

DELTA ELECTRICAL REPAIRS LTD

**DIRECTOR'S REPORT AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31ST DECEMBER 2006**



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 2006.**

The directors present their report and the financial statements for the year ended 31ST December 2006.

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>2006</u>	<u>2005</u>
G Mullineaux	750	750
M Burian	750	750

DIRECTORS' RESPONSIBILITIES

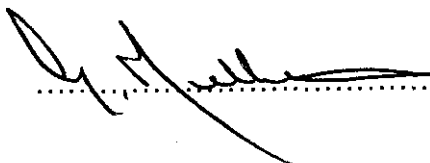
Company law requires the directors to prepare financial statements for each financial year, which gives a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements the directors are required to:

- 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 15th January 2007 and signed on its behalf by:

 (Director)

DELTA ELECTRICAL REPAIRS LIMITED
PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED
31ST DECEMBER 2006.

		<u>2006</u>	<u>2005</u>
	Notes	£	£
Turnover	2	1,255,471	1,204,847
Cost Of Sales		742,668	772,268
Gross Profit		<u>512,803</u>	<u>432,579</u>
Administration Costs		<u>306,601</u>	<u>252,950</u>
Operating Profit		206,202	179,629
Interest Receivable		(4529)	(3147)
Interest Payable		<u>272</u>	<u>935</u>
Profit on ordinary activities before taxation	3	210459	181841
Tax on profit on ordinary activities	4	<u>55939</u>	<u>36134</u>
Profit on ordinary activities after taxation for the financial year		154520	145707
Dividends		<u>152026</u>	<u>109885</u>
		2,494	35,822
Prior year adjustment		<u>(20000)</u>	<u>-</u>
		22,494	35,822
Retained Profits brought forward		<u>458454</u>	<u>422632</u>
Retained Profits carried forward		<u><u>480,948</u></u>	<u><u>458,454</u></u>

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

DELTA ELECTRICAL REPAIRS LTD
BALANCE SHEET AS AT 31ST DECEMBER 2006.

		<u>2006</u>		<u>2005</u>	
	Notes	£	£	£	£
<u>FIXED ASSETS</u>					
Tangible Assets	5		141695		97930
<u>CURRENT ASSETS</u>					
Stocks	6	66224		52455	
Debtors	7	287618		315899	
Bank Balance		115747		99297	
		<u>469589</u>		<u>467651</u>	
<u>CREDITORS</u>					
Amounts falling due within one year	8	<u>118848</u>		<u>105627</u>	
<u>NET CURRENT ASSETS</u>			<u>350741</u>		<u>362024</u>
<u>TOTAL ASSETS LESS</u>					
<u>CURRENT LIABILITIES</u>			492436		459954
<u>CREDITORS</u>					
Amounts falling due after more than one year	9		<u>9988</u>		<u>-</u>
<u>TOTAL NET ASSETS</u>			<u><u>482448</u></u>		<u><u>459954</u></u>
<u>REPRESENTED BY</u>					
Share Capital	10		1500		1500
Revenue Reserve			<u>480948</u>		<u>458454</u>
Shareholders Funds	11		<u><u>482448</u></u>		<u><u>459954</u></u>

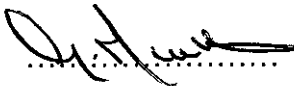
DELTA ELECTRICAL REPAIRS LTD
BALANCE SHEET AS AT 31ST DECEMBER 2006.

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 2006.
- (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 15th January 2007 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 2006.

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>2006</u>	<u>2005</u>
	£	£
Directors Remuneration	73000	69300
Pension Costs	54873	23252
Accountancy Charges	4050	3900
Hire of Plant & Equipment	2458	1961
Hire Purchase Interest	272	935
Depreciation of Tangible Fixed Assets	32407	21216
Loss on disposal of Tangible fixed assets	2825	-

4. TAXATION

	<u>2006</u>	<u>2005</u>
	£	£
Current Year	38939	36134
Prior Year	17000	-
	<u>55939</u>	<u>36134</u>

DELTA ELECTRICAL REPAIRS LIMITED
NOTES TO THE FINANCIAL STATEMENTS AT 31ST DECEMBER 2006.

5. TANGIBLE FIXED ASSETS

	<u>Plant & Equipment</u>	<u>Fixtures & Fittings</u>	<u>Motor Vehicles</u>	<u>Total</u>
	£	£	£	£
Cost				
To 1st January 2006	148364	57274	165950	371,588
Additions	994	4054	73949	78,997
Disposals	-	-	(6702)	(6702)
At 31st December 2006	149358	61328	233197	443,883
Depreciation				
At 1st January 2006	116944	37834	118880	273,658
Charge for year	4504	3149	24754	32407
Disposals	-	-	(3877)	(3877)
At 31st December 2006	121448	40983	139757	302188
Net Book Value				
At 31st December 2006	27910	20345	93440	141695
At 31st December 2005	31420	19440	47070	97930

6. STOCK

	<u>2006</u>	<u>2005</u>
	£	£
Raw Materials & Consumables	62218	49482
Work In Progress	4006	2973
	66224	52455

7. DEBTORS

	<u>2006</u>	<u>2005</u>
	£	£
Trade Debtors	277936	302554
Prepayments	9682	13345
	287618	315899

DELTA ELECTRICAL REPAIRS LIMITED
NOTES TO THE FINANCIAL STATEMENTS AT 31ST DECEMBER 2006.

8. CREDITORS

	<u>2006</u>	<u>2005</u>
	£	£
Due in more than one year:		
Trade Creditors	30042	41728
Other Taxes & Social Security Costs	24047	21370
Accruals	6380	6395
Corporation Tax	38939	36134
Hire Purchase Outstanding	19440	-
	<u>118848</u>	<u>105627</u>

9. CREDITORS

	<u>2006</u>	<u>2005</u>
	£	£
Amounts falling due after more than one year		
Other Creditors: Hire Purchase Outstanding	9988	-

10. SHARE CAPITAL

	<u>Authorised</u>		<u>Issued & Fully Paid</u>	
	<u>31.12.06</u>	<u>31.12.05</u>	<u>31.12.06</u>	<u>31.12.05</u>
Ordinary Shares of £1 each	10000	10000	1500	1500

11. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS FUNDS

	<u>2006</u>	<u>2005</u>
	£	£
Net Profit for the year	154520	145707
Dividend	152026	109885
	<u>2494</u>	<u>35822</u>
Prior year adjustment	20000	-
Shareholders funds at 1st January 2006	459954	424132
Shareholders funds at 31st December 2006	<u>482448</u>	<u>459954</u>

DELTA ELECTRICAL REPAIRS LIMITED
TRADING AND PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST DECEMBER 2006

	<u>Current Year</u>		<u>Previous Year</u>	
	£	£	£	£
Sales & Work Done		1255471		1204847
<u>Less Cost Of Sales:</u>				
Commencing Stock & W.I.P	72455		48442	
Purchases	474303		536116	
Wages & N.H.I	262134		240165	
	808892		824723	
<u>Deduct: Final Stock & W.I.P</u>	66224	742668	52455	772268
<u>GROSS PROFIT ON TURNOVER</u>		512803		432579
<u>Add: Other Income - Bank Interest</u>		4529		3147
<u>TOTAL GROSS INCOME</u>		517332		435726
<u>Less Expenses:</u>				
Directors' Remuneration	73000		69300	
Rent, Rates, Insurance & Telephone	68473		66269	
Lighting & Heating	5206		4054	
Repairs & Renewals	3685		2519	
Printing, Stationery & Advertising	9787		9693	
Equipment Hire	2458		1961	
Motor Expenses	28145		27407	
Sundry Expenses	13345		15088	
Accountancy Charges	4050		3900	
Pension Costs	54873		23252	
Bank Charges	1217		1104	
Hire Purchase Interest	272		935	
Bad Debts	7130		7187	
Depreciation	32407		21216	
Loss on disposal of tangible fixed asset	2825	306873	-	253885
<u>NET PROFIT</u>		210459		181841