

COMPANY REGISTRATION NUMBER 4814761

AAG SWEPCO LTD
UNAUDITED ABBREVIATED
ACCOUNTS
30 SEPTEMBER 2008

GILCHRIST TASH

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COMPANIES HOUSE

AAG SWEPCO LTD

ABBREVIATED ACCOUNTS

YEAR ENDED 30 SEPTEMBER 2008

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AAG SWEPCO LTD

ABBREVIATED BALANCE SHEET

30 SEPTEMBER 2008

	Note	2008 £	2007 £
FIXED ASSETS	2		
Tangible assets		156,621	43,887
Investments		<u>100</u>	<u>134,307</u>
		156,721	178,194
CURRENT ASSETS			
Stocks		16,250	59,599
Debtors	3	2,623,282	1,054,775
Cash at bank and in hand		<u>325</u>	<u>180</u>
		2,639,857	1,114,554
CREDITORS: Amounts falling due within one year	4	<u>2,098,990</u>	<u>682,710</u>
NET CURRENT ASSETS		<u>540,867</u>	<u>431,844</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		697,588	610,038
PROVISIONS FOR LIABILITIES		<u>7,972</u>	<u>-</u>
		<u>689,616</u>	<u>610,038</u>

The Balance sheet continues on the following page.

The notes on pages 3 to 6 form part of these abbreviated accounts.

AAG SWEPCO LTD

ABBREVIATED BALANCE SHEET *(continued)*

30 SEPTEMBER 2008

	Note	2008 £	2007 £
CAPITAL AND RESERVES			
Called-up equity share capital	6	50,820	50,220
Share premium account		532,128	502,728
Revaluation reserve		-	101,007
Profit and loss account		106,668	(43,917)
SHAREHOLDERS' FUNDS		<u>689,616</u>	<u>610,038</u>


The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These abbreviated accounts have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These abbreviated accounts were approved by the directors and authorised for issue on 29/07/09, and are signed on their behalf by:


.....
M AKHMED

The notes on pages 3 to 6 form part of these abbreviated accounts.

AAG SWEPCO LTD

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 30 SEPTEMBER 2008

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain fixed assets, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007).

Due to the nature of the company's business there can be significant and fluctuating delays between the timing of payments made to service an order and corresponding payment by customers. To this end the company meets its day to day working capital requirements through an overdraft facility, which is repayable on demand, together with indirect financial support by way of deferred payment of some to the company's other creditors.

The directors have considered the company's working capital requirements for the period ending July 2010 and thereafter. On the basis of this information, and discussions with some of the company's other creditors, the directors consider that the company will continue to operate within its current and expected future banking facilities. However, the margin of facilities over requirements is not large and, inherently, there can be no certainty in relation to these matters.

On this basis, the directors consider it appropriate to prepare the financial statements on the going concern basis.

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 248 of the Companies Act 1985 not to prepare group accounts.

Turnover

The company's turnover represents the value of goods and services supplied to customers 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.

Retentions

Retentions payable to the company some time after completion of contracts are recorded in turnover and debtors (amounts recoverable on contracts).

Research and development

Research and development expenditure is written off in the year in which it is incurred.

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:

Plant and Machinery etc	- 25% reducing balance
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AAG SWEPCO LTD

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 30 SEPTEMBER 2008

1. ACCOUNTING POLICIES *(continued)*

An amount equal to the excess of the annual depreciation charge on revalued assets over the notional historical cost depreciation charge on those assets is transferred annually from the revaluation reserve to the profit and loss reserve.

Stocks

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

Finance lease agreements

Where the company enters into a lease which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a finance lease. The asset is recorded in the balance sheet as a tangible fixed asset and is depreciated in accordance with the above depreciation policies. Future instalments under such leases, net of finance charges, are included within creditors. Rentals payable are apportioned between the finance element, which is charged to the profit and loss account at a constant rate of charge on the balance of capital repayments outstanding, and the capital element which reduces the outstanding obligation for future instalments.

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.

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, with the following exceptions:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold.

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

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.

AAG SWEPCO LTD

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 30 SEPTEMBER 2008

2. FIXED ASSETS

	Tangible Assets £	Investments £	Total £
COST OR VALUATION			
At 1 October 2007	43,987	134,307	178,294
Additions	139,384	–	139,384
Disposals	(247)	–	(247)
At 30 September 2008	<u>183,124</u>	<u>134,307</u>	<u>317,431</u>
DEPRECIATION AND AMOUNTS WRITTEN OFF			
At 1 October 2007	100	–	100
Written off in year	–	134,207	134,207
Charge for year	26,403	–	26,403
At 30 September 2008	<u>26,503</u>	<u>134,207</u>	<u>160,710</u>
NET BOOK VALUE			
At 30 September 2008	<u>156,621</u>	<u>100</u>	<u>156,721</u>
At 30 September 2007	<u>43,887</u>	<u>134,307</u>	<u>178,194</u>

The company owns 100% of the issued share capital of 100 ordinary £1 shares in AAG Electrical Ltd, a non-trading company formerly operating in the electrical contracting industry. At 30 September 2008 the net assets of AAG Electrical Ltd were £100 (2007 - £134,307) and that company made a profit for the year then ended of £Nil (2007 - £133,862).

3. DEBTORS

Debtors include amounts of £150,000 (2007 - £Nil) falling due after more than one year.

4. CREDITORS: Amounts falling due within one year

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

	2008 £	2007 £
Bank loans and overdrafts	<u>1,016,203</u>	<u>48,775</u>

5. TRANSACTIONS WITH THE DIRECTORS

At 30 September 2008 the company owed M Akhmed £92,359 (2007 - £92,359) in respect of loan funding provided by M Akhmed, which accrues interest on a monthly basis at 2% above base rate. During the year ended 30 September 2008 M Akhmed accrued interest of £6,811 (2007 - £5,760) in connection with this loan funding. At the year end £12,571 was owed to M Akhmed in relation to accrued interest (2007 - £5,760).

AAG SWEPCO LTD

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 30 SEPTEMBER 2008

6. SHARE CAPITAL

Authorised share capital:

	2008	2007
	£	£
3,000,000 Ordinary shares of £0.03 each	<u>90,000</u>	<u>90,000</u>

Allotted, called up and fully paid:

	2008		2007	
	No	£	No	£
Ordinary shares of £0.03 each	<u>1,693,992</u>	<u>50,820</u>	<u>1,673,992</u>	<u>50,220</u>

In February 2008 20,000 ordinary £0.03 shares were issued at a price of £1.50 per share creating share capital of £600 and a share premium of £29,400.