

Financial Statements Quartix Limited

For the year ended 31 December 2011



Registered number: 04159907

Abbreviated accounts

Company Information

Company number	04159907
Registered office	Chapel Offices Park Street Newtown Powys SY16 1EE
Directors	A J Walters K V Giles A M Kirk D S Bridge W A Hibbert
Company secretary	D S Bridge
Auditor	Grant Thornton UK LLP Chartered Accountants & Statutory Auditor Grant Thornton House Kettering Parkway Kettering Venture Park Kettering Northamptonshire NN15 6XR
Bankers	The Royal Bank of Scotland plc

Quartix Limited

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Independent auditor's report to Quartix 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 Quartix Limited for the year ended 31 December 2011 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.

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 are properly prepared.

Opinion on financial statements

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 which comprise the Balance sheet and the related notes have been properly prepared in accordance with the regulations made under that section.

A handwritten signature in black ink, appearing to read "Andrew Dixon".

Andrew Dixon (Senior statutory auditor)

for and on behalf of

Grant Thornton UK LLP

Chartered Accountants

Statutory Auditor

Kettering

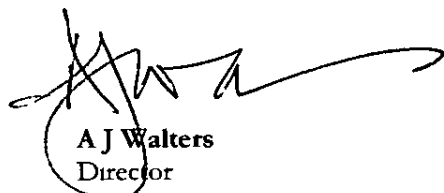
8 March 2012

Abbreviated balance sheet

As at 31 December 2011

	Note	£	2011 £	£	2010 £
Fixed assets					
Tangible assets	3		51,428		71,437
Current assets					
Stocks		187,975		167,858	
Debtors	4	4,301,878		2,857,359	
Cash at bank and in hand		501,289		317,223	
			<u>4,991,142</u>	<u>3,342,440</u>	
Creditors: amounts falling due within one year			<u>(1,739,845)</u>	<u>(1,261,876)</u>	
Net current assets			<u>3,251,297</u>		<u>2,080,564</u>
Total assets less current liabilities			<u>3,302,725</u>		<u>2,152,001</u>
Creditors: amounts falling due after more than one year			<u>(62,000)</u>		<u>(30,000)</u>
Net assets			<u><u>3,240,725</u></u>		<u><u>2,122,001</u></u>
Capital and reserves					
Called up share capital	5		202,000		202,000
Share premium account			24,000		24,000
Profit and loss account			<u>3,014,725</u>		<u>1,896,001</u>
Shareholders' funds			<u><u>3,240,725</u></u>		<u><u>2,122,001</u></u>

The abbreviated accounts, which have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006, were approved and authorised for issue by the board and were signed on its behalf on 8 March 2012



A J Walters
Director

The notes on pages 3 to 6 form part of these financial statements

Notes to the abbreviated accounts

For the year ended 31 December 2011

1. Accounting policies

1.1 Basis of preparation of financial statements

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

1.2 Turnover

Turnover comprises revenue recognised by the company in respect of goods and services supplied during the year, exclusive of Value Added Tax and trade discounts

Revenue comprises the provision of telematics-based fleet and vehicle management solutions, and is recognised in line with the provision and installation of hardware, and the maintenance of software over the period of the customer contract. Additional airtime revenue is recognised as incurred by the customer. Amounts received in advance of the provision of services are included within deferred income.

In the case of long-term contracts, revenue reflects the contract activity during the period and represents the proportion of total contract value, which costs incurred to date bear to total expected contract costs. Revenue and profit is recognised in accordance with UK GAAP and is measured at the fair value of the consideration received or receivable.

1.3 Intangible fixed assets and amortisation

Goodwill is the difference between amounts paid on the acquisition of a business and the fair value of the identifiable assets and liabilities. It is amortised to the Profit and loss account over its estimated economic life.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Plant & machinery	-	25% straight line
Equipment	-	25% straight line
Rental equipment	-	25% straight line

1.5 Operating leases

Rentals under operating leases are charged to the Profit and loss account on a straight line basis over the lease term.

1.6 Stocks

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

Notes to the abbreviated accounts

For the year ended 31 December 2011

1. Accounting policies (continued)

1.7 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction

Exchange gains and losses are recognised in the Profit and loss account

1.8 Financial instruments

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities

Where the contractual obligations of financial instruments (including share capital) are equivalent to a similar debt instrument, those financial instruments are classed as financial liabilities. Financial liabilities are presented as such in the balance sheet. Finance costs and gains or losses relating to financial liabilities are included in the profit and loss account. Finance costs are calculated so as to produce a constant rate of return on the outstanding liability.

Where the contractual terms of share capital do not have any terms meeting the definition of a financial liability then this is classed as an equity instrument. Dividends and distributions relating to equity instruments are debited direct to equity.

1.9 Warranties

The company sells vehicle tracking systems, some of which are sold with warranty periods extending beyond 12 months. The cost of providing warranty cover within the first 12 months is charged to the profit and loss account as it occurs. The future anticipated cost of providing warranty cover for that portion of the warranty period over 12 months is charged through a provision based on the known likelihood of product unit failures.

Notes to the abbreviated accounts

For the year ended 31 December 2011

2. Intangible fixed assets

	£
Cost	
Additions	31,527
At 31 December 2011	<u>31,527</u>
Amortisation	
Charge for the year	31,527
At 31 December 2011	<u>31,527</u>
Net book value	
At 31 December 2011	<u><u>-</u></u>

3. Tangible fixed assets

	£
Cost	
At 1 January 2011	167,131
Additions	49,528
Disposals	(101,243)
At 31 December 2011	<u>115,416</u>
Depreciation	
At 1 January 2011	95,694
Charge for the year	35,900
On disposals	(67,606)
At 31 December 2011	<u>63,988</u>
Net book value	
At 31 December 2011	<u><u>51,428</u></u>
At 31 December 2010	<u><u>71,437</u></u>

4. Debtors

Debtors include £365,580 (2010 - £NIL) falling due after more than one year

Notes to the abbreviated accounts

For the year ended 31 December 2011

5. Share capital

	2011 £	2010 £
Authorised		
21,000,000 Ordinary shares of £0.01 each	<u>210,000</u>	<u>210,000</u>
Allotted, called up and fully paid		
20,200,000 Ordinary shares of £0.01 each	<u>202,000</u>	<u>202,000</u>

6. Related party transactions

There were no related party transactions in the year