

Xi-Tech Limited

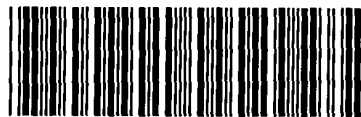
Report and Financial Statements

Year Ended

27 March 2015

Company Number 07068708

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Xi-Tech Limited

Report and financial statements for the year ended 27 March 2015

Contents

Page:

1	Strategic report
3	Report of the director
5	Independent auditor's report
7	Consolidated profit and loss account
8	Consolidated balance sheet
9	Company balance sheet
10	Consolidated cash flow statement
11	Notes forming part of the financial statements

Director

S C Jaye

Secretary and registered office

S C Jaye,

Unit 6A Langley Business Centre
Station Road
Langley
Slough
SL3 8DS

Company number

07068708

Auditors

Mazars LLP
Tower Bridge House
St Katharine's Way
London
E1W 1DD

Xi-Tech Limited

Strategic report for the year ended 27 March 2015

The director presents his Strategic Report together with the audited financial statements for the year ended 27 March 2015.

Principal activities, review of business and future developments

The company is a holding company and the group's principal activity is the development, manufacture and marketing of a range of sensor detection modules and systems that cover a variety of wavelengths across the electro-magnetic spectrum. It also carries out the development, manufacture and marketing of high voltage power supplies to support the markets of the above.

Research and development work has continued to be focused on three main product areas:

- X-ray detection systems, with an aim to maintain cost competitive products whilst continuing to develop increased levels of functionality and provide custom solutions in all areas. This includes CT, Multi-view and linear X-ray systems.
- Detector module development continued to be customer specific and provided modules that are compact, high performance and low noise. These are specifically being developed to interface with customer systems with ease.
- Power supply developments have continued to be project specific and have been extended into a greater number of application areas.

Key performance indicators

On a month by month basis the group reviews the sales budget for progress against targets. The predicted sales to year end are re-calculated and actions taken as necessary to cover any shortfall. Additional decisions are made on resources to cover any gains.

Stock, including provisions, is analysed at the end of each month with significant variations documented and actions taken as necessary to resolve any issues.

Manufacturing costs are also monitored on a monthly basis, including materials and labour, with variations analysed and reviewed to understand the impact on the business and any activity required to correct negative variances.

Principal risks and uncertainties

The market for the group's primary products continues to be highly competitive with respect to technology, cost and timescale.

With the recent introduction of new, higher performing and more flexible electronics in the X-ray product area and the addition of high channel count detectors for CT applications, the group is providing a greater depth of products to support our customers needs for improvements in their systems.

Timescales will be managed through tight project management disciplines and product costs remain a principal activity in the product development lifecycle to ensure our competitive financial position is maintained.

Xi-Tech Limited

**Strategic report
for the year ended 27 March 2015 (continued)**

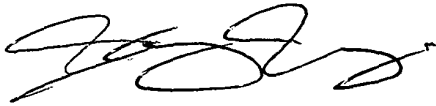
Financial risk management

The Board regularly reviews the financial requirements of the company and the group and the risks associated therewith. Company and group operations are financed from retained earnings. The group does not use complicated financial instruments or any financial derivative instruments for trading purposes.

The group's credit risk is primarily attributable to its trade debtors. Credit risk is managed by running credit checks on new customers, obtaining payments in advance where necessary and the constant monitoring of all outstanding debts.

Foreign exchange gains and losses result from the requirement to translate dollar, euro and yen working capital balances into sterling when preparing the financial statements. Gains and losses are dictated by movements in the exchange rates of these currencies.

On behalf of the board



S C Jaye
Director

22 OCTOBER 2015

Xi-Tech Limited

Report of the director for the year ended 27 March 2015

The director presents his report together with the audited financial statements for the year ended 27 March 2015.

Results and dividends

The profit and loss account is set out on page 7 and shows the profit for the year.

During the year, dividends of £600,000 were paid (2014: £nil).

Research and development

Research and development work is being increased to support the group's desire to extend the current product range and continues to be at a level appropriate to a high-technology business.

Directors' and officers' liability insurance

The company has maintained insurance to cover directors' and officers' liability.

Director

The director has held office since 29 March 2014 up to the date of this report;

S C Jaye

Director's responsibilities statement

The director is responsible for preparing the Strategic Report, the Director's Report and the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has elected to prepare the group and company financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the director must not approve the financial statements unless he is satisfied that they give a true and fair view of the state of affairs of the group and company and of the profit or loss of the group for that period.

In preparing these financial statements, the director is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is 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 him to ensure that the financial statements comply with the Companies Act 2006. The director is also responsible for the system of internal controls, safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Xi-Tech Limited

Report of the director for the year ended 27 March 2015 (continued)

Employees

Disabled persons

Applications for employment by disabled persons are always fully considered, bearing in mind the respective aptitudes and abilities of the applicant concerned. In the event of members of staff becoming disabled, every effort is made to ensure that their employment with the Group continues and the appropriate training is arranged. It is the policy of the Group that the training, career development and promotion of a disabled person should, as far as possible, be identical to that of a person who does not suffer from a disability.

Employee involvement

Consultation with employees or their representatives has continued at all levels, with the aim of ensuring that views are taken into account when decisions are made that are likely to affect their interests. All employees are aware of the financial and economic performance of their business units and of the Group as a whole.

Disclosure of information to the auditor

So far as the directors are aware:

- there is no relevant audit information of which the company's auditor is unaware; and
- they have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information, and taken such other steps for that purpose, as were required by his duty as director of the company to exercise due care, skill and diligence.

Auditor

It is proposed that Mazars LLP will continue in office in accordance with the Companies Act 2006 section 487(2).

On behalf of the board



S C Jaye
Director

22 OCTOBER 2015

Xi-Tech Limited

Independent auditor's report To the members of Xi-Tech Limited

We have audited the financial statements of Xi-Tech Limited for the year ended 27 March 2015 which comprise the consolidated Profit and Loss account, the consolidated and company Balance Sheets, the consolidated cash flow statement and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Respective responsibilities of directors and auditor

As explained more fully in the Statement of Director's Responsibilities set out on page 3 the director is responsible for the preparation of financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors. This report is made solely to the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's member those matters we are required to state to them in an 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 and the company's member as a body for our audit work, for this report, or for the opinions we have formed.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's website at www.frc.org.uk/auditscopeukprivate.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the group's and the parent company's affairs as at 27 March 2015 and of the group's profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion the information given in the Strategic Report and Director's Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

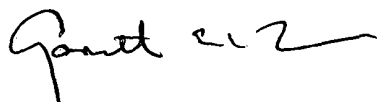
Xi-Tech Limited

Independent auditor's report (*continued*)

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of director's remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



Gareth Jones (Senior Statutory Auditor)
for and on behalf of Mazars LLP
Chartered Accountants and Statutory Auditor

Tower Bridge House
St Katharine's Way
London
E1W 1DD

Date: 22 OCTOBER 2015

Xi-Tech Limited

Consolidated profit and loss account for the year ended 27 March 2015

	Notes	2015 £'000	2014 £'000
Turnover	1, 2	7,481	6,745
Operating expenses		(4,555)	(3,848)
Gross profit		2,926	2,897
Distribution costs		(144)	(140)
Administrative expenses - including exceptional credits of £nil (2014 - £428,008)		(115)	(755)
Operating profit	3	2,667	2,002
Interest receivable and similar income	6	22	14
Interest payable and similar charges	7	-	(1)
Profit on ordinary activities before taxation		2,689	2,015
Taxation on profit on ordinary activities	8	(435)	(373)
Profit on ordinary activities after taxation	17	2,254	1,642

All amounts relate to continuing activities.

All recognised gains and losses in the current year and prior period are included in the profit and loss account.

The notes on pages 11 to 23 form part of these financial statements.

Xi-Tech Limited
Company number 07068708

Consolidated balance sheet
at 27 March 2015

	Notes	2015 £'000	2015 £'000	2014 £'000	2014 £'000
Fixed assets					
Tangible assets	10		2		8
			<u>2</u>		<u>8</u>
Current assets					
Stocks	12	1,163		952	
Debtors	13	1,413		1,307	
Cash at bank and in hand		7,000		5,176	
		<u>9,576</u>		<u>7,435</u>	
Creditors: amounts falling due within one year	14	<u>(1,678)</u>		<u>(1,197)</u>	
Net current assets			<u>7,898</u>		<u>6,238</u>
Net assets			<u><u>7,900</u></u>		<u><u>6,246</u></u>
Capital and reserves					
Called up share capital	16		10		10
Profit and loss account	17		7,890		6,236
Shareholder's funds	18		<u><u>7,900</u></u>		<u><u>6,246</u></u>

The financial statements were approved by the director and authorised for issue on 22 OCTOBER 2015

S C Jaye
Director



The notes on pages 11 to 23 form part of these financial statements.

Xi-Tech Limited

Company balance sheet at 27 March 2015

Company number 07068708

	Notes	2015 £'000	2015 £'000	2014 £'000	2014 £'000
Fixed assets					
Fixed asset investments	11		1,559		1,559
			<u>1,559</u>		<u>1,559</u>
Current assets					
Debtors	13	810		889	
Cash at bank and in hand		2,151		2,125	
		<u>2,961</u>		<u>3,014</u>	
Creditors: amounts falling due within one year	14	(94)		(197)	
Net current assets			<u>2,867</u>		<u>2,817</u>
Net assets			<u>4,426</u>		<u>4,376</u>
Capital and reserves					
Called up share capital	16		10		10
Profit and loss account	17		4,416		4,366
Shareholder's funds	18		<u>4,426</u>		<u>4,376</u>

The financial statements were approved by the director and authorised for issue on 22 OCTOBER 2015

S C Jaye
Director



The notes on pages 11 to 23 form part of these financial statements.

Xi-Tech Limited

Consolidated cash flow statement for the year ended 27 March 2015

	Notes	2015 £'000	2015 £'000	2014 £'000	2014 £'000
Net cash inflow from operating activities	22		2,858		1,983
Returns on investments and servicing of finance					
Interest received		22		14	
Interest paid: bank loans		-		(1)	
Net cash inflow from returns on investments and servicing of finance			22		13
Taxation					
Corporation tax paid			(456)		(371)
Capital expenditure and financial investment					
Payments to acquire tangible fixed assets		-		(5)	
Receipts from sale of tangible fixed assets		-		1	
Net cash outflow from capital expenditure and financial investment			-		(4)
Equity dividends paid to shareholders			(600)		-
Increase in cash	24		<u>1,824</u>		<u>1,621</u>

The notes on pages 11 to 23 form part of these financial statements.

Xi-Tech Limited

Notes forming part of the financial statements for the year ended 27 March 2015

1 Accounting policies

The financial statements have been prepared under the historical cost convention and are in accordance with applicable accounting standards.

The following principal accounting policies have been applied:

Basis of consolidation

The consolidated financial statements incorporate the results of Xi-Tech Limited and all of its subsidiary undertakings as at 27 March 2015 using the acquisition method of accounting. The results of subsidiary undertakings are included from the date of acquisition.

Going Concern

These financial statements have been prepared on a going concern basis.

Turnover

Turnover represents sales to external customers at invoiced amounts less value added tax or local taxes on sales. Turnover is recognised when goods are delivered in full according to specification to customers.

Depreciation

Depreciation is provided to write off the cost, less estimated residual values, of all tangible fixed assets evenly over their expected useful lives. It is calculated at the following rates:

Plant and machinery	- 10-20% on cost
Fixtures and fittings	- 10-33 1/3% on cost

Valuation of investments

Investments held as fixed assets are stated at cost less any provision for impairment. Investments held as current assets are stated at the lower of cost and net realisable value.

Impairment of fixed assets

The need for any fixed asset impairment write-down is assessed by comparison of the carrying value of the asset against the higher of realisable value and value in use.

Stocks

Stocks and work in progress are stated at the lower of cost and net realisable value. In general, cost is determined on a first in, first out basis and includes all direct expenditure and production overheads appropriate to bring stock and work in progress to their condition and location at the balance sheet date. Net realisable value is the price at which the stock can be realised in the normal course of business. Provision is made for obsolete, slow moving and defective stock.

Xi-Tech Limited

Notes forming part of the financial statements for the year ended 27 March 2015 (continued)

1 Accounting policies (continued)

Foreign currency

Foreign currency transactions of individual companies are translated at the rates ruling when they occurred. Foreign currency monetary assets and liabilities are translated at the rates ruling at the balance sheet date. Any differences are taken to the profit and loss account.

The results of overseas operations are translated at the average rates of exchange during the year and the balance sheet translated into sterling at the rates of exchange ruling on the balance sheet date. Exchange differences which arise from translation of the opening net assets and results of foreign subsidiary undertakings are taken to reserves.

All other differences are taken to the profit and loss account with the exception of differences on foreign currency borrowings used to finance or provide a hedge against foreign equity investments, which are taken directly to reserves to the extent of the exchange difference arising on the net investment in these enterprises. Tax charges or credits that are directly and solely attributable to such exchange differences are also taken to reserves.

Finance costs

Finance costs are charged to profit over the term of the debt so that the amount charged is at a constant rate on the carrying amount. Finance costs include issue costs, which are initially recognised as a reduction in the proceeds of the associated capital instrument.

Dividends

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid. Final equity dividends are recognised when approved by the shareholders at an annual general meeting.

Dividends on shares wholly recognised as liabilities are recognised as expenses and classified within interest payable.

Research and development

Research and development expenditure is written off in the period in which it is incurred. Funding received for such revenue expenditure is credited to revenue so as to match the related expenditure.

Deferred taxation

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the balance sheet date, except that the recognition of deferred tax assets is limited to the extent that the group anticipates making sufficient taxable profits in the future to absorb the reversal of the underlying timing differences.

Deferred tax balances are not discounted.

Xi-Tech Limited

Notes forming part of the financial statements for the year ended 27 March 2015 (*continued*)

1 Accounting policies (*continued*)

Leased assets

Rentals payable under operating leases are charged to profit or loss on a straight-line basis over the term of the lease. The aggregate benefit of lease incentives is recognised as a reduction to the rental expense over the lease term on a straight-line basis.

Pension costs

Contributions to the group's defined contribution pension scheme are charged to the profit and loss account in the year in which they become payable.

Replacement under guarantee

Provision is made for the estimated outstanding liability for replacement under guarantees and other warranties given to purchasers of the company's products.

Xi-Tech Limited

Notes forming part of the financial statements for the year ended 27 March 2015 *(continued)*

2 Turnover

Analysis by geographical market:

	2015 £'000	2014 £'000
United Kingdom	187	398
USA	1,094	710
Rest of the World	6,200	5,637
	<u>7,481</u>	<u>6,745</u>

3 Operating profit

The operating profit on ordinary activities before taxation is stated after charging/(crediting):

	2015 £'000	2014 £'000
Research and development – current year's expenditure	368	199
Depreciation of tangible fixed assets	6	8
Hire of other assets – operating leases	123	120
Fees payable to the company's auditor for the auditing of the company's annual accounts	9	14
Fees payable to the company's auditor for all other services	3	3
(Gain) / loss on foreign exchange differences	(504)	207
	<u></u>	<u></u>

4 Wages and salaries

Costs related to wages and salaries are as follows:

	2015 £'000	2014 £'000
Wages and salaries	947	774
Social security costs	106	84
Other pension costs (Note 15)	106	124
	<u>1,159</u>	<u>982</u>

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

	2015 Number	2014 Number
Production and development	16	16
Selling and distribution	1	1
Administration	5	5
	<u>22</u>	<u>22</u>

Xi-Tech Limited

Notes forming part of the financial statements
for the year ended 27 March 2015 (*continued*)

5	Director's remuneration	2015 £'000	2014 £'000
	Director's emoluments	350	100
	Company contributions to money purchase pension schemes	40	50
		<u>390</u>	<u>150</u>

There was one director in the company's defined contribution pension scheme during the year (2014 - 1). As there is only one director all remuneration is due to the one director.

6	Interest receivable and similar income	2015 £'000	2014 £'000
	Bank interest receivable	<u>22</u>	<u>14</u>

7	Interest payable and similar charges	2015 £'000	2014 £'000
	Other interest payable	<u>-</u>	<u>1</u>

Xi-Tech Limited

Notes forming part of the financial statements for
the year ended 27 March 2015 (*continued*)

8 Taxation on profit on ordinary activities	2015 £'000	2014 £'000
<i>UK Corporation tax</i>		
Current tax on profits of the year	440	378
Adjustment in respect of previous periods	-	(3)
Total current tax	<u>440</u>	<u>375</u>
<i>Deferred tax</i>		
Origination and reversal of timing differences	(5)	(2)
Taxation on profit on ordinary activities	<u>435</u>	<u>373</u>

The tax assessed for the year is lower than (2014 – lower than) the standard rate of corporation tax in the UK applied to profit before tax. The differences are explained below:

	2015 £'000	2014 £'000
Profit on ordinary activities before taxation	<u>2,689</u>	<u>2,015</u>
Profit on ordinary activities at the standard rate of corporation tax in the UK of 21.02% (2013: 23.00%)	565	463
<i>Factors affecting the tax charge for the year:</i>		
Expenses not deductible for tax purposes	-	2
Capital allowances for period in deficit/(excess) of depreciation	1	(1)
Adjustment to tax charge in respect of previous periods	1	(3)
Tax credit in respect of research and development costs	(131)	(90)
Other timing differences	4	4
Current tax charge for the year	<u>440</u>	<u>375</u>

Xi-Tech Limited

Notes forming part of the financial statements for the year ended 27 March 2015 (*continued*)

9 Profit for the financial year

As a consolidated profit and loss account is published, a separate statement for the parent company is omitted from the Group financial statements by virtue of section 408 of the Companies Act 2006. The parent company's result for the year was £650,264 (2014: £2,575,609).

10 Tangible fixed assets

Group	Plant & machinery £'000	Fixtures & fittings £'000	Total £'000
<i>Cost</i>			
At 29 March 2014 and at 27 March 2015	33	61	94
<i>Depreciation</i>			
At 29 March 2014	33	53	86
Charge for the year	-	6	6
At 27 March 2015	33	59	92
<i>Net book value</i>			
At 27 March 2015	-	2	2
At 29 March 2014	-	8	8

Xi-Tech Limited

Notes forming part of the financial statements
for the year ended 27 March 2015 *(continued)*

11 Fixed asset investments

Company	Group Undertakings £'000
Cost	
At 29 March 2014 and at 27 March 2015	1,559
<i>Subsidiary undertakings, associated undertakings and other investments</i>	

The principal undertakings in which the company's interest at the year end is 20% or more are as follows:

	Country of incorporation or registration	Class of share capital held	Nature of business
<i>Subsidiary undertakings</i>			
Sens-Tech Limited	England and Wales	100%	Assembles and markets detector modules

In the period to 12 June 2014 Sens-Tech Limited owned 100% of the share capital of Electron Tubes Inc at which time the company was dissolved. The company was incorporated in the United States of America and was engaged in the marketing of detector modules in the United States. The investment held by Sens-tech Limited was fully provided for in previous year's accounts.

12 Stocks

	Group 2015 £'000	Group 2014 £'000	Company 2015 £'000	Company 2014 £'000
Raw materials and consumables	836	710	-	-
Work in progress	226	186	-	-
Finished goods and goods for resale	101	56	-	-
	<u>1,163</u>	<u>952</u>	<u>-</u>	<u>-</u>

There is no material difference between the replacement cost of stocks and the amounts stated above.

Xi-Tech Limited

Notes forming part of the financial statements
for the year ended 27 March 2015 (continued)

13 Debtors: amounts falling within one year

	Group 2015 £'000	Group 2014 £'000	Company 2015 £'000	Company 2014 £'000
Trade debtors	1,099	1,096	-	-
Amounts owed by group undertakings	-	-	810	889
Other debtors	271	175	-	-
Prepayments and accrued income	21	19	-	-
Deferred taxation	22	17	-	-
	<u>1,413</u>	<u>1,307</u>	<u>810</u>	<u>889</u>

	Group Deferred taxation £'000	Company Deferred taxation £'000
At 29 March 2014	17	-
Credited to profit and loss account	5	-
At 27 March 2015	<u>22</u>	<u>-</u>

Deferred Taxation Asset

	2015 £'000	2014 £'000
Other timing differences	<u>22</u>	<u>17</u>

Xi-Tech Limited

Notes forming part of the financial statements for
the year ended 27 March 2015 (*continued*)

14 Creditors: amounts falling within one year

	Group 2015 £'000	Group 2014 £'000	Company 2015 £'000	Company 2014 £'000
Trade creditors	918	478	-	-
Corporation Tax	193	213	94	197
Other taxation and social security	68	44	-	-
Other creditors	183	146	-	-
Accruals and deferred income	316	316	-	-
	<u>1,678</u>	<u>1,197</u>	<u>94</u>	<u>197</u>

15 Pensions

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension charge amounted to £106,000 (2014 - £124,000). Contributions amounting to £9,977 (2014 - £11,402) were payable to the fund and are included in creditors.

16 Share capital

	2015 £'000	2014 £'000
<i>Allotted, called up and fully paid</i>		
10,000 Ordinary shares of £1 each	<u>10</u>	<u>10</u>

Xi-Tech Limited

Notes forming part of the financial statements
for the year ended 27 March 2015 (continued)

17 Reserves

Group	Profit and loss account £'000
At 29 March 2014	6,236
Profit for the financial year	2,254
Dividends paid (Note 19)	(600)
At 27 March 2015	<u>7,890</u>
 Company	 Profit and loss account £'000
At 29 March 2014	4,366
Profit for the financial year	650
Dividends paid (Note 19)	(600)
At 27 March 2015	<u>4,416</u>

18 Reconciliation of movements in shareholders' funds

	Group 2015 £'000	Group 2014 £'000	Company 2015 £'000	Company 2014 £'000
Profit for the financial year	2,254	1,642	650	2,575
Dividends (Note 19)	(600)	-	(600)	-
Net addition to shareholders' funds	<u>1,654</u>	<u>1,642</u>	<u>50</u>	<u>2,575</u>
Opening shareholders' funds	6,246	4,604	4,376	1,801
Closing shareholders' funds	<u>7,900</u>	<u>6,246</u>	<u>4,426</u>	<u>4,376</u>

Xi-Tech Limited

Notes forming part of the financial statements
for the year ended 27 March 2015 (*continued*)

19 Dividends

	2015 £'000	2014 £'000
Dividends paid	<u>600</u>	<u>-</u>

20 Commitments under operating leases

The group had annual commitments under non-cancellable operating leases as set out below:

	2015 £'000	2014 £'000
Operating leases which expire		
In two to five years	<u>134</u>	<u>134</u>

21 Related party disclosures

The company has taken advantage of the exemption conferred by Financial Reporting Standard 8 'Related party disclosures' not to disclose transactions with its wholly owned subsidiaries.

During the year the company received £292 from Agena Recruitment Limited, a company in which S C Jaye was a shareholder and the ultimate controlling party. The amount received represented the full amount that had been owed at the end of March 2014. There were no other transactions during the year.

Agena Recruitment Limited was formally dissolved on 24th February 2015.

Xi-Tech Limited

Notes forming part of the financial statements
for the year ended 27 March 2015 (*continued*)

22 Reconciliation of operating profit to net cash inflow from operating activities

	2015 £'000	2014 £'000
Operating profit	2,667	2,002
Depreciation of tangible fixed assets	6	8
Increase in stock	(211)	(71)
(Increase)/decrease in debtors	(105)	35
Increase in creditors	501	9
	<u>2,858</u>	<u>1,983</u>

23 Reconciliation of net cash flow to movement in net funds

	2015 £'000	2014 £'000
Increase in cash	1,824	1,621
Opening net funds	5,176	3,555
Closing net funds	<u>7,000</u>	<u>5,176</u>

24 Analysis of net funds

	At 29 March 2014 £'000	Cash flow £'000	At 27 March 2015 £'000
Cash at bank and in hand	5,176	1,824	7,000
Total	<u>5,176</u>	<u>1,824</u>	<u>7,000</u>

25 Controlling party

The group is controlled by S C Jaye by virtue of his shareholding.