DIRECTOR: M J Shortall

SECRETARY: Mrs S V Shortall

REGISTERED OFFICE Cutbush Park
Danehill
Lower Earley
Reading
Berkshire
RG6 4UT

REGISTERED NUMBER: 1851002 (England and Wales)

AUDITORS: AGHS Accounting & Taxation Services Limited
14 Progress Business Centre
Whittle Parkway
Slough
Berkshire
SL1 6DQ

ABLE INSTRUMENTS & CONTROLS LIMITED (REGISTERED NUMBER: 1851002)

REPORT OF THE DIRECTOR
FOR THE YEAR ENDED 31 DECEMBER 2010

The director presents his report with the financial statements of the company for the year ended 31 December 2010

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of design, development, manufacture and sale of industrial instrumentation

REVIEW OF BUSINESS

The results of the year and financial position of the company are shown in the annexed financial statements. Despite difficult trading conditions the company achieved a trading profit of £492,103.

The company's operations expose it to a variety of risks and uncertainties including the state of the economy, and competition.

The company has certain financial risks. The recoverability of debts from customers is a risk but this is mitigated by stringent credit control procedures and as a result the company's bad debts over recent years have been minimal. The key performance indicators are the fall in turnover by 18.7% and the rate of gross profit which increased by 5.2% to 48.4%.

Future trading prospects are very encouraging and the company has been awarded major contracts at a value of in the region of £10,000,000 which will have a significant impact on profits over the next two years.

DIVIDENDS

Dividends of £1,060,000 were paid during the year.

RESEARCH AND DEVELOPMENT

The company has substantially increased its commitment to the development of new products, specifically in the field of multi-phase metering, and is enjoying the support of the oil and gas industry.

DIRECTOR

M J Shortall held office during the whole of the period from 1 January 2010 to the date of this report.

STATEMENT OF DIRECTOR'S RESPONSIBILITIES

The director is responsible for preparing the Report of the Director and the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the director must not approve the financial statements unless he is 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 director is required to

- select suitable accounting policies and then apply them consistently,
- make judgements and accounting 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 director is 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 him to ensure that the financial statements comply with the Companies Act 2006. He is also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the director is aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and he has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

ABLE INSTRUMENTS & CONTROLS LIMITED (REGISTERED NUMBER: 1851002)

REPORT OF THE DIRECTOR
FOR THE YEAR ENDED 31 DECEMBER 2010

AUDITORS

Under the Companies Act 2006, the appointment of the auditors, AGHS Accounting & Taxation Services Limited, is deemed without the need of an Annual General Meeting

ON BEHALF OF THE BOARD:

A handwritten signature in black ink, appearing to read 'M J Shortall', with a large circular flourish at the end.

M J Shortall - Director

28 October 2011

**REPORT OF THE INDEPENDENT AUDITORS TO THE SHAREHOLDERS OF
ABLE INSTRUMENTS & CONTROLS LIMITED**

We have audited the financial statements of Able Instruments & Controls Limited for the year ended 31 December 2010 on pages five to thirteen. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom 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 a Report of the Auditors 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 director and auditors

As explained more fully in the Statement of Director's Responsibilities set out on page two, the director is 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

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the director, and the overall presentation of the financial statements.

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 2010 and of its profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Report of the Director for the financial year for which the financial statements are prepared is consistent with the financial statements.

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 director's remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit.

R-K. Parsons

Mr R K Parsons (Senior Statutory Auditor)
for and on behalf of AGHS Accounting & Taxation Services Limited
14 Progress Business Centre
Whittle Parkway
Slough
Berkshire
SL1 6DQ

28 October 2011

ABLE INSTRUMENTS & CONTROLS LIMITED (REGISTERED NUMBER 1851002)

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2010

	Notes	31 12 10 £	31 12 09 £
TURNOVER		6,881,221	8,465,774
Cost of sales		3,549,227	4,807,597
GROSS PROFIT		3,331,994	3,658,177
Administrative expenses		2,741,359	2,603,719
		590,635	1,054,458
Other operating income	2	12,423	43,471
OPERATING PROFIT	4	603,058	1,097,929
Interest receivable and similar income		25,391	23,774
		628,449	1,121,703
Amounts written off investments	5	-	626
		628,449	1,121,077
Interest payable and similar charges	6	136,346	50,954
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		492,103	1,070,123
Tax on profit on ordinary activities	7	122,460	325,037
PROFIT FOR THE FINANCIAL YEAR		369,643	745,086

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current year or previous year

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profits for the current year or previous year

The notes form part of these financial statements

ABLE INSTRUMENTS & CONTROLS LIMITED (REGISTERED NUMBER: 1851002)

BALANCE SHEET
31 DECEMBER 2010

	Notes	31 12 10 £	£	31 12 09 £	£
FIXED ASSETS					
Tangible assets	9		1,495,856		1,545,114
CURRENT ASSETS					
Stocks	10	712,739		1,030,234	
Debtors	11	1,216,874		1,519,509	
Investments	12	26,189		27,383	
Cash at bank		1,942,888		2,020,710	
		3,898,690		4,597,836	
CREDITORS					
Amounts falling due within one year	13	2,718,626		3,696,348	
NET CURRENT ASSETS			1,180,064		901,488
TOTAL ASSETS LESS CURRENT LIABILITIES			2,675,920		2,446,602
CREDITORS					
Amounts falling due after more than one year	14		(1,397,553)		(476,314)
PROVISIONS FOR LIABILITIES	17		(110,009)		(111,573)
NET ASSETS			1,168,358		1,858,715
CAPITAL AND RESERVES					
Called up share capital	18		12,750		12,750
Profit and loss account	19		1,155,608		1,845,965
SHAREHOLDERS' FUNDS	24		1,168,358		1,858,715

The financial statements were approved by the director on 28 October 2011 and were signed by



M J Shortall - Director

The notes form part of these financial statements

ABLE INSTRUMENTS & CONTROLS LIMITED (REGISTERED NUMBER: 1851002)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2010

1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention

Financial Reporting Standard Number 1

Exemption has been taken from preparing a cash flow statement on the grounds that the parent company includes the subsidiary in its published financial statements

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax

Tangible fixed assets

Depreciation is provided for at the following annual rates in order to write down each asset over its estimated useful life

Freehold property	- 2% on cost of buildings
Plant and machinery	- 10% on cost
Fixtures, fittings and office equipment	- At various rates between 4% and 12.5% on cost
Motor vehicles	- At various rates between 14.28% and 20% on cost

Stocks

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

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date

Research and development

Expenditure on research and development is written off in the year in which it is incurred

2 OTHER OPERATING INCOME

	31 12 10	31 12 09
	£	£
Profit on foreign exchange	-	33,632
Other income	-	9,739
Commission receivable	12,350	-
HM Revenue and Customs online filing incentive	73	100
	<u>12,423</u>	<u>43,471</u>

3 STAFF COSTS

	31 12 10	31 12 09
	£	£
Wages and salaries	1,501,800	1,498,463
Social security costs	168,732	167,255
	<u>1,670,532</u>	<u>1,665,718</u>

ABLE INSTRUMENTS & CONTROLS LIMITED (REGISTERED NUMBER 1851002)

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2010

3 STAFF COSTS - continued

The average monthly number of employees during the year was as follows

	31 12 10	31 12 09
Administration	20	20
Production and servicing	11	13
Sales	13	13
	<u>44</u>	<u>46</u>

4 OPERATING PROFIT

The operating profit is stated after charging

	31 12 10	31 12 09
	£	£
Depreciation - owned assets	154,760	160,084
Loss on disposal of fixed assets	1,246	3,820
Auditors' remuneration	15,000	14,500
Auditors' remuneration for non audit work	13,005	3,500
Foreign exchange differences	12,712	-
Research and development	<u>157,677</u>	<u>11,057</u>
Director's remuneration	<u>30,000</u>	<u>-</u>

5 AMOUNTS WRITTEN OFF INVESTMENTS

	31 12 10	31 12 09
	£	£
Amounts written off investments	<u>-</u>	<u>626</u>

6 INTEREST PAYABLE AND SIMILAR CHARGES

	31 12 10	31 12 09
	£	£
Bank interest	13,087	16,083
Other loan interest	92,988	-
Other interest	3,352	3,050
Hire purchase and leasing interest	11,698	13,172
Leasing	<u>15,221</u>	<u>18,649</u>
	<u>136,346</u>	<u>50,954</u>

ABLE INSTRUMENTS & CONTROLS LIMITED (REGISTERED NUMBER: 1851002)

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2010

7 TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows

	31 12 10 £	31 12 09 £
Current tax		
UK corporation tax	124,012	320,991
Deferred tax	(1,564)	4,014
Foreign tax	12	32
	<u>122,460</u>	<u>325,037</u>
Tax on profit on ordinary activities	<u>122,460</u>	<u>325,037</u>

Factors affecting the tax charge

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below

	31 12 10 £	31 12 09 £
Profit on ordinary activities before tax	<u>492,103</u>	<u>1,070,123</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 28% (2009 - 28%)	137,789	299,634
Effects of		
Expenses not deductible for tax purposes	34,637	34,129
Income not taxable	(43)	(1,386)
previous years		
Marginal small companies relief	(17,411)	(5,824)
which deferred tax is		
Foreign tax	12	32
Enhanced relief for research and development	(32,524)	(1,548)
Current tax charge	<u>122,460</u>	<u>325,037</u>

8 DIVIDENDS

	31 12 10 £	31 12 09 £
Ordinary shares of £1 each		
Interim	<u>1,060,000</u>	<u>2,161,650</u>

ABLE INSTRUMENTS & CONTROLS LIMITED (REGISTERED NUMBER: 1851002)**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2010****9 TANGIBLE FIXED ASSETS**

	Freehold property £	Plant and machinery £	Fixtures, fittings and office equipment £	Motor vehicles £	Totals £
COST					
At 1 January 2010	986,013	282,671	1,121,113	367,185	2,756,982
Additions	-	5,466	28,007	82,834	116,307
Disposals	-	(3,622)	(69,383)	(39,634)	(112,639)
At 31 December 2010	986,013	284,515	1,079,737	410,385	2,760,650
DEPRECIATION					
At 1 January 2010	225,704	135,667	669,853	180,644	1,211,868
Charge for year	13,750	22,557	70,093	48,360	154,760
Eliminated on disposal	-	(3,354)	(69,183)	(29,297)	(101,834)
At 31 December 2010	239,454	154,870	670,763	199,707	1,264,794
NET BOOK VALUE					
At 31 December 2010	746,559	129,645	408,974	210,678	1,495,856
At 31 December 2009	760,309	147,004	451,260	186,541	1,545,114

The net book value of assets held under finance leases was £76,392 (2009 - £145,151)

10 STOCKS

	31 12 10 £	31 12 09 £
Finished goods and goods for resale	712,739	1,030,234

11 DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31 12 10 £	31 12 09 £
Trade debtors	785,165	1,091,643
Amounts owed by group undertakings	245,881	245,881
Other debtors	141,984	139,758
Prepayments and accrued income	43,844	42,227
	1,216,874	1,519,509

12 CURRENT ASSET INVESTMENTS

	31 12 10 £	31 12 09 £
Listed investments	16,189	17,383
Unlisted investments	10,000	10,000
	26,189	27,383

Market value of listed investments at 31 December 2010 - £16,189 (2009 - £17,383)

ABLE INSTRUMENTS & CONTROLS LIMITED (REGISTERED NUMBER: 1851002)

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2010

13 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31 12 10	31 12 09
	£	£
Bank loans and overdrafts (see note 15)	321,641	66,780
Finance leases (see note 16)	44,550	58,922
Payments received on account	345,303	363,219
Trade creditors	702,219	1,104,080
Corporation tax	112,543	122,507
Other taxes and social security	60,052	90,549
Other creditors	207,378	185,448
Director's current account	602,330	1,507,938
Accruals and deferred income	322,610	196,905
	<u>2,718,626</u>	<u>3,696,348</u>

14 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	31 12 10	31 12 09
	£	£
Bank loans (see note 15)	397,553	431,513
Other loans (see note 15)	1,000,000	-
Finance leases (see note 16)	-	44,801
	<u>1,397,553</u>	<u>476,314</u>

15 LOANS

An analysis of the maturity of loans is given below

	31 12 10	31 12 09
	£	£
Amounts falling due within one year or on demand		
Bank overdrafts	288,149	34,154
Bank loan	33,492	32,626
	<u>321,641</u>	<u>66,780</u>
Amounts falling due between one and two years		
Bank loan	34,778	33,949
Director's loan	1,000,000	-
	<u>1,034,778</u>	<u>33,949</u>
Amounts falling due between two and five years		
Bank loan	<u>109,774</u>	<u>107,047</u>
Amounts falling due in more than five years		
Repayable by instalments		
Bank loan	<u>253,001</u>	<u>290,517</u>

ABLE INSTRUMENTS & CONTROLS LIMITED (REGISTERED NUMBER: 1851002)

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2010

15 LOANS - continued

The bank loan is secured on the company's freehold property Interest is payable at 2% over bank base rate per annum

16 OBLIGATIONS UNDER LEASING AGREEMENTS

	Finance leases	
	31 12 10	31 12 09
	£	£
Net obligations repayable		
Within one year	44,550	58,922
Between one and five years	-	44,801
	<u>44,550</u>	<u>103,723</u>

The following operating lease payments are committed to be paid within one year

	Land and buildings	
	31 12 10	31 12 09
	£	£
Expiring		
Within one year	-	13,797
Between one and five years	41,712	-
	<u>41,712</u>	<u>13,797</u>

17 PROVISIONS FOR LIABILITIES

	31 12 10	31 12 09
	£	£
Deferred tax	<u>110,009</u>	<u>111,573</u>
		Deferred tax
		£
Balance at 1 January 2010		111,573
Origination and reversal of timing differences		<u>(1,564)</u>
Balance at 31 December 2010		<u>110,009</u>

Deferred tax arises from accelerated tax allowances on tangible fixed assets

ABLE INSTRUMENTS & CONTROLS LIMITED (REGISTERED NUMBER: 1851002)

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2010

18 CALLED UP SHARE CAPITAL

Allotted, issued and fully paid Number	Class	Nominal value £1	31 12 10 £	31 12 09 £
12,750	Ordinary	£1	<u>12,750</u>	<u>12,750</u>

19 RESERVES

	Profit and loss account £
At 1 January 2010	1,845,965
Profit for the year	369,643
Dividends	<u>(1,060,000)</u>
At 31 December 2010	<u>1,155,608</u>

20 ULTIMATE PARENT COMPANY

The ultimate parent company is Halwell Trading Limited which own 100% of the shares in the company

21 CONTINGENT LIABILITIES

The company had contingent liabilities of £10,000 (31 December 2009 - £10,000) in respect of HM Customs & Excise duty deferment and £109,965 (31 December 2009 - £120,469) in respect of product warranty guarantees

22 TRANSACTIONS WITH DIRECTOR

The company has borrowings from its director by way of a current account shown in current liabilities, and by way of a loan not repayable in one year Interest is payable on the loan at the rate of 5% per annum

23 ULTIMATE CONTROLLING PARTY

The ultimate controlling party is Mr M J Shortall

24 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	31 12 10 £	31 12 09 £
Profit for the financial year	369,643	745,086
Dividends	<u>(1,060,000)</u>	<u>(2,161,650)</u>
Net reduction of shareholders' funds	(690,357)	(1,416,564)
Opening shareholders' funds	<u>1,858,715</u>	<u>3,275,279</u>
Closing shareholders' funds	<u>1,168,358</u>	<u>1,858,715</u>