

Company Registration Number: 2027772
Abbreviated Accounts

Ser-tec Systems Limited

Report and unaudited Accounts

31st August, 2006



Harris & Co.
Chartered Accountants,
Wolverhampton, WV14 6AH

Ser-tec Systems Limited

Company Information

Directors	I. Sprott S.J. Sprott
Secretary	S.J. Sprott
Company Number	2027772 Registered in England and Wales
Registered Office	Home Farm, Stock Green, Redditch, B96 6TA.
Accountants	Harris & Co. Richmond House, 29 Wellington Road, Bilston, Wolverhampton. WV14 6AH

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Ser-tec Systems Limited

Accountants' Report to the Shareholders, on the Unaudited Financial Statements of Ser-tec Systems Limited.

The following reproduces the text of the report prepared for the purposes of section 249A(2) Companies Act 1985 in respect of the company's financial statements, from which the abbreviated financial statements (set out on pages 4 to 10) have been prepared.

We report on the financial statements for the year ended 31st August, 2006 set out on pages 3 to 10.

Respective responsibilities of directors and reporting accountants

As described on page 4, the company's directors are responsible for the preparation of financial statements, and they consider that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

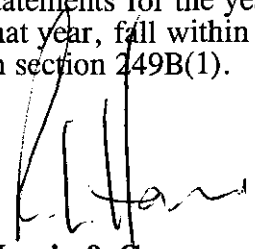
Basis of opinion

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the financial statements with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

Opinion

In our opinion:

- (a) the financial statements are in agreement with the accounting records kept by the company under Section 221 of the Companies Act 1985;
- (b) having regard only to, and on the basis of, the information contained in those accounting records:
 - (i) the financial statements have been drawn up in a manner consistent with the accounting requirements specified in section 249C(6) of the Act; and
 - (ii) the company satisfied the conditions for exemption from an audit of the financial statements for the year specified in section 249A(4) of the Act and did not, at any time within that year, fall within any of the categories of companies not entitled to the exemption specified in section 249B(1).



Harris & Co.

Chartered Accountants, and
Reporting Accountants

Richmond House,
29 Wellington Road,
Bilston, Wolverhampton.
WV14 6AH

Date: 17th November, 2006

Ser-tec Systems Limited
Balance Sheet
As at 31st August, 2006

	Notes	2006 £	£	2005 £	£
Fixed Assets					
Tangible assets	9		66,317		39,714
Current Assets					
Stocks	10	12,272		14,379	
Debtors	11	289,150		256,764	
Cash at bank and in hand		101,458		98,088	
		<u>402,880</u>		<u>369,231</u>	
Creditors: amounts falling due within one year	12	<u>(292,088)</u>		<u>(233,499)</u>	
Net Current Assets			<u>110,792</u>		<u>135,732</u>
Total Assets Less Current Liabilities			<u>177,109</u>		<u>175,446</u>
Capital and Reserves					
Called up share capital	14		100		100
Profit and loss account	15		177,009		175,346
Equity Shareholders' Funds	16		<u>177,109</u>		<u>175,446</u>
Shareholders' Funds Analysed					
Equity interests			177,109		175,446
Non-equity interests			<u>-</u>		<u>-</u>

The Directors' statements overleaf form an integral part of this Balance Sheet.

Ser-tec Systems Limited
Balance Sheet (continued)
For the year ended 31st August, 2006

Directors' statements required by Section 249B(4)

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

(a) that for the year stated above 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 August, 2006 and

(c) that we acknowledge our responsibilities for:

(1) ensuring that the company keeps accounting records which comply with Section 221, and

(2) 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 year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

The abbreviated accounts which have been prepared in accordance with the provisions of Part VII, of the Companies Act 1985 relating to small companies were approved by the board on 17th November, 2006 and signed on its behalf by



I. Sprott
Director



S.J. Sprott
Director

The notes on pages 5 to 10 form an integral part of these financial statements.

Ser-tec Systems Limited
Notes to the Financial Statements
For the year ended 31st August, 2006

1. Accounting Policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

The accounts are prepared in accordance with the Financial Reporting Statement for Smaller Entities.

The company has taken advantage of the exemption in FRSSE from the requirement to produce a cashflow statement because it is a small company.

1.2 Turnover

Turnover represents amounts receivable for goods and services provided within the UK net of VAT.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation.

Depreciation has been provided at rates calculated to write off the cost less residual value of each asset over its expected useful life and has been reasonably computed and consistently applied, as follows;

Plant and machinery	-	15% reducing balance
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Fixtures, fittings and equipment	-	25% straight line
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Motor vehicles	-	25% reducing balance
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Assets are part depreciated in the year of acquisition, if in use at the year end.

1.4 Leasing

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

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits as incurred.

1.5 Stock and work in progress

Stock and WIP are valued at the lower of cost and net realisable value.

1.6 Pensions

The pension costs charged in the financial statements represent the contributions payable by the company during the year in accordance with SSAP 24

1.7 Deferred taxation

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors consider that a liability to taxation is unlikely to materialise.

2. Turnover

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

Ser-tec Systems Limited
Notes to the Financial Statements
For the year ended 31st August, 2006

3. Operating Profit	2006	2005
	£	£
Operating Profit is stated after charging:		
Depreciation of tangible assets	19,617	15,133
Operating lease rentals		
- Motor vehicles	3,079	13,373
	<u> </u>	<u> </u>

4. Interest receivable and similar income	2006	2005
	£	£
Bank interest	5,763	4,982
	<u> </u>	<u> </u>

5. Employees

Number of employees

The average weekly number of employees (including the Directors) during the period were:

	2006	2005
	Number	Number
Directors	2	2
Staff	13	12
	<u> </u>	<u> </u>
	15	14
	<u> </u>	<u> </u>

Employment costs	2006	2005
	£	£
Wages and salaries	360,011	342,017
Social security costs	32,222	34,898
Benefit in Kind	25,956	21,852
Other pension costs	28,519	23,411
	<u> </u>	<u> </u>
	446,708	422,178
	<u> </u>	<u> </u>

5.1 Directors' emoluments

	2006	2005
	£	£
Remuneration		
Directors' emoluments	100,787	92,883
Benefit in kind	-	-
	<u> </u>	<u> </u>
	100,787	92,883
	<u> </u>	<u> </u>

Ser-tec Systems Limited
Notes to the Financial Statements
For the year ended 31st August, 2006

6. Pension costs

The scheme is an approved defined contribution scheme. The assets of which are kept in a separate fund. There was a payment of £Nil (2005 £200) to be paid to the pension fund at the year end.

7. Taxation

The corporation tax charge is based on the adjusted results for the year, at the effective rate of 19% (2005 - 19%).

	2006 £	2005 £
UK current year taxation		
UK Corporation Tax at 19% (2005 - 19%)	19,251	15,870
Transfer from deferred taxation	-	-
	<u>19,251</u>	<u>15,870</u>

8. Dividends

Dividends on equity shares:
Net of any Dividend Waivers

	2006 £	2005 £
Ordinary shares - Interim paid	80,000	52,000
	<u>80,000</u>	<u>52,000</u>

9. Tangible assets

	Plant and machinery	Fixtures, fittings & equipment	Motor vehicles	Total
	£	£	£	£
Cost				
At 1st September, 2005	30,116	29,231	60,183	119,530
Additions	-	1,583	44,637	46,220
	<u>30,116</u>	<u>30,814</u>	<u>104,820</u>	<u>165,750</u>
At 31st August, 2006				
Depreciation				
At 1st September, 2005	30,112	26,952	22,752	79,816
Charge for the year	-	1,105	18,512	19,617
	<u>30,112</u>	<u>28,057</u>	<u>41,264</u>	<u>99,433</u>
At 31st August, 2006				
Net book values				
At 31st August, 2006	<u>4</u>	<u>2,757</u>	<u>63,556</u>	<u>66,317</u>
At 31st August, 2005	<u>4</u>	<u>2,279</u>	<u>37,431</u>	<u>39,714</u>

Ser-tec Systems Limited
Notes to the Financial Statements
For the year ended 31st August, 2006

10. Stocks	2006	2005
	£	£
Raw materials and consumables	3,005	2,956
Work in progress	9,267	11,423
	<u>12,272</u>	<u>14,379</u>
At Directors valuation.		

11. Debtors	2006	2005
	£	£
Trade debtors	275,731	243,345
Other debtors	12,749	12,749
Prepayments and accrued income	670	670
	<u>289,150</u>	<u>256,764</u>

12. Creditors: amounts falling due within one year	2006	2005
	£	£
Trade creditors	109,894	134,886
Corporation tax	16,955	15,870
Other taxes and social security costs	43,863	35,205
Directors' accounts	90,442	35,733
Other creditors	26,959	7,830
Accruals and deferred income	3,975	3,975
	<u>292,088</u>	<u>233,499</u>

13. Provisions for liabilities and charges

Deferred tax is provided at 19% (2005 - 19%) analysed over the following timing differences:

	Not provided		Provided	
	2006	2005	2006	2005
	£	£	£	£
Accelerated capital allowances	-	-	-	-

Movements on the provision for deferred taxation are:

At 1st September, 2005	-	-
Transferred from profit and loss account	-	-
At 31st August, 2006	<u>-</u>	<u>-</u>

Ser-tec Systems Limited
Notes to the Financial Statements
For the year ended 31st August, 2006

14. Share capital	2006	2005
	£	£
Authorised		
1,000 Ordinary shares	1,000	1,000
	<u>1,000</u>	<u>1,000</u>
Equity interest	1,000	1,000
Non-equity interest	-	-
	<u></u>	<u></u>
Allotted, called up and fully paid equity		
100 Ordinary shares	100	100
	<u>100</u>	<u>100</u>
Equity interest	100	100
Non-equity interest	-	-
	<u></u>	<u></u>
15. Reserves	Profit and loss account	Total
	£	£
At 1st September, 2005	175,346	175,346
Issue of shares	-	-
Profit for the year	1,663	1,663
	<u>177,009</u>	<u>177,009</u>
At 31st August, 2006		
Equity interests	177,009	177,009
Non-equity interests	-	-
	<u></u>	<u></u>
16. Reconciliation of movements in shareholders' funds	2006	2005
	£	£
Profit for the year	81,663	60,409
Dividends	(80,000)	(52,000)
	<u>1,663</u>	<u>8,409</u>
Net shareholders' funds	175,446	167,037
Opening shareholders' funds	<u>177,109</u>	<u>175,446</u>

Ser-tec Systems Limited
Notes to the Financial Statements
For the year ended 31st August, 2006

17. Financial commitments

At 31st August, 2006 the company had annual commitments under non-cancellable operating leases as follows:

	Other 2006 £	2005 £
Expiry date:		
Within one year	3,079	16,114
Between two and five years	25,193	28,272
	<u>28,272</u>	<u>44,386</u>

18. Capital commitments

	2006 £	2005 £
Details of capital commitments at the accounting date are as follows:	-	-
	<u>-</u>	<u>-</u>