

DELTA ELECTRICAL REPAIRS LTD

**DIRECTOR'S REPORT AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31ST DECEMBER 2005**

COMPANY NUMBER: 1770708
(ENGLAND and WALES)



DELTA ELECTRICAL REPAIRS LTD

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DELTA ELECTRICAL REPAIRS LTD

DIRECTOR'S REPORT **FOR THE YEAR ENDED 31ST DECEMBER 2005.**

The directors present their report and the financial statements for the year ended 31ST December 2005.

PRINCIPAL ACTIVITIES

The company's principal activity continues to be that of the sale and repair of electric motors.

DIRECTORS

The following have served as directors of the company during the year.

	<u>Number of Shares</u>	
	<u>2005</u>	<u>2004</u>
G Mullineaux	750	750
M Burian	750	750

DIRECTORS' RESPONSIBILITIES

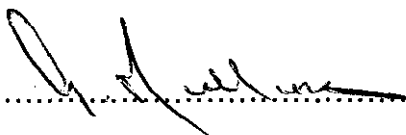
Company law requires the directors to prepare financial statements for each financial year, which gives a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements the directors are required to:

- Select suitable accounting policies and then apply them consistently.
- Make judgments 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 proper accounting records which disclose with reasonable accuracy at any time, the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention of fraud and other irregularities.

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

This report was approved by the board on 16th January 2006 and signed on its behalf by:

.......... (Director)

DELTA ELECTRICAL REPAIRS LIMITED
PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED
31ST DECEMBER 2005.

		<u>2005</u>	<u>2004</u>
	Notes	£	£
Turnover	2	1,204,847	1,110,082
Cost Of Sales		772,268	657,740
Gross Profit		432,579	452,342
Administration Costs		252,950	281,237
Operating Profit		179,629	171,105
Interest Receivable		(3147)	(2479)
Interest Payable		935	1864
Profit on ordinary activities before taxation	3	181841	171720
Tax on profit on ordinary activities	4	36134	34770
Profit on ordinary activities after taxation for the financial year		145707	136950
Dividends		109885	66060
		35,822	70,890
Retained Profits brought forward		422632	351742
Retained Profits carried forward		458,454	422,632

The notes on pages 4 to 6 form part of these financial statements

DELTA ELECTRICAL REPAIRS LTD
BALANCE SHEET AS AT 31ST DECEMBER 2005.

		<u>2005</u>		<u>2004</u>	
	Notes	£	£	£	£
<u>FIXED ASSETS</u>					
Tangible Assets	5		97930		113635
<u>CURRENT ASSETS</u>					
Stocks	6	52455		48442	
Debtors	7	315899		260908	
Bank Balance		99297		101967	
		<u>467651</u>		<u>411317</u>	
<u>CREDITORS</u>					
Amounts falling due within one year	8	<u>105627</u>		<u>100820</u>	
<u>NET CURRENT ASSETS</u>			<u>362024</u>		<u>310497</u>
<u>TOTAL ASSETS LESS</u>					
<u>CURRENT LIABILITIES</u>			459954		424132
<u>CREDITORS</u>					
Amounts falling due after more than one year	9		-		-
<u>TOTAL NET ASSETS</u>			<u>459954</u>		<u>424132</u>
<u>REPRESENTED BY</u>					
Share Capital	10		1500		1500
Revenue Reserve			458454		422632
Shareholders Funds	11		<u>459954</u>		<u>424132</u>

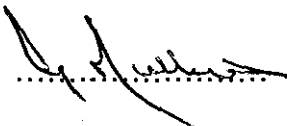
DELTA ELECTRICAL REPAIRS LTD
BALANCE SHEET AS AT 31ST DECEMBER 2005.

In approving these financial statements as directors of the company,
we hereby confirm:

- (a) That for the year in question the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985
- (b) That no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 31st December 2005.
- (c) That we acknowledge our responsibilities for:
 - i. ensuring that the company keeps accounting records which comply with Section 221, and
 - ii. preparing accounts which give a true and fair view of the company and of its profit for the year then ended in accordance with the requirements of Section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to this company.
- (d) That advantage has been taken of the exemption conferred by Section 246 of the Companies Act 1985 on the basis that the company qualifies as a small company by virtue of Section 247 of the Companies Act 1985.

The financial statements are prepared in accordance with special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the board on 16th January 2006 and signed on its behalf by:

 (Director)

The notes on pages 4 to 6 form part of these financial statements.

DELTA ELECTRICAL REPAIRS LIMITED
NOTES TO THE FINANCIAL STATEMENTS AT 31ST DECEMBER 2005.

1. ACCOUNTING POLICIES

Basis of Preparation of the Accounts

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities.

Depreciation

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost of each asset evenly over its expected useful life as follows:

Plant, Machinery & Equipment	15% Reducing Balance
Fixtures & Equipment	15% Reducing Balance
Motor Vehicles	25% Reducing Balance

Stocks

Stocks are valued at the lower part of cost and net realisable value.

2. TURNOVER

Turnover comprises the net invoiced values, excluding VAT, made to customers for goods & services supplied. There were no export sales in the year.

3. PROFIT BEFORE TAXATION

Profit, before taxation on ordinary activities is stated after charging:

	<u>2005</u>	<u>2004</u>
	£	£
Directors Remuneration	69300	68400
Ex Gratia Payment	-	30000
Directors & Employees Pension Contributions	23252	22104
Accountancy Charges	3900	3900
Hire of Plant & Equipment	1961	1777
Hire Purchase Interest	935	1864
Depreciation of Tangible Fixed Assets	21216	24763

4. TAXATION

	<u>2005</u>	<u>2004</u>
	£	£
Current Year	36134	34625
Prior Year	-	145
	36134	34770

DELTA ELECTRICAL REPAIRS LIMITED
NOTES TO THE FINANCIAL STATEMENTS AT 31ST DECEMBER 2005.

5. TANGIBLE FIXED ASSETS

	<u>Plant & Equipment</u>	<u>Fixtures & Fittings</u>	<u>Motor Vehicles</u>	<u>Total</u>
	£	£	£	£
Cost				
To 1st January 2005	147041	53086	165950	366,077
Additions	1323	4188	-	5,511
At 31st December 2005	<u>148364</u>	<u>57274</u>	<u>165950</u>	<u>371,588</u>
Depreciation				
At 1st January 2005	110981	34856	106605	252,442
Charge for year	5963	2978	12275	21216
At 31st December 2005	<u>116944</u>	<u>37834</u>	<u>118880</u>	<u>273658</u>
Net Book Value				
At 31st December 2005	31420	19440	47070	97930
At 31st December 2004	<u>36060</u>	<u>18230</u>	<u>59345</u>	<u>113635</u>

6. STOCK

	<u>2005</u>	<u>2004</u>
	£	£
Raw Materials & Consumables	49482	46095
Work In Progress	2973	2347
	<u>52455</u>	<u>48442</u>

7. DEBTORS

	<u>2005</u>	<u>2004</u>
	£	£
Trade Debtors	302554	249388
Prepayments	13345	11520
	<u>315899</u>	<u>260908</u>

DELTA ELECTRICAL REPAIRS LIMITED
NOTES TO THE FINANCIAL STATEMENTS AT 31ST DECEMBER 2005.

8. CREDITORS

	<u>2005</u>	<u>2004</u>
	£	£
Due in more than one year:		
Trade Creditors	41728	34284
Other Taxes & Social Security Costs	21370	19773
Accruals	6395	6645
Corporation Tax	36134	34625
Hire Purchase Outstanding	-	5493
	<u>105627</u>	<u>100820</u>

9. CREDITORS

	<u>2005</u>	<u>2004</u>
	£	£
Amounts falling due after more than one year		
Other Creditors: Hire Purchase Outstanding	-	-

10. SHARE CAPITAL

	<u>Authorised</u>		<u>Issued & Fully Paid</u>	
	<u>31.12.05</u>	<u>31.12.04</u>	<u>31.12.05</u>	<u>31.12.04</u>
Ordinary Shares of £1 each	10000	10000	1500	1500

11. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS FUNDS

	<u>2005</u>	<u>2004</u>
	£	£
Net Profit for the year	145707	136950
Dividend	109885	66060
	<u>35822</u>	<u>70890</u>
Shareholders funds at 1st January 2005	424132	353242
Shareholders funds at 31st December 2005	<u>459954</u>	<u>424132</u>

11. LOAN CAPITAL - DIRECTORS

Directors Loans are interest free and have no fixed repayment date.

DELTA ELECTRICAL REPAIRS LIMITED
TRADING AND PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST DECEMBER 2005

	<u>Current Year</u>		<u>Previous Year</u>	
	£	£	£	£
Sales & Work Done		1204847		1110082
<u>Less Cost Of Sales:</u>				
Commencing Stock & W.I.P	48442		47893	
Purchases	536116		447732	
Wages & N.H.I	240165		210557	
	824723		706182	
<u>Deduct: Final Stock & W.I.P</u>	52455	772268	48442	657740
<u>GROSS PROFIT ON TURNOVER</u>		432579		452342
<u>Add: Other Income - Bank Interest</u>		3147		2479
<u>TOTAL GROSS INCOME</u>		435726		454821
<u>Less Expenses:</u>				
Directors' Remuneration	69300		68400	
Ex Gratia Payment	-		30000	
Rent, Rates, Insurance & Telephone	66269		67685	
Lighting & Heating	4054		4159	
Repairs & Renewals	2519		4625	
Printing, Stationery & Advertising	9693		8055	
Equipment Hire	1961		1777	
Motor Expenses	27407		25448	
Sundry Expenses	15088		16746	
Accountancy Charges	3900		3900	
Pension Costs	23252		22104	
Bank Charges	1104		804	
Hire Purchase Interest	935		1864	
Bad Debts	7187		2771	
Depreciation	21216	253885	24763	283101
<u>NET PROFIT</u>		181841		171720