

POWERMODE LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2008

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POWERMODE LIMITED

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POWERMODE LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 MARCH 2008

The directors present their report and financial statements for the year ended 31 March 2008.

Principal activities and review of the business

The principal activity of the Company continues to be electrical engineering mainly relating to the provision and maintenance of power systems to financial institutions.

The financial year ended 31 March 2008 proved to be another successful year with turnover in excess of £7m and net profit before tax and dividends was £2.6m. The Balance Sheet was strengthened by this performance and net assets are in excess of £2.4m.

The Company will continue to seek contracts in the financial sector and the Directors are confident that the Company will remain profitable in the current year. The order book is at a satisfactory level having regard to the current economic climate.

The principal risk for the Company is that the market in which they operate, the financial sector, is currently experiencing some uncertainty but the Directors are confident that they will be able to secure profitable contracts even in the present economic climate.

Results and dividends

The results for the year are set out on page 4.

Directors

The following directors have held office since 1 April 2007:

I C Wright

B Harvey

B Duggan

J Baron

(Appointed 1 April 2007)

Charitable donations	2008	2007
	£	£

During the year the company made the following payments:

Charitable donations	4,120	4,000
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The recipients and amounts of the political donations are as follows: Cancer care and Haematology Fund.

Auditors

In accordance with section 385 of the Companies Act 1985, a resolution proposing that Myers Clark be reappointed as auditors of the company will be put to the Annual General Meeting.

POWERMODE LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2008

Directors' responsibilities

The directors are responsible for preparing 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). The financial statements are required by law to 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 period. In preparing those financial statements, the directors are required to:

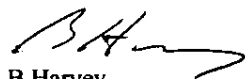
- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records that 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 1985. 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.

Statement of disclosure to auditors

So far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditors are aware of that information.

By order of the board



B Harvey
Secretary

18 December 2008

POWERMODE LIMITED

INDEPENDENT AUDITORS' REPORT TO POWERMODE LIMITED

UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 4 to 13, together with the financial statements of Powermode Limited for the year ended 31 March 2008 prepared under section 226 of the Companies Act 1985.

This report is made solely to the company in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to them in an auditor's report on abbreviated accounts 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 work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Act to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with that provision and to report our opinion to you.

Basis of opinion

We conducted our work in accordance with Bulletin 2006/3 "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 246A(3) of the Companies Act 1985, and the abbreviated accounts have been properly prepared in accordance with that provision.

Myers Clark

Myers Clark

18 December 2008

Chartered Accountants

Registered Auditor

Iveco House
Station Road
Watford
Hertfordshire
WD17 1DL

POWERMODE LIMITED

ABBREVIATED PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2008

		2008	2007
	Notes	£	£
Gross profit		3,920,667	5,091,230
Administrative expenses		(1,375,729)	(1,213,489)
Operating profit	2	2,544,938	3,877,741
Other interest receivable and similar income		107,049	65,637
Interest payable and similar charges	4	(912)	-
Profit on ordinary activities before taxation		2,651,075	3,943,378
Tax on profit on ordinary activities	5	(825,325)	(1,207,639)
Profit for the year	11	1,825,750	2,735,739

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

POWERMODE LIMITED

ABBREVIATED BALANCE SHEET

AS AT 31 MARCH 2008

	Notes	2008 £	£	2007 £	£
Fixed assets					
Tangible assets	7		2,367		4,379
Current assets					
Debtors	8	2,541,196		748,154	
Cash at bank and in hand		3,139,577		3,221,715	
		<u>5,680,773</u>		<u>3,969,869</u>	
Creditors: amounts falling due within one year	9	<u>(3,251,679)</u>		<u>(2,326,870)</u>	
Net current assets			<u>2,429,094</u>		<u>1,642,999</u>
Total assets less current liabilities			<u><u>2,431,461</u></u>		<u><u>1,647,378</u></u>
Capital and reserves					
Called up share capital	10		100		100
Profit and loss account	11		<u>2,431,361</u>		<u>1,647,278</u>
Shareholders' funds	12		<u><u>2,431,461</u></u>		<u><u>1,647,378</u></u>

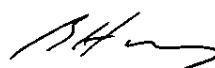
These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies.

Approved by the Board and authorised for issue on 18 December 2008

I C Wright
Director



B Harvey
Director



POWERMODE LIMITED

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 MARCH 2008

	2008	2007
£	£	£
Net cash inflow from operating activities	1,760,991	4,763,470
Returns on investments and servicing of finance		
Interest received	107,049	65,637
Interest paid	(912)	-
Net cash inflow for returns on investments and servicing of finance	106,137	65,637
Taxation	(907,599)	(835,774)
Capital expenditure		
Payments to acquire tangible assets	-	(1,411)
Net cash outflow for capital expenditure	-	(1,411)
Equity dividends paid	(1,041,667)	(1,450,000)
Net cash (outflow)/inflow before management of liquid resources and financing	(82,138)	2,541,922
(Decrease)/increase in cash in the year	(82,138)	2,541,922

POWERMODE LIMITED

NOTES TO THE CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 MARCH 2008

1	Reconciliation of operating profit to net cash inflow from operating activities	2008	2007
		£	£
	Operating profit	2,544,938	3,877,741
	Depreciation of tangible assets	2,012	2,012
	Increase in debtors	(1,793,042)	(428,641)
	Increase in creditors within one year	1,007,083	1,312,358
	Net cash inflow from operating activities	1,760,991	4,763,470

2	Analysis of net funds	1 April 2007	Cash flow	Other non-cash changes	31 March 2008
		£	£	£	£
	Net cash:				
	Cash at bank and in hand	3,221,715	(82,138)	-	3,139,577
	Bank deposits	-	-	-	-
	Net funds	3,221,715	(82,138)	-	3,139,577

3	Reconciliation of net cash flow to movement in net funds	2008	2007
		£	£
	(Decrease)/increase in cash in the year	(82,138)	2,541,922
	Movement in net funds in the year	(82,138)	2,541,922
	Opening net funds	3,221,715	679,793
	Closing net funds	3,139,577	3,221,715

POWERMODE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 2008

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated).

1.3 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Fixtures, fittings & equipment

Straight line over 4 years

1.5 Revenue recognition

Revenue is recognised as earned when, and to the extent that, the company obtains the right to consideration in exchange for its performance under contracts. It is measured at the fair value of the right to consideration but excludes value added tax.

Revenue is generally recognised as contract activity progresses so that for incomplete contracts it reflects the partial performance of the contractual obligations. For such contracts the amount of revenue reflects the accrual of the right to consideration by reference to the value of work performed. Revenue not billed to customers is included in debtors.

1.6 Deferred taxation

Deferred taxation is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

2 Operating profit

	2008	2007
	£	£
Operating profit is stated after charging:		
Depreciation of tangible assets	2,012	2,012
Auditors' remuneration (including expenses and benefits in kind)	5,000	5,000

POWERMODE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2008

3	Investment income	2008	2007
		£	£
	Bank interest	106,630	65,637
	Other interest	419	-
		<u>107,049</u>	<u>65,637</u>
4	Interest payable	2008	2007
		£	£
	Other interest	912	-
		<u>912</u>	<u>-</u>
5	Taxation	2008	2007
		£	£
	Domestic current year tax		
	U.K. corporation tax	825,325	1,207,599
	Adjustment for prior years	-	40
	Current tax charge	<u>825,325</u>	<u>1,207,639</u>
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	<u>2,651,075</u>	<u>3,943,378</u>
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 30.00% (2007 - 30.00%)	<u>795,323</u>	<u>1,183,013</u>
	Effects of:		
	Non deductible expenses	29,675	24,493
	Depreciation add back	604	604
	Capital allowances	(277)	(511)
	Adjustments to previous periods	-	40
		<u>30,002</u>	<u>24,626</u>
	Current tax charge	<u>825,325</u>	<u>1,207,639</u>

POWERMODE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2008

6	Dividends	2008	2007
		£	£
	Ordinary interim paid	1,041,667	1,450,000
7	Tangible fixed assets	Fixtures, fittings & equipment	
		£	
	Cost		
	At 1 April 2007 & at 31 March 2008		8,050
	Depreciation		
	At 1 April 2007		3,671
	Charge for the year		2,012
	At 31 March 2008		5,683
	Net book value		
	At 31 March 2008		2,367
	At 31 March 2007		4,379
8	Debtors	2008	2007
		£	£
	Trade debtors	1,969,699	184,848
	Other debtors	571,497	563,306
		2,541,196	748,154

POWERMODE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2008

9 Creditors: amounts falling due within one year	2008	2007
	£	£
Trade creditors	899,415	175,927
Corporation tax	525,325	607,599
Other taxes and social security costs	425,987	62,223
Directors' current accounts	671,674	733,197
Other creditors	322,728	209,385
Accruals and deferred income	406,550	538,539
	<u>3,251,679</u>	<u>2,326,870</u>

10 Share capital	2008	2007
	£	£
Authorised		
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
Allotted, called up and fully paid		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

11 Statement of movements on profit and loss account	Profit and loss account
	£
Balance at 1 April 2007	1,647,278
Profit for the year	1,825,750
Dividends paid	(1,041,667)
Balance at 31 March 2008	<u>2,431,361</u>

POWERMODE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2008

12 Reconciliation of movements in shareholders' funds	2008	2007
	£	£
Profit for the financial year	1,825,750	2,735,739
Dividends	(1,041,667)	(1,450,000)
	<u>784,083</u>	<u>1,285,739</u>
Net addition to shareholders' funds	784,083	1,285,739
Opening shareholders' funds	1,647,378	361,639
	<u>2,431,461</u>	<u>1,647,378</u>
Closing shareholders' funds	2,431,461	1,647,378

13 Directors' emoluments	2008	2007
	£	£
Emoluments for qualifying services	<u>455,000</u>	<u>319,000</u>
Emoluments disclosed above include the following amounts paid to the highest paid director:		
Emoluments for qualifying services	<u>290,000</u>	<u>248,669</u>

14 Transactions with directors

Included within creditors due within one year is an amount of £ 671,674 (2007: £733,197) due to I C Wright. The loan is interest-free and there are no fixed terms for repayment.

POWERMODE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2008

15 Employees

Number of employees

The average monthly number of employees (including directors) during the year was:

	2008 Number	2007 Number
Office and management	6	4

Employment costs

	2008 £	2007 £
Wages and salaries	516,713	572,365
Social security costs	62,715	70,005
	579,428	642,370