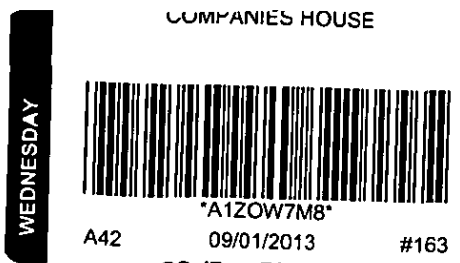


**Registration number 06294877**

**ABCA Systems Limited**  
**Directors' report and financial statements**  
**for the year ended 30 June 2012**



## **ABCA Systems Limited**

### **Company information**

|                          |   |
|--------------------------|---|
| <b>Directors</b>         | Peter Christopher Miller<br>Philip Miller   |
| <b>Company number</b>    | 06294877  |
| <b>Registered office</b> | Unit 24, Mylord Crescent<br>Camperdown Ind Est<br>Killingworth<br>Tyne & Wear<br>NE12 5UJ |
| <b>Auditors</b>          | Peter Weldon & Co Ltd<br>87 Station Road<br>Ashington<br>Northumberland<br>NE63 8RS       |
| <b>Business address</b>  | Unit 24, Mylord Crescent<br>Camperdown Ind Est<br>Killingworth<br>Tyne & Wear<br>NE12 5UJ |

# **ABCA Systems Limited**

## **Contents**

|                                   | <b>Page</b>   |
|-----------------------------------|---------------|
| Directors' report                 | <b>1 - 2</b>  |
| Auditors' report                  | <b>3 - 4</b>  |
| Profit and loss account           | <b>5</b>      |
| Balance sheet                     | <b>6</b>      |
| Cash flow statement               | <b>7</b>      |
| Notes to the financial statements | <b>8 - 18</b> |

## **ABCA Systems Limited**

### **Directors' report for the year ended 30 June 2012**

The directors present their report and the financial statements for the year ended 30 June 2012

#### **Principal activity and review of the business**

The principal activity of the company is that of specialist electrical installations  
Turnover has increased during the year by 7% to £7,650,802

#### **Results and dividends**

The profit for the year, after taxation, amounted to £365,514 Particulars of dividends paid and proposed are detailed in the notes to the financial statements

#### **Financial risk management objectives and policies**

The management of the business and the execution of the company's strategy are subject to a number of risks  
The board reviews risks and puts in place policies to mitigate them  
The key business and financial risks are

##### **Employees**

The company's performance depends largely on its employees and the resignation of a key employee could potentially adversely affect the business Employees are encouraged to stay by having a competitive pay and conditions package

##### **Environment health and safety incidents**

Appropriate measures are implemented to ensure the risk of any environmental, health and safety issues are minimised

##### **Inherent risk rate**

The directors regularly monitor the financial information to ensure that any risks in this area are considered on a timely basis

##### **Credit risk**

The company monitors credit risk and considers that its current policy of strict credit checks meets its objectives of managing its exposure

##### **Liquidity risk**

The directors regularly monitor the financial information to ensure that any risks in this area are considered on a timely basis

#### **Directors**

The directors who served during the year are as stated below

Peter Christopher Miller

Philip Miller

#### **Charitable Donations**

During the year the company contributed £4,167 to charities

## **ABCA Systems Limited**

### **Directors' report for the year ended 30 June 2012**

continued

#### **Statement of directors' responsibilities**

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 the directors have 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 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 year. In preparing these financial statements, the directors are required to

- select suitable accounting policies and apply them consistently,
- make judgements and 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 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 are 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.

#### **Disclosure of information to auditors**

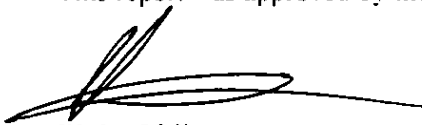
In so far as the directors are aware

- there is no relevant audit information (information needed by the company's auditors in connection with preparing their report) of which the company's auditors are unaware, and
- the directors have taken all the steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information

#### **Auditors**

A resolution to reappoint Peter Weldon & Co Ltd as auditors of the company will be proposed at the forthcoming annual general meeting.

This report was approved by the Board on 21<sup>st</sup> December 2012 and signed on its behalf by



**Philip Miller**  
Director

## **Independent auditor's report to the shareholders of ABCA Systems Limited**

We have audited the financial statements of ABCA Systems Limited for the year ended 30 June 2012 which comprise the Profit and Loss Account, the Balance Sheet and the related notes. 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 an auditors' 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 auditors**

As explained more fully in the Directors' Responsibilities Statement set out on page 1 - 2, 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 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 (APB'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 directors, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Directors' report and financial statements to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications of our report.

### **Opinion on the financial statements**

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 30 June 2012 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 Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

**Independent auditor's report to the shareholders of  
ABCA Systems Limited**

continued

**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

*Peter Weldon BA (Hons) ACA*

**Peter Weldon BA (Hons) ACA (senior statutory auditor)  
For and on behalf of Peter Weldon & Co Ltd  
Chartered Accountants and  
Statutory Auditor**

*21<sup>st</sup> December 2012.*

**87 Station Road  
Ashington  
Northumberland  
NE63 8RS**

# ABCA Systems Limited

## Profit and loss account for the year ended 30 June 2012

|  |          | Continuing operations |                       |
|--|----------|-----------------------|-----------------------|
|  |          | 2012                  | 2011                  |
|  | Notes    | £                     | £                     |
| <b>Turnover</b>                                      | <b>2</b> | 7,650,802             | 7,132,661             |
| Cost of sales  |          | (4,719,815)           | (5,160,178)           |
| <b>Gross profit</b>                                  |          | <u>2,930,987</u>      | <u>1,972,483</u>      |
| Administrative expenses                              |          | (2,404,756)           | (1,777,989)           |
| <b>Operating profit</b>                              | <b>3</b> | <u>526,231</u>        | <u>194,494</u>        |
| Interest payable and similar charges                 | <b>5</b> | (19,846)              | (18,294)              |
| <b>Profit on ordinary activities before taxation</b> |          | <u>506,385</u>        | <u>176,200</u>        |
| Tax on profit on ordinary activities                 | <b>8</b> | (140,871)             | (24,385)              |
| <b>Profit for the year</b>                           |          | <u>365,514</u>        | <u>151,815</u>        |
| Retained profit brought forward                      |          | 279,618               | 187,803               |
| Dividends paid                                       |          | (60,000)              | (60,000)              |
| <b>Retained profit carried forward</b>               |          | <u><u>585,132</u></u> | <u><u>279,618</u></u> |

There are no recognised gains or losses other than the profit or loss for the above two financial years

The notes on pages 8 to 18 form an integral part of these financial statements.



**ABCA Systems Limited**

**Balance sheet  
as at 30 June 2012**

|  |              | <b>2012</b>        |                  | <b>2011</b>        |                  |
|--|--------------|--------------------|------------------|--------------------|------------------|
|  | <b>Notes</b> | <b>£</b>           | <b>£</b>         | <b>£</b>           | <b>£</b>         |
| <b>Fixed assets</b>  |              |                    |                  |                    |                  |
| Intangible assets  | <b>9</b>     |                    | 505,057          |                    | 577,208          |
| Tangible assets  | <b>10</b>    |                    | 576,917          |                    | 566,871          |
|  |              |                    | <u>1,081,974</u> |                    | <u>1,144,079</u> |
| <b>Current assets</b>  |              |                    |                  |                    |                  |
| Stocks   | <b>11</b>    | 282,099            |                  | 252,323            |                  |
| Debtors  | <b>12</b>    | 1,764,760          |                  | 1,469,147          |                  |
| Cash at bank and in hand                                       |              | 12,279             |                  | 30,302             |                  |
|  |              | <u>2,059,138</u>   |                  | <u>1,751,772</u>   |                  |
| <b>Creditors: amounts falling due within one year</b>          | <b>13</b>    | <u>(1,794,524)</u> |                  | <u>(1,723,678)</u> |                  |
| <b>Net current liabilities</b>                                 |              |                    | <u>264,614</u>   |                    | <u>28,094</u>    |
| <b>Total assets less current liabilities</b>                   |              |                    | 1,346,588        |                    | 1,172,173        |
| <b>Creditors: amounts falling due after more than one year</b> | <b>14</b>    |                    | (744,524)        |                    | (878,780)        |
| <b>Provisions for liabilities</b>                              | <b>15</b>    |                    | <u>(16,832)</u>  |                    | <u>(13,675)</u>  |
| <b>Net assets</b>  |              |                    | <u>585,232</u>   |                    | <u>279,718</u>   |
| <b>Capital and reserves</b>                                    |              |                    |                  |                    |                  |
| Called up share capital  | <b>17</b>    |                    | 100              |                    | 100              |
| Profit and loss account  |              |                    | 585,132          |                    | 279,618          |
| <b>Shareholders' funds</b>                                     | <b>18</b>    |                    | <u>585,232</u>   |                    | <u>279,718</u>   |

The financial statements were approved by the Board on 21<sup>st</sup> December 2012 and signed on its behalf by

Philip Miller  
Director

Registration number 06294877

The notes on pages 8 to 17 form an integral part of these financial statements.

# ABCA Systems Limited

## Cash flow statement for the year ended 30 June 2012

|  | Notes | 2012<br>£        | 2011<br>£        |
|--|-------|------------------|------------------|
| <b>Reconciliation of operating profit to net cash inflow from operating activities</b> |       |                  |                  |
| Operating profit   |       | 526,231          | 194,494          |
| Depreciation   |       | 174,130          | 152,475          |
| (Increase) in stocks   |       | (29,776)         | (130,166)        |
| (Increase) in debtors  |       | (295,613)        | (472,639)        |
| (Decrease) in creditors  |       | (236,209)        | 345,431          |
| <b>Net cash inflow from operating activities</b>                                       |       | <u>138,763</u>   | <u>89,595</u>    |
| <b>Cash flow statement</b>   |       |                  |                  |
| Net cash inflow from operating activities  |       | 138,763          | 89,595           |
| Returns on investments and servicing of finance  |       | (19,846)         | (18,294)         |
| Taxation   |       | (31,424)         | (59,139)         |
| Capital expenditure  |       | (75,698)         | (21,147)         |
| Acquisitions and disposals   |       | 599              | 10,293           |
|  |       | <u>12,394</u>    | <u>1,308</u>     |
| Equity dividends paid  |       | (60,000)         | (60,000)         |
|  |       | <u>(47,606)</u>  | <u>(58,692)</u>  |
| Issue of share capital   |       | -                | 98               |
| Financing  |       | (26,028)         | (76,070)         |
| <b>Increase in cash in the year</b>  |       | <u>(73,634)</u>  | <u>(134,664)</u> |
| <b>Reconciliation of net cash flow to movement in net debt (Note 22)</b>               |       |                  |                  |
| <b>Net decrease in cash</b>  |       | (73,634)         | (134,664)        |
| (Increase in)/reduction in long term loans   |       | (50,279)         | 15,605           |
| Change in net debt resulting from cash flows   |       | (123,913)        | (119,059)        |
| Reduction in finance lease and hire purchase contracts                                 |       | 39,381           | 24,137           |
| <b>Movement in net debt in the year</b>  |       | (84,532)         | (94,922)         |
| <b>Net debt at 1 July 2011</b>   |       | (329,102)        | (234,180)        |
| <b>Net debt at 30 June 2012</b>  |       | <u>(413,634)</u> | <u>(329,102)</u> |

## **ABCA Systems Limited**

### **Notes to the financial statements for the year ended 30 June 2012**

#### **1. Accounting policies**

##### **1.1. Accounting convention**

The financial statements are prepared under the historical cost convention and comply with financial reporting standards of the Accounting Standards Board

##### **1.2. Turnover**

Turnover represents the total invoice value, excluding value added tax, of sales made during the year

##### **1.3. Goodwill**

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life of 10 years

##### **1.4. Tangible fixed assets and depreciation**

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows

|                                  |   |                              |
|----------------------------------|---|------------------------------|
| Land and buildings               | - | 2.5% Straight line per annum |
| Fixtures, fittings and equipment | - | 25% Straight line per annum  |
| Motor vehicles                   | - | 25% Straight line per annum  |

##### **1.5. Leasing and hire purchase commitments**

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce constant periodic rates of charge on the net obligations outstanding in each period

Rentals payable under operating leases are charged against income on a straight line basis over the lease term

##### **1.6. Stock**

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

##### **1.7. Pensions**

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

# ABCA Systems Limited

## Notes to the financial statements for the year ended 30 June 2012

continued

### 1.8. Deferred taxation

Deferred taxation is accounted for in respect of all timing differences that have originated but not reversed at the balance sheet date. Timing differences arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements. Deferred tax is calculated at the rate at which it is anticipated the timing differences will reverse and is measured on a non-discounted basis. Deferred tax assets are only recognised to the extent that they are regarded as recoverable.

### 2. Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the UK.

### 3. Operating profit

Operating profit is stated after charging

Depreciation and other amounts written off intangible assets

Depreciation and other amounts written off tangible assets

Loss on disposal of tangible fixed assets

Operating lease rentals

- Motor vehicles

Auditors' remuneration (Note 4)

2012

£

72,151

99,962

2,017

38,761

4,000

2011

£

72,151

79,390

934

51,628

4,500

### 4. Auditors' remuneration

2012

£

4,000

2011

£

4,500

Auditors' remuneration - audit of the financial statements

### 5. Interest payable and similar charges

2012

£

19,846

2011

£

18,294

On obligations under finance lease and hire purchase

# ABCA Systems Limited

## Notes to the financial statements for the year ended 30 June 2012

continued

### 6. Employee information

| <b>Number of employees</b>   | <b>2012</b>      | <b>2011</b>      |
|--|------------------|------------------|
| The average monthly numbers of employees<br>(including the directors) during the year were |                  |                  |
|  | <u>75</u>        | <u>75</u>        |
| <b>Employment costs</b>  | <b>2012</b>      | <b>2011</b>      |
|  | <b>£</b>         | <b>£</b>         |
| Wages and salaries   | 2,121,000        | 2,120,918        |
| Pension costs-other operating charge   | <u>1,855</u>     | <u>9,085</u>     |
|  | <u>2,122,855</u> | <u>2,130,003</u> |

### 6.1. Directors' remuneration

|   | <b>2012</b>   | <b>2011</b>   |
|---|---------------|---------------|
|   | <b>£</b>      | <b>£</b>      |
| Remuneration and other emoluments   | 12,870        | 12,870        |
| Pension contributions   | <u>412</u>    | <u>8,158</u>  |
|   | <u>13,282</u> | <u>21,028</u> |
|   | <b>Number</b> | <b>Number</b> |
| Number of directors to whom retirement benefits<br>are accruing under a money purchase scheme | <u>2</u>      | <u>2</u>      |

### 7. Pension costs

The company operates a defined contribution pension scheme in respect of the directors and staff. The scheme and its assets are held by independent managers. The pension charge represents contributions due from the company and amounted to £1,855 (2011 - £9,085).

# ABCA Systems Limited

## Notes to the financial statements for the year ended 30 June 2012

continued

### 8. Tax on profit on ordinary activities

| Analysis of charge in period                 | 2012<br>£      | 2011<br>£      |
|--|----------------|----------------|
| <b>Current tax</b>                           |                |                |
| UK corporation tax                           | 123,630        | 31,424         |
| Adjustments in respect of previous periods   | 14,084         | -              |
|  | <u>137,714</u> | <u>31,424</u>  |
| Total current tax charge                     | <u>137,714</u> | <u>31,424</u>  |
| <b>Deferred tax</b>                          |                |                |
| Timing differences, origination and reversal | 3,157          | (1,860)        |
| Effect of changes in tax rates               | -              | (5,179)        |
|  | <u>3,157</u>   | <u>(7,039)</u> |
| Total deferred tax                           | <u>3,157</u>   | <u>(7,039)</u> |
| Tax on profit on ordinary activities         | <u>140,871</u> | <u>24,385</u>  |

### Factors affecting tax charge for period

The tax assessed for the period is higher than the standard rate of corporation tax in the UK (26 00 per cent) The differences are explained below

|  | 2012<br>£      | 2011<br>£      |
|--|----------------|----------------|
| Profit on ordinary activities before taxation  | <u>506,385</u> | <u>176,200</u> |
| Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 26 00% (30 June 2011 21 00%) | 131,660        | 37,002         |
| <b>Effects of:</b>   |                |                |
| Expenses not deductible for tax purposes   | 7,794          | 5,950          |
| Capital allowances for period in excess of depreciation  | 97             | 3,103          |
| Adjustments to tax rate in period  | (2,669)        | (547)          |
| Marginal rate adjustment   | (13,252)       | -              |
| Under provision  | 14,084         | (14,084)       |
| Current tax charge for period  | <u>137,714</u> | <u>31,424</u>  |

**ABCA Systems Limited**

**Notes to the financial statements  
for the year ended 30 June 2012**

continued

**9. Intangible fixed assets**

|                        | <b>Goodwill</b> | <b>Total</b> |
|------------------------|-----------------|--------------|
|                        | <b>£</b>        | <b>£</b>     |
| <b>Cost</b>            |                 |              |
| At 1 July 2011         | 721,509         | 721,509      |
| At 30 June 2012        | 721,509         | 721,509      |
| <b>Amortisation</b>    |                 |              |
| At 1 July 2011         | 144,301         | 144,301      |
| Charge for year        | 72,151          | 72,151       |
| At 30 June 2012        | 216,452         | 216,452      |
| <b>Net book values</b> |                 |              |
| At 30 June 2012        | 505,057         | 505,057      |
| At 30 June 2011        | 577,208         | 577,208      |

**10. Tangible fixed assets**

|                        | <b>Land and<br/>buildings<br/>freehold</b> | <b>Fixtures,<br/>fittings and<br/>equipment</b> | <b>Motor<br/>vehicles</b> | <b>Total</b> |
|------------------------|--|---|---------------------------|--------------|
|                        | <b>£</b>                                   | <b>£</b>  | <b>£</b>                  | <b>£</b>     |
| <b>Cost</b>            |  |   |                           |              |
| At 1 July 2011         | 415,000                                    | 55,873  | 224,338                   | 695,211      |
| Additions              | -  | 74,278  | 38,346                    | 112,624      |
| Disposals              | -  | -   | (8,375)                   | (8,375)      |
| At 30 June 2012        | 415,000                                    | 130,151   | 254,309                   | 799,460      |
| <b>Depreciation</b>    |  |   |                           |              |
| At 1 July 2011         | 20,750                                     | 17,061  | 90,529                    | 128,340      |
| On disposals           | -  | -   | (5,759)                   | (5,759)      |
| Charge for the year    | 10,375                                     | 26,836  | 62,751                    | 99,962       |
| At 30 June 2012        | 31,125                                     | 43,897  | 147,521                   | 222,543      |
| <b>Net book values</b> |  |   |                           |              |
| At 30 June 2012        | 383,875                                    | 86,254  | 106,788                   | 576,917      |
| At 30 June 2011        | 394,250                                    | 38,812  | 133,809                   | 566,871      |

**ABCA Systems Limited**

**Notes to the financial statements  
for the year ended 30 June 2012**

continued

Included above are assets held under finance leases or hire purchase contracts as follows

| Asset description                   | 2012                   |                             | 2011                    |                             |
|-------------------------------------|------------------------|-----------------------------|-------------------------|-----------------------------|
|                                     | Net<br>book value<br>£ | Depreciation<br>charge<br>£ | Net<br>book value<br>£  | Depreciation<br>charge<br>£ |
| Equipment                           | 61,410                 | 12,867                      | -                       | -                           |
| Motor vehicles                      | 87,731                 | 42,134                      | 129,616                 | 52,654                      |
|                                     | <u>149,141</u>         | <u>55,001</u>               | <u>129,616</u>          | <u>52,654</u>               |
| <b>11. Stocks</b>                   |                        |                             | <b>2012</b><br><b>£</b> | <b>2011</b><br><b>£</b>     |
| Finished goods and goods for resale |                        |                             | <u>282,099</u>          | <u>252,323</u>              |
| <b>12. Debtors</b>                  |                        |                             | <b>2012</b><br><b>£</b> | <b>2011</b><br><b>£</b>     |
| Trade debtors                       |                        |                             | 967,249                 | 974,798                     |
| Other debtors                       |                        |                             | 79,181                  | 97,930                      |
| Prepayments and accrued income      |                        |                             | 718,330                 | 396,419                     |
|                                     |                        |                             | <u>1,764,760</u>        | <u>1,469,147</u>            |



**ABCA Systems Limited**

**Notes to the financial statements  
for the year ended 30 June 2012**

continued

| <b>13. Creditors: amounts falling due<br/>within one year</b>       | <b>2012<br/>£</b> | <b>2011<br/>£</b> |
|---|-------------------|-------------------|
| Bank overdraft  | 55,611            | -                 |
| Bank loan   | 25,247            | 16,163            |
| Net obligations under finance leases<br>and hire purchase contracts | 34,607            | 64,870            |
| Trade creditors   | 1,096,754         | 1,176,729         |
| Corporation tax   | 137,714           | 31,424            |
| Other taxes and social security costs                               | 235,388           | 191,339           |
| Other creditors   | 7,747             | 109,935           |
| Accruals and deferred income  | 201,456           | 133,218           |
|   | <u>1,794,524</u>  | <u>1,723,678</u>  |

The aggregate of secured liabilities included in creditors due in one year amounts to £59,854 (2011 - £81,033) for the bank loan and hire purchase contracts

**ABCA Systems Limited**

**Notes to the financial statements  
for the year ended 30 June 2012**

continued

| <b>14. Creditors: amounts falling due<br/>after more than one year</b>   | <b>2012<br/>£</b> | <b>2011<br/>£</b> |
|--|-------------------|-------------------|
| Bank loan  | 288,478           | 247,283           |
| Director's Loans   | 434,076           | 600,409           |
| Net obligations under finance leases<br>and hire purchase contracts  | 21,970            | 31,088            |
|  | <u>744,524</u>    | <u>878,780</u>    |
| <b>Loans</b>   |                   |                   |
| Repayable in one year or less, or on demand (Note 13)  | 25,247            | 16,163            |
| Repayable between one and two years  | 50,247            | 32,900            |
| Repayable between two and five years   | 31,372            | 37,706            |
| Repayable in five years or more by instalments   | 206,859           | 176,677           |
|  | <u>313,725</u>    | <u>263,446</u>    |
| <br>Repayable in five years or more  |                   |                   |
| Bank loan  | 206,859           | 176,677           |
|  | <u>206,859</u>    | <u>176,677</u>    |
| <br>The aggregate of secured liabilities included in creditors over one year amounts to £310,448 (2011 - £278,371) for the bank loan and hire purchase contracts |                   |                   |
| <b>Net obligations under finance leases<br/>and hire purchase contracts</b>  |                   |                   |
| Repayable within one year  | 34,607            | 64,870            |
| Repayable between one and five years   | 21,970            | 31,088            |
|  | <u>56,577</u>     | <u>95,958</u>     |

**ABCA Systems Limited**

**Notes to the financial statements  
for the year ended 30 June 2012**

continued

**15. Provisions for liabilities**

|                       | <b>Deferred<br/>taxation<br/>(Note 16)<br/>£</b> | <b>Total<br/>£</b> |
|-----------------------|--|--------------------|
| At 1 July 2011        | 13,675   | 13,675             |
| Movements in the year | 3,157  | 3,157              |
| At 30 June 2012       | <u>16,832</u>                                    | <u>16,832</u>      |

**16. Provision for deferred taxation**

|  | <b>2012<br/>£</b> | <b>2011<br/>£</b> |
|--|-------------------|-------------------|
| Accelerated capital allowances                 | 16,832            | 13,675            |
| Provision for deferred tax                     | <u>16,832</u>     | <u>13,675</u>     |
| Provision at 1 July 2011                       | 13,675            |                   |
| Deferred tax charge in profit and loss account | 3,157             |                   |
| Provision at 30 June 2012                      | <u>16,832</u>     |                   |

**17. Share capital**

|   | <b>2012<br/>£</b> | <b>2011<br/>£</b> |
|---|-------------------|-------------------|
| <b>Allotted, called up and fully paid</b> |                   |                   |
| 100 Ordinary shares of £1 each            | <u>100</u>        | <u>100</u>        |
| <b>Equity Shares</b>                      |                   |                   |
| 100 Ordinary shares of £1 each            | <u>100</u>        | <u>100</u>        |

# ABCA Systems Limited

## Notes to the financial statements for the year ended 30 June 2012

continued

| <b>18. Reconciliation of movements in shareholders' funds</b> | <b>2012</b>    | <b>2011</b>    |
|---|----------------|----------------|
|   | <b>£</b>       | <b>£</b>       |
| Profit for the year   | 365,514        | 151,815        |
| Dividends   | (60,000)       | (60,000)       |
|   | <u>305,514</u> | <u>91,815</u>  |
| Net proceeds of equity share issue                            | -              | 98             |
|   | <u>305,514</u> | <u>91,913</u>  |
| Net addition to shareholders' funds                           | 279,718        | 187,805        |
| Opening shareholders' funds                                   | <u>585,232</u> | <u>279,718</u> |
| Closing shareholders' funds                                   | <u>585,232</u> | <u>279,718</u> |

## 19. Leasing commitments

At 30 June 2012 the company had annual commitments under non-cancellable operating leases as follows

|                            | <b>2012</b>   | <b>Other</b> | <b>2011</b>   |
|----------------------------|---------------|--------------|---------------|
|                            | <b>£</b>      |              | <b>£</b>      |
| <b>Expiry date:</b>        |               |              |               |
| Between one and five years | <u>25,362</u> |              | <u>15,485</u> |

## 20. Related party transactions

At the year end the company had the following balances with the directors

Included within creditors due after one year is a balance owed to Mr Peter Miller of £36,776 (2011 £221,671)

Included within creditors due after one year is a balance owed to Mr Philip Miller of £397,300 (2011 £378,738)

There are no fixed terms as to interest or repayment of these balances

During the year dividends were paid to the following directors, Mr Peter Miller £30,000 (2011 £30,000) and Mr Philip Miller £30,000 (2011 £30,000)

# ABCA Systems Limited

## Notes to the financial statements for the year ended 30 June 2012

continued

### 21. Controlling interest

In the opinion of the directors, there is deemed to be no overall controlling party

### 22. Analysis of changes in net funds

|                          | Opening<br>balance      | Cash<br>flows          | Other<br>changes       | Closing<br>balance      |
|--------------------------|-------------------------|------------------------|------------------------|-------------------------|
|                          | £                       | £                      | £                      | £                       |
| Cash at bank and in hand | 30,302                  | (18,023)               | -                      | 12,279                  |
| Overdrafts               | -                       | (55,611)               | -                      | (55,611)                |
|                          | <u>30,302</u>           | <u>(73,634)</u>        | <u>-</u>               | <u>(43,332)</u>         |
| Debt due within one year | (81,033)                | 21,179                 | -                      | (59,854)                |
| Debt due after one year  | (278,371)               | 4,849                  | (36,926)               | (310,448)               |
|                          | <u>(359,404)</u>        | <u>26,028</u>          | <u>(36,926)</u>        | <u>(370,302)</u>        |
| <b>Net funds</b>         | <u><u>(329,102)</u></u> | <u><u>(47,606)</u></u> | <u><u>(36,926)</u></u> | <u><u>(413,634)</u></u> |