

Registration number NI 38846

**Aidan Strain Electrical Engineering Ltd**

**Audited abbreviated accounts**

**for the year ended 28 February 2010**

**TUESDAY**



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23/11/2010  
COMPANIES HOUSE

# Aidan Stram Electrical Engineering Ltd

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# **Aidan Stram Electrical Engineering Ltd**

## **Directors' report** **for the year ended 28 February 2010**

The directors present their report and the accounts for the year ended 28 February 2010

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

The principal activity of the company is to carry on the business of electrical contractors

### **Business review**

Aidan Stram Electrical Engineering Limited had yet another successful year in 2009/10

In line with expectations turnover has increased by 39% Operating profit has also increased adding £377 662 to reserves after taxation and dividends The growth in business over the last few years has left the company in a good financial position and the company has no borrowings at the year end

Despite the current economic environment the company continues to obtain significant contracts and order books for the coming year look promising Thus it is expected that profits for the next financial year will be in line with those of 2009/10

### **Results and dividends**

The results for the year are set out on page 4

### **Directors**

The directors who served during the year are as stated below

Aidan Stram  
Leontia Stram

### **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

**Aidan Strain Electrical Engineering Ltd**

**Directors' report**  
**for the year ended 28 February 2010**

continued

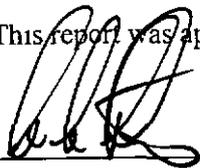
In so far as the directors are aware

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**

ASM Horwath (J) Limited are deemed to be reappointed in accordance with Section 487(2) of the Companies Act 2006

This report was approved by the Board on 20 September 2010 and signed on its behalf by



\_\_\_\_\_  
**Aidan Strain**  
**Secretary**

**Independent auditors report to Aidan Stram Electrical Engineering Ltd**  
**under Section 449 of the Companies Act 2006**

We have examined the abbreviated accounts set out on pages 4 to 16 together with the financial statements of Aidan Stram Electrical Engineering Ltd for the year ended 28 February 2010 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 audit work for this report or for the opinions we have formed.

**Respective responsibilities of the directors and the auditors**

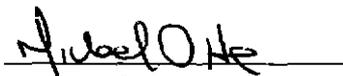
The directors are responsible for preparing the abbreviated accounts in accordance with Section 445 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated 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. The special auditor's report on abbreviated accounts in the United Kingdom 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 445(3) of the Companies Act 2006 and the abbreviated accounts have been properly prepared in accordance with that provision.



Michael O Hare (senior statutory auditor)  
For and on behalf of ASM Horwath (J) Limited

Wyncroft  
30 Rathfriland Road  
Newry  
Co Down  
BT34 1JZ

Date 20 September 2010

**Aidan Strain Electrical Engineering Ltd**

**Abbreviated profit and loss account**  
**for the year ended 28 February 2010**

		<b>Continuing operations</b>	
		<b>2010</b>	<b>2009</b>
		<b>£</b>	<b>£</b>
	<b>Notes</b>		
<b>Turnover</b>		9 554 607	6 885 501
<b>Gross profit</b>		3 610 521	2 713 454
Administrative expenses		(2 976 177)	(1 336 553)
<b>Operating profit</b>	<b>2</b>	634 344	1 376 901
Other interest receivable and similar income	<b>4</b>	4 782	21 975
Interest payable and similar charges	<b>5</b>	(4 046)	(4 358)
<b>Profit on ordinary activities before taxation</b>		635 080	1 394 518
Tax on profit on ordinary activities	<b>8</b>	(167 418)	(395 615)
<b>Profit for the year</b>		<u>467 662</u>	<u>998 903</u>

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

**The notes on pages 7 to 16 form an integral part of these financial statements**

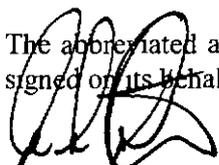
**Aidan Stram Electrical Engineering Ltd**

**Abbreviated balance sheet**  
**as at 28 February 2010**

		2010		2009	
Notes	£	£	£	£	£
<b>Fixed assets</b>					
Intangible assets	10		162 000		175 500
Tangible assets	11		137 840		97 388
			299 840		272 888
<b>Current assets</b>					
Stocks	12	379 952		526 743	
Debtors	13	1 953 008		862 503	
Cash at bank and in hand		1 024 460		2 084 937	
		3 357 420		3 474 183	
<b>Creditors amounts falling due within one year</b>	14	(1 297 701)		(1 778 540)	
<b>Net current assets</b>			2 059 719		1 695 643
<b>Total assets less current liabilities</b>			2 359 559		1 968 531
<b>Creditors amounts falling due after more than one year</b>	15		(44 122)		(38 738)
<b>Provisions for liabilities</b>	16		(21 530)		(13 548)
<b>Net assets</b>			2 293 907		1 916 245
<b>Capital and reserves</b>					
Called up share capital	18		2		2
Profit and loss account			2 293 905		1 916 243
<b>Shareholders' funds</b>	19		2 293 907		1 916 245

These abbreviated accounts have been prepared in accordance with the special provisions of Section 445(3) of the Companies Act 2006 relating to medium sized companies

The abbreviated accounts were approved by the Board and authorised for issue on 20 September 2010 and signed on its behalf by



**Aidan Stram**  
**Director**

**Registration number NI 38846**

**The notes on pages 7 to 16 form an integral part of these financial statements**

**Aidan Strain Electrical Engineering Ltd**

**Cash flow statement**  
**for the year ended 28 February 2010**

	Notes	2010 £	2009 £
<b>Reconciliation of operating profit to net cash outflow from operating activities</b>			
Operating profit		634 344	1 376 901
Depreciation		54 932	44 137
Decrease in stocks		146 791	(328 203)
(Increase) in debtors		(1 090 505)	156 002
(Decrease) in creditors		(205 097)	703 556
<b>Net cash (outflow)/ inflow from operating activities</b>		<u>(459 535)</u>	<u>1 952 393</u>
 <b>Cash flow statement</b>			
Net cash (outflow)/ inflow from operating activities		(459 535)	1 952 393
Returns on investments and servicing of finance	22	(83)	17 867
Taxation	22	(438 636)	(181 947)
Capital expenditure	22	(40 295)	(490)
		<u>(938 549)</u>	<u>1 787 823</u>
Equity dividends paid		(90 000)	_____
		<u>(1 028 549)</u>	<u>1 787 823</u>
Financing	22	(41 309)	(49 055)
<b>Decrease in cash in the year</b>		<u>(1 069 858)</u>	<u>1 738 768</u>
 <b>Reconciliation of net cash flow to movement in net funds (Note 23)</b>			
<b>(Decrease)/ increase in cash in the year</b>		(1 069 858)	1 738 768
<b>Net funds at 1 March 2009</b>		<u>2 020 053</u>	<u>281 285</u>
<b>Net funds at 28 February 2010</b>		<u>950 195</u>	<u>2 020 053</u>

## Aidan Strain Electrical Engineering Ltd

### Notes to the abbreviated financial statements for the year ended 28 February 2010

#### **1 Accounting policies**

##### **1 1 Accounting convention**

The accounts 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 20 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

Plant and machinery	20 % Reducing Balance
Fixtures fittings and equipment	20 % Reducing Balance
Motor vehicles	25 % Reducing Balance

##### **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 and work in progress**

Work in progress is valued at the lower of cost and net realisable value

##### **1 7 Pensions**

The pension costs charged in the financial statements represent the contribution payable by the company during the year

The regular cost of providing retirement pensions and related benefits is charged to the profit and loss account over the employees service lives on the basis of a constant percentage of earnings

Aidan Strain Electrical Engineering Ltd

Notes to the abbreviated financial statements  
for the year ended 28 February 2010

continued

**1 8 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

Provision is made for deferred tax that would arise on remittance of the retained earnings of overseas subsidiaries associates and joint ventures only to the extent that at the balance sheet date dividends have been accrued as receivable

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

**1 9 Foreign currencies**

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange prevailing at the accounting date Transactions in foreign currencies are recorded at the date of the transactions All differences are taken to the Profit and Loss account

<b>2 <u>Operating profit</u></b>	<b>2010</b>	<b>2009</b>
	<b>£</b>	<b>£</b>
Operating profit is stated after charging		
Depreciation and other amounts written off intangible assets	13 500	13 500
Depreciation and other amounts written off tangible assets	41 432	30 637
Loss on disposal of tangible fixed assets		2 250
Net foreign exchange loss	631	2 252
Operating lease rentals		
Motor vehicles	29 251	5 978
Auditors remuneration (Note 3)	12 000	10 171
	<hr/>	<hr/>
and after crediting		
Profit on disposal of tangible fixed assets	279	
Government grants		10 753
	<hr/>	<hr/>

**Aidan Strain Electrical Engineering Ltd**

**Notes to the abbreviated financial statements**  
**for the year ended 28 February 2010**

continued

<b>3</b>	<b><u>Auditors remuneration</u></b>	<b>2010</b> <b>£</b>	<b>2009</b> <b>£</b>
	Auditors remuneration audit of the financial statements	12 000	10 171
		<u>          </u>	<u>          </u>
<b>4</b>	<b><u>Interest receivable and similar income</u></b>	<b>2010</b> <b>£</b>	<b>2009</b> <b>£</b>
	Bank interest	4 782	21 975
		<u>          </u>	<u>          </u>
<b>5</b>	<b><u>Interest payable and similar charges</u></b>	<b>2010</b> <b>£</b>	<b>2009</b> <b>£</b>
	Hire purchase interest	3 955	4 261
	On overdue tax	91	97
		<u>          </u>	<u>          </u>
		4 046	4 358
		<u>          </u>	<u>          </u>
<b>6</b>	<b><u>Employees</u></b>		
	<b>Number of employees</b>	<b>2010</b>	<b>2009</b>
	The average monthly numbers of employees (including the directors) during the year were		
	Average Employees	30	31
		<u>          </u>	<u>          </u>
	<b>Employment costs</b>	<b>2010</b> <b>£</b>	<b>2009</b> <b>£</b>
	Wages and salaries	1 720 516	1 709 904
	Pension costs other operating charge	1 278	901
		<u>          </u>	<u>          </u>
		1 721 794	1 710 805
		<u>          </u>	<u>          </u>
<b>6 1</b>	<b><u>Directors remuneration</u></b>	<b>2010</b> <b>£</b>	<b>2009</b> <b>£</b>
	Remuneration and other emoluments	81 777	86 605
		<u>          </u>	<u>          </u>

**Aidan Strain Electrical Engineering Ltd**

**Notes to the abbreviated financial statements**  
**for the year ended 28 February 2010**

continued

**7 Pension costs**

The company operates a defined contribution pension scheme in respect of the administration employees. The scheme and its assets are held by independent managers. The pension charge represents contributions due from the company and amounted to £1,278 (2009: £901).

**8 Tax on profit on ordinary activities**

<b>Analysis of charge in period</b>	<b>2010</b>	<b>2009</b>
	<b>£</b>	<b>£</b>
<b>Current tax</b>		
UK corporation tax at 28.00% (2009: 28.00%)	159,437	387,645
Total current tax charge	<u>159,437</u>	<u>387,645</u>
<b>Deferred tax</b>		
Timing differences: origination and reversal	7,981	7,970
Total deferred tax	<u>7,981</u>	<u>7,970</u>
Tax on profit on ordinary activities	<u><u>167,418</u></u>	<u><u>395,615</u></u>

**Factors affecting tax charge for period**

The tax assessed for the period is lower than the standard rate of corporation tax in the UK (28.00 per cent). The differences are explained below:

	<b>2010</b>	<b>2009</b>
	<b>£</b>	<b>£</b>
Profit on ordinary activities before taxation	<u>635,080</u>	<u>1,394,518</u>
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 28.00% (28 February 2009: 28% & 29%)	177,822	392,834
<b>Effects of</b>		
Expenses not deductible for tax purposes	2,046	603
Capital allowances for period in excess of depreciation	(5,104)	(3,681)
Marginal Relief	(15,327)	(2,111)
Current tax charge for period	<u><u>159,437</u></u>	<u><u>387,645</u></u>

Aidan Strain Electrical Engineering Ltd

Notes to the abbreviated financial statements  
for the year ended 28 February 2010

continued

9 Remuneration Trust

By a Deed dated 23rd February 2010 the Company established a Remuneration Trust. During the accounting period the Company has gifted £1.5 million to the Trust. No taxation liability arose to the Company as a result of such transaction.

10 Intangible fixed assets

	<b>Goodwill</b>	<b>Total</b>
	<b>£</b>	<b>£</b>
<b>Cost</b>		
At 1 March 2009	270 000	270 000
At 28 February 2010	270 000	270 000
<b>Amortisation</b>		
At 1 March 2009	94 500	94 500
Charge for year	13 500	13 500
At 28 February 2010	108 000	108 000
<b>Net book values</b>		
At 28 February 2010	162 000	162 000
At 28 February 2009	175 500	175 500

**Aidan Strain Electrical Engineering Ltd**

**Notes to the abbreviated financial statements**  
**for the year ended 28 February 2010**

continued

<b>11 <u>Tangible fixed assets</u></b>	<b>Plant and machinery</b>	<b>Fixtures, fittings and equipment</b>	<b>Motor vehicles</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Cost</b>				
At 1 March 2009	12 920	61 271	150 515	224 706
Additions	45 225	570	41 309	87 104
Disposals			(16 500)	(16 500)
At 28 February 2010	58 145	61 841	175 324	295 310
<b>Depreciation</b>				
At 1 March 2009	11 338	40 932	75 047	127 317
On disposals			(11 279)	(11 279)
Charge for the year	9 361	4 182	27 889	41 432
At 28 February 2010	20 699	45 114	91 657	157 470
<b>Net book values</b>				
At 28 February 2010	37 446	16 727	83 667	137 840
At 28 February 2009	1 582	20 339	75 468	97 389

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

<b>Asset description</b>	<b>2010</b>		<b>2009</b>	
	<b>Net book value</b>	<b>Depreciation charge</b>	<b>Net book value</b>	<b>Depreciation charge</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Motor vehicles	76 019	25 340	60 050	15 967
<b>12 <u>Stocks</u></b>			<b>2010</b>	<b>2009</b>
			<b>£</b>	<b>£</b>
Work in progress			379 952	526 743

**Aidan Strain Electrical Engineering Ltd**

**Notes to the abbreviated financial statements**  
**for the year ended 28 February 2010**

continued

<b>13</b>	<b><u>Debtors</u></b>	<b>2010</b> <b>£</b>	<b>2009</b> <b>£</b>
	Trade debtors	634 636	219 913
	Amount owed by connected businesses	433 088	343 752
	Other debtors	885 284	298 838
		<u>1 953 008</u>	<u>862 503</u>
<b>14</b>	<b><u>Creditors amounts falling due within one year</u></b>	<b>2010</b> <b>£</b>	<b>2009</b> <b>£</b>
	Credit Card	9 410	13 301
	Payments received on account	40 000	40 000
	Net obligations under finance leases and hire purchase contracts	30 143	26 146
	Trade creditors	776 971	855 510
	Corporation tax	158 897	438 636
	Other taxes and social security costs	87 166	146 947
	Other creditors	2 244	
	Accruals and deferred income	192 870	258 000
		<u>1 297 701</u>	<u>1 778 540</u>
<b>15</b>	<b><u>Creditors amounts falling due after more than one year</u></b>	<b>2010</b> <b>£</b>	<b>2009</b> <b>£</b>
	Net obligations under finance leases and hire purchase contracts	44 122	38 738
		<u>44 122</u>	<u>38 738</u>

**Aidan Strain Electrical Engineering Ltd**

**Notes to the abbreviated financial statements**  
**for the year ended 28 February 2010**

continued

**16 Provisions for liabilities**

	<b>Deferred taxation (Note 17) £</b>	<b>Total £</b>
At 1 March 2009	13 549	13 549
Movements in the year	7 981	7 981
	21 530	21 530
At 28 February 2010	21 530	21 530

**17 Provision for deferred taxation**

	<b>2010 £</b>	<b>2009 £</b>
Accelerated capital allowances	21 530	13 549
Provision for deferred tax	21 530	13 549
	21 530	13 549
Provision at 1 March 2009	13 549	
Deferred tax charge in profit and loss account	7 981	
	21 530	
Provision at 28 February 2010	21 530	

**18 Share capital**

	<b>2010 £</b>	<b>2009 £</b>
<b>Allotted called up and fully paid</b>		
2 Ordinary shares of £1 each	2	2
	2	2
<b>Equity Shares</b>		
2 Ordinary shares of £1 each	2	2
	2	2
	2	2

**Aidan Strain Electrical Engineering Ltd**

**Notes to the abbreviated financial statements**  
**for the year ended 28 February 2010**

continued

<b>19</b>	<b><u>Reconciliation of movements in shareholders funds</u></b>	<b>2010</b>	<b>2009</b>
		<b>£</b>	<b>£</b>
	Profit for the year	467 662	998 903
	Dividends	(90 000)	_____
		377 662	998 903
	Opening shareholders funds	1 916 243	917 340
	Closing shareholders funds	2 293 905	1 916 243
		=====	=====

**20 Financial commitments**

At 28 February 2010 the company had annual commitments under non cancellable operating leases as follows

		<b>Other</b>	
		<b>2010</b>	<b>2009</b>
		<b>£</b>	<b>£</b>
<b>Expiry date</b>			
Within one year		3 247	
Between one and five years		50 724	59 883
		53 971	59 883
		=====	=====

**21 Transactions with directors**

**Advances to directors**

The following directors had interest free loans during the year. The movements on these loans are as follows

	<b>Aidan Strain</b>
	<b>£</b>
Balance at 1st March 2009	221 543
Advances to Director	678 755
Credits from Director	(95 400)
Balance at 28th February 2010	804 898
	=====
Maximum in the year	804 898

**Aidan Strain Electrical Engineering Ltd**

**Notes to the abbreviated financial statements**  
**for the year ended 28 February 2010**

continued

**22 Gross cash flows**

	2010 £	2009 £
<b>Returns on investments and servicing of finance</b>		
Interest received	4 782	22 225
Interest paid	(910)	(97)
Interest element of finance lease rental payments	(3 955)	(4 261)
	<u>(83)</u>	<u>17 867</u>
<b>Taxation</b>		
Corporation tax paid	(438 636)	(181 947)
<b>Capital expenditure</b>		
Payments to acquire tangible assets	(45 795)	(490)
Receipts from sales of tangible assets	5 500	
	<u>(40 295)</u>	<u>(490)</u>
<b>Financing</b>		
Capital element of finance leases and hire purchase contracts	(41 309)	(49 055)

**23 Analysis of changes in net funds**

	Opening balance £	Cash flows £	Closing balance £
Cash at bank and in hand	2 084 937	(1 060 477)	1 024 460
Hire purchase contracts within one year	(26 146)	(3 997)	(30 143)
Hire purchase contracts after one year	(38 738)	(5 384)	(44 122)
	<u>(64 884)</u>	<u>(9 381)</u>	<u>(74 265)</u>
<b>Net funds</b>	<u>2 020 053</u>	<u>(1 069 858)</u>	<u>950 195</u>