

Cowie Technology Group Limited

Report of the Directors and
Consolidated Financial Statements
for the Year Ended 30 June 2012

"Registrar of Companies Copy"
"Registered Number 00850954"



ANDERSON BARROWCLIFF LLP
Chartered Accountants

Contents of the Consolidated Financial Statements
for the Year Ended 30 June 2012

	Page
Company Information	1
Report of the Directors	2
Report of the Independent Auditors	4
Consolidated Profit and Loss Account	5
Consolidated Statement of Total Recognised Gains and Losses	6
Consolidated Balance Sheet	7
Company Balance Sheet	8
Consolidated Cash Flow Statement	9
Notes to the Consolidated Cash Flow Statement	10
Notes to the Consolidated Financial Statements	11

Cowie Technology Group Limited

Company Information
for the Year Ended 30 June 2012

DIRECTORS:

G R Cowie
Mrs E Cowie
J M Cowie
Mrs S Harris

SECRETARY:

Mrs S Harris

REGISTERED OFFICE:

Ridgeway
Coulby Newham
Middlesbrough
TS8 0TQ

REGISTERED NUMBER:

00850954 (England and Wales)

AUDITORS.

Anderson Barrowcliff LLP
Statutory Auditor
Chartered Accountants
Waterloo House
Teesdale South
Thornaby Place
Thornaby on Tees
TS17 6SA

SOLICITORS:

Punch Robson
50 Albert Road
Middlesbrough
TS1 1QE

Cowie Technology Group Limited

Report of the Directors
for the Year Ended 30 June 2012

The directors present their report with the financial statements of the company and the group for the year ended 30 June 2012

PRINCIPAL ACTIVITY

The principal activities of the group in the year under review were those of the design, manufacture and sale of scientific apparatus and equipment

No significant change in the nature of these activities occurred during the year

REVIEW OF BUSINESS

The financial position of the group, at the year end is considered to be satisfactory

DIVIDENDS

An interim dividend of £12.49 per share was paid on 18 June 2012. The directors recommend that no final dividend be paid

The total distribution of dividends for the year ended 30 June 2012 will be £30,013

RESEARCH AND DEVELOPMENT

Research and development is an important part of the group's operations. During the year the company spent £122,204 on research and development

FUTURE DEVELOPMENTS

The directors are in the process of exploring new opportunities in respect of new markets, new products and acquisitions. They anticipate that the present level of activity will be sustainable in the coming year

DIRECTORS

The directors shown below have held office during the whole of the period from 1 July 2011 to the date of this report

G R Cowie
Mrs E Cowie
J M Cowie
Mrs S Harris

Other changes in directors holding office are as follows

J A Cowie - resigned 29 May 2012

POLITICAL AND CHARITABLE CONTRIBUTIONS

During the year the company made charitable donations totalling £6,000. This included £2,500 to Zoe's Place, £2,500 to The Butterwick Hospice and £1,000 to Cash for Kids

PRINCIPAL RISKS AND UNCERTAINTIES

Although the group is dependent on the worldwide scientific industry and would be affected by the loss of a major customer or supplier, the directors believe they have taken adequate steps to mitigate these risks

KEY PERFORMANCE INDICATORS

Key performance indicators are used to support customer service and measure trends in incoming orders and delivery performance

Report of the Directors
for the Year Ended 30 June 2012

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Report of the Directors and 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). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and the group and of the profit or loss of the group for that period. In preparing these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and accounting 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 adequate accounting records that are sufficient to show and explain the company's and the group's transactions and disclose with reasonable accuracy at any time the financial position of the company and the group and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

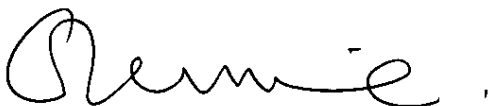
STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the group's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the group's auditors are aware of that information.

AUDITORS

The auditors, Anderson Barrowcliff LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD.



G R Cowie - Director

Date 18-02-2013

**Report of the Independent Auditors to the Members of
Cowie Technology Group Limited**

We have audited the financial statements of Cowie Technology Group Limited for the year ended 30 June 2012 on pages five to twenty. 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).

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 members those matters we are required to state to them in a Report of the Auditors 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 members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Statement of Directors' Responsibilities set out on page three, the directors are responsible for the preparation of the 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.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the group's and the parent company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Report of the Directors to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the group's and of the parent company's affairs as at 30 June 2012 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 matter prescribed by the Companies Act 2006

In our opinion the information given in the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

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 directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit.

Beverley Blakey FCA (Senior Statutory Auditor)
for and on behalf of Anderson Barrowcliff LLP
Statutory Auditor
Chartered Accountants
Waterloo House
Teesdale South
Thornaby Place
Thornaby on Tees
TS17 6SA

Date 21/2/2013

Consolidated Profit and Loss Account
for the Year Ended 30 June 2012

	Notes	2012 £	2011 £
TURNOVER	2	4,487,919	4,258,732
Cost of sales		2,387,955	2,033,243
GROSS PROFIT		2,099,964	2,225,489
Distribution costs		160,361	171,186
Administrative expenses		1,427,409	1,129,835
		1,587,770	1,301,021
		512,194	924,468
Other operating income		13,055	6,829
OPERATING PROFIT	4	525,249	931,297
Interest receivable and similar income		32,612	25,527
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		557,861	956,824
Tax on profit on ordinary activities	5	115,118	233,188
PROFIT FOR THE FINANCIAL YEAR FOR THE GROUP		442,743	723,636

CONTINUING OPERATIONS

None of the group's activities were acquired or discontinued during the current year or previous year

Cowie Technology Group Limited (Registered number: 00850954)

Consolidated Statement of Total Recognised Gains and Losses
for the Year Ended 30 June 2012

	2012 £	2011 £
PROFIT FOR THE FINANCIAL YEAR	442,743	723,636
Exchange rate differences	7,084	(15,638)
TOTAL RECOGNISED GAINS AND LOSSES		
RELATING TO THE YEAR	<u>449,827</u>	<u>707,998</u>

The notes form part of these financial statements

Consolidated Balance Sheet
30 June 2012

	Notes	2012 £	2011 £
FIXED ASSETS			
Intangible assets	8	1,103	-
Tangible assets	9	1,156,944	1,133,097
Investments	10	-	-
		<u>1,158,047</u>	<u>1,133,097</u>
CURRENT ASSETS			
Stocks	11	843,759	825,715
Debtors	12	680,287	794,309
Cash at bank and in hand		3,684,720	3,246,163
		<u>5,208,766</u>	<u>4,866,187</u>
CREDITORS			
Amounts falling due within one year	13	<u>726,246</u>	<u>777,908</u>
NET CURRENT ASSETS		<u>4,482,520</u>	<u>4,088,279</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>5,640,567</u>	<u>5,221,376</u>
PROVISIONS FOR LIABILITIES	14	(8,950)	(3,645)
ACCRUALS AND DEFERRED INCOME	15	<u>(42,489)</u>	<u>(48,417)</u>
NET ASSETS		<u><u>5,589,128</u></u>	<u><u>5,169,314</u></u>
CAPITAL AND RESERVES			
Called up share capital	16	2,403	2,403
Profit and loss account	17	<u>5,586,725</u>	<u>5,166,911</u>
SHAREHOLDERS' FUNDS	20	<u><u>5,589,128</u></u>	<u><u>5,169,314</u></u>

The financial statements were approved by the Board of Directors on its behalf by

18-02-2013

and were signed on



G R Cowie - Director

Company Balance Sheet
30 June 2012

	Notes	2012 £	2011 £
FIXED ASSETS			
Intangible assets	8	-	-
Tangible assets	9	1,154,151	1,131,715
Investments	10	1,268	1,268
		<u>1,155,419</u>	<u>1,132,983</u>
CURRENT ASSETS			
Stocks	11	637,713	626,687
Debtors	12	606,479	760,135
Cash at bank and in hand		3,519,546	3,169,604
		<u>4,763,738</u>	<u>4,556,426</u>
CREDITORS			
Amounts falling due within one year	13	692,261	741,980
		<u></u>	<u></u>
NET CURRENT ASSETS		<u>4,071,477</u>	<u>3,814,446</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>5,226,896</u>	<u>4,947,429</u>
PROVISIONS FOR LIABILITIES	14	(8,950)	(3,645)
ACCRUALS AND DEFERRED INCOME	15	(42,489)	(48,417)
		<u></u>	<u></u>
NET ASSETS		<u><u>5,175,457</u></u>	<u><u>4,895,367</u></u>
CAPITAL AND RESERVES			
Called up share capital	16	2,403	2,403
Profit and loss account	17	5,173,054	4,892,964
		<u></u>	<u></u>
SHAREHOLDERS' FUNDS	20	<u><u>5,175,457</u></u>	<u><u>4,895,367</u></u>

The financial statements were approved by the Board of Directors on its behalf by

18-02-2013

and were signed on



G R Cowie - Director

Consolidated Cash Flow Statement
for the Year Ended 30 June 2012

	Notes	2012 £	2011 £
Net cash inflow from operating activities	1	736,855	1,481,679
Returns on investments and servicing of finance	2	32,612	25,527
Taxation		(254,776)	(114,571)
Capital expenditure	2	(150,832)	(94,227)
Equity dividends paid		(30,013)	(30,013)
		<u>333,846</u>	<u>1,268,395</u>
Financing	2	<u>97,627</u>	<u>(43,616)</u>
Increase in cash in the period		<u><u>431,473</u></u>	<u><u>1,224,779</u></u>
<hr/>			
Reconciliation of net cash flow to movement in net funds	3		
Increase in cash in the period		<u>431,473</u>	<u>1,224,779</u>
Change in net funds resulting from cash flows		431,473	1,224,779
Other translation differences		7,084	144
		<u>-</u>	<u>(15,638)</u>
Movement in net funds in the period		438,557	1,209,285
Net funds at 1 July		<u>3,246,163</u>	<u>2,036,878</u>
Net funds at 30 June		<u><u>3,684,720</u></u>	<u><u>3,246,163</u></u>

The notes form part of these financial statements

**Notes to the Consolidated Cash Flow Statement
for the Year Ended 30 June 2012**

1 RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	2012 £	2011 £
Operating profit	525,249	931,297
Depreciation charges	125,882	101,770
Profit on disposal of fixed assets	-	(3,248)
Government grants	(5,928)	(5,928)
Increase in stocks	(18,044)	(54,067)
Decrease in debtors	114,022	410,805
(Decrease)/increase in creditors	(4,326)	101,050
Net cash inflow from operating activities	736,855	1,481,679

2 ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	2012 £	2011 £
Returns on investments and servicing of finance		
Interest received	32,612	25,527
Net cash inflow for returns on investments and servicing of finance	32,612	25,527
 Capital expenditure		
Purchase of intangible fixed assets	(1,167)	-
Purchase of tangible fixed assets	(149,665)	(97,477)
Sale of tangible fixed assets	-	3,250
Net cash outflow for capital expenditure	(150,832)	(94,227)
 Financing		
Amount introduced by directors	97,627	-
Amount withdrawn by directors	-	(43,616)
Net cash inflow/(outflow) from financing	97,627	(43,616)

3 ANALYSIS OF CHANGES IN NET FUNDS

	At 1 7 11 £	Cash flow £	Exchange rate movements £	At 30 6 12 £
Net cash				
Cash at bank and in hand	3,246,163	431,473	7,084	3,684,720
	3,246,163	431,473	7,084	3,684,720
 Total	3,246,163	431,473	7,084	3,684,720

Notes to the Consolidated Financial Statements
for the Year Ended 30 June 2012

1 ACCOUNTING POLICIES

Accounting convention

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

Turnover

Turnover represents the total invoice value, excluding value added tax, of goods sold and services rendered during the year

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life

Freehold property	- 4% on cost
Plant and machinery	- 25% on cost
Fixtures and fittings	- 15% - 33 3% on cost
Motor vehicles	- 25% on cost

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 transport and handling costs, in the case of manufactured products. Cost includes all direct expenditure and production overheads based on the normal level of activity. Net realisable value is the price at which the stocks can be sold in the normal course of business after allowing for the costs of realisation and, where appropriate, the cost of conversion from their existing state to a finished condition.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Research and development

Expenditure on research and development is written off in the year in which it is incurred.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Pension costs and other post-retirement benefits

The group operates a defined contribution pension scheme. Contributions payable to the group's pension scheme are charged to the profit and loss account in the period to which they relate.

Grants

Capital based grants are included in the balance sheet as a deferred credit and released to the profit and loss account in equal instalments over the estimated useful lives of the related assets. Amounts not yet released to the profit and loss account are included in the balance sheet as deferred income. Revenue based grants are credited to the profit and loss account when receivable.

Cowie Technology Group Limited

Notes to the Consolidated Financial Statements - continued
for the Year Ended 30 June 2012

2 TURNOVER

The turnover and profit before taxation are attributable to the one principal activity of the group

An analysis of turnover by geographical market is given below

	2012	2011
	£	£
United Kingdom	781,857	774,717
Rest of Europe	1,619,357	1,600,542
Rest of World	2,086,705	1,883,473
	<u>4,487,919</u>	<u>4,258,732</u>

3 STAFF COSTS

	2012	2011
	£	£
Wages and salaries	1,971,735	1,812,414
Social security costs	183,754	166,619
Other pension costs	20,140	13,049
	<u>2,175,629</u>	<u>1,992,082</u>

The average monthly number of employees during the year was as follows

	2012	2011
Production	66	65
Administration	19	16
	<u>85</u>	<u>81</u>

4 OPERATING PROFIT

The operating profit is stated after charging/(crediting)

	2012	2011
	£	£
Depreciation - owned assets	125,818	101,770
Profit on disposal of fixed assets	-	(3,248)
Patents and licences amortisation	64	-
Auditors remuneration	7,500	7,500
Foreign exchange differences	17,584	9,511
Government grants released	(5,928)	(5,928)
Research and development costs	122,204	107,582
	<u>336,786</u>	<u>255,358</u>
Directors' remuneration	2,550	2,500
Directors' pension contributions to money purchase schemes	<u>2,550</u>	<u>2,500</u>

The number of directors to whom retirement benefits were accruing was as follows

	1	1
Money purchase schemes	<u>1</u>	<u>1</u>

Notes to the Consolidated Financial Statements - continued
for the Year Ended 30 June 2012

4 OPERATING PROFIT - continued

Information regarding the highest paid director is as follows

	2012	2011
	£	£
Emoluments etc	239,580	122,541
Pension contributions to money purchase schemes	-	2,500

5 TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows

	2012	2011
	£	£
Current tax		
UK corporation tax	51,000	195,000
Adjustment in respect of prior years	(2,949)	(1,937)
Federal income tax	61,762	36,480
Total current tax	109,813	229,543
Deferred taxation	5,305	3,645
Tax on profit on ordinary activities	115,118	233,188

Factors affecting the tax charge

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below

	2012	2011
	£	£
Profit on ordinary activities before tax	557,861	956,824
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 24% (2011 - 26%)	133,887	248,774
Effects of		
Expenses not deductible for tax purposes	71	131
Capital allowances in excess of depreciation	(1,091)	(9,343)
Adjustments to tax charge in respect of previous periods	(2,949)	(1,937)
Research and development relief available	(32,497)	(26,070)
Effect of change in tax rate and marginal relief	(2,713)	12,656
Adjustment in respect of Federal income tax expense	15,105	5,332
Current tax charge	109,813	229,543

Factors that may affect future tax charges

The company is considering future capital projects which could lead to claims for enhanced capital allowances in excess of depreciation in future years

Notes to the Consolidated Financial Statements - continued
for the Year Ended 30 June 2012

6 PROFIT OF PARENT COMPANY

As permitted by Section 408 of the Companies Act 2006, the profit and loss account of the parent company is not presented as part of these financial statements. The parent company's profit for the financial year was £310,103 (2011 - £640,314)

7 DIVIDENDS

	2012	2011
	£	£
Interim	<u>30,013</u>	<u>30,013</u>

8 INTANGIBLE FIXED ASSETS

Group

	Patents and licences £
COST	
At 1 July 2011	406
Additions	<u>1,167</u>
At 30 June 2012	<u>1,573</u>
AMORTISATION	
At 1 July 2011	406
Amortisation for year	<u>64</u>
At 30 June 2012	<u>470</u>
NET BOOK VALUE	
At 30 June 2012	<u>1,103</u>
At 30 June 2011	<u>-</u>

Notes to the Consolidated Financial Statements - continued
for the Year Ended 30 June 2012

9 TANGIBLE FIXED ASSETS

Group

	Freehold property £	Plant and machinery £	Fixtures and fittings £
COST			
At 1 July 2011	1,399,991	876,126	65,914
Additions	4,000	111,419	-
	<hr/>	<hr/>	<hr/>
At 30 June 2012	1,403,991	987,545	65,914
	<hr/>	<hr/>	<hr/>
DEPRECIATION			
At 1 July 2011	374,847	782,686	58,199
Charge for year	22,296	84,326	2,252
	<hr/>	<hr/>	<hr/>
At 30 June 2012	397,143	867,012	60,451
	<hr/>	<hr/>	<hr/>
NET BOOK VALUE			
At 30 June 2012	1,006,848	120,533	5,463
	<hr/>	<hr/>	<hr/>
At 30 June 2011	1,025,144	93,440	7,715
	<hr/>	<hr/>	<hr/>
	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 July 2011	4,296	131,434	2,477,761
Additions	-	34,246	149,665
	<hr/>	<hr/>	<hr/>
At 30 June 2012	4,296	165,680	2,627,426
	<hr/>	<hr/>	<hr/>
DEPRECIATION			
At 1 July 2011	4,296	124,636	1,344,664
Charge for year	-	16,944	125,818
	<hr/>	<hr/>	<hr/>
At 30 June 2012	4,296	141,580	1,470,482
	<hr/>	<hr/>	<hr/>
NET BOOK VALUE			
At 30 June 2012	-	24,100	1,156,944
	<hr/>	<hr/>	<hr/>
At 30 June 2011	-	6,798	1,133,097
	<hr/>	<hr/>	<hr/>

Notes to the Consolidated Financial Statements - continued
for the Year Ended 30 June 2012

9 TANGIBLE FIXED ASSETS - continued

Company

	Freehold property £	Plant and machinery £	Fixtures and fittings £
COST			
At 1 July 2011	1,399,991	876,126	49,529
Additions	4,000	111,419	-
	<hr/>	<hr/>	<hr/>
At 30 June 2012	1,403,991	987,545	49,529
	<hr/>	<hr/>	<hr/>
DEPRECIATION			
At 1 July 2011	374,847	782,686	42,907
Charge for year	22,296	84,326	1,598
	<hr/>	<hr/>	<hr/>
At 30 June 2012	397,143	867,012	44,505
	<hr/>	<hr/>	<hr/>
NET BOOK VALUE			
At 30 June 2012	1,006,848	120,533	5,024
	<hr/>	<hr/>	<hr/>
At 30 June 2011	1,025,144	93,440	6,622
	<hr/>	<hr/>	<hr/>
	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 July 2011	4,296	115,861	2,445,803
Additions	-	30,779	146,198
	<hr/>	<hr/>	<hr/>
At 30 June 2012	4,296	146,640	2,592,001
	<hr/>	<hr/>	<hr/>
DEPRECIATION			
At 1 July 2011	4,296	109,352	1,314,088
Charge for year	-	15,542	123,762
	<hr/>	<hr/>	<hr/>
At 30 June 2012	4,296	124,894	1,437,850
	<hr/>	<hr/>	<hr/>
NET BOOK VALUE			
At 30 June 2012	-	21,746	1,154,151
	<hr/>	<hr/>	<hr/>
At 30 June 2011	-	6,509	1,131,715
	<hr/>	<hr/>	<hr/>

Included in Land and Buildings is Freehold Land at a cost of £84,000 (2011 - £84,000) which is not depreciated

Notes to the Consolidated Financial Statements - continued
for the Year Ended 30 June 2012

10 FIXED ASSET INVESTMENTS

Company

Shares in
group
undertakings
£

COST

At 1 July 2011
and 30 June 2012

1,268

NET BOOK VALUE

At 30 June 2012

1,268

At 30 June 2011

1,268

The group or the company's investments at the balance sheet date in the share capital of companies include the following

Subsidiary

Cowie Technology Corporation

Country of incorporation USA

Nature of business Sale of scientific apparatus and equipment

	%
Class of shares	holding
Ordinary	100.00

	2012	2011
	£	£
Aggregate capital and reserves	414,939	276,541
Profit for the year	131,314	83,323

An amount £7,084 has been recognised in the statement of recognised gains and losses for the year ended 30 June 2012 (£(15,638) for June 2011) in relation to exchange rate differences

11 STOCKS

	Group		Company	
	2012	2011	2012	2011
	£	£	£	£
Raw materials	300,893	290,841	300,893	290,841
Work-in-progress	98,015	108,401	98,015	108,401
Finished goods	444,851	426,473	238,805	227,445
	<u>843,759</u>	<u>825,715</u>	<u>637,713</u>	<u>626,687</u>

Notes to the Consolidated Financial Statements - continued
for the Year Ended 30 June 2012

12 DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2012	2011	2012	2011
	£	£	£	£
Trade debtors	518,632	563,697	410,439	497,112
Amounts owed by group undertakings	-	-	46,720	39,078
Other debtors	12,372	8,950	8,053	7,701
Prepayments and accrued income	149,283	221,662	141,267	216,244
	<u>680,287</u>	<u>794,309</u>	<u>606,479</u>	<u>760,135</u>

13 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2012	2011	2012	2011
	£	£	£	£
Trade creditors	118,646	140,726	117,077	139,553
Taxation	81,570	226,533	51,000	195,000
Social security and other taxes	98,665	38,983	98,665	38,983
VAT	9,586	12,636	9,586	12,636
Other creditors	54	461	54	461
Directors' current accounts	304,070	206,443	304,070	206,443
Accrued expenses	113,655	152,126	111,809	148,904
	<u>726,246</u>	<u>777,908</u>	<u>692,261</u>	<u>741,980</u>

14 PROVISIONS FOR LIABILITIES

	Group		Company	
	2012	2011	2012	2011
	£	£	£	£
Deferred taxation	<u>8,950</u>	<u>3,645</u>	<u>8,950</u>	<u>3,645</u>

Group	
	Deferred tax
	£
Balance at 1 July 2011	3,645
Provided during year	<u>5,305</u>
Balance at 30 June 2012	<u>8,950</u>

Company	
	Deferred tax
	£
Balance at 1 July 2011	3,645
Provided during year	<u>5,305</u>
Balance at 30 June 2012	<u>8,950</u>

Notes to the Consolidated Financial Statements - continued
for the Year Ended 30 June 2012

15 ACCRUALS AND DEFERRED INCOME

	Group		Company	
	2012	2011	2012	2011
	£	£	£	£
Brought forward	48,417	54,345	48,417	54,345
Released in year	(5,928)	(5,928)	(5,928)	(5,928)
	<u>42,489</u>	<u>48,417</u>	<u>42,489</u>	<u>48,417</u>

16 CALLED UP SHARE CAPITAL

Allotted, issued and fully paid			2012	2011
Number	Class	Nominal value	£	£
2,403	Ordinary	£1	<u>2,403</u>	<u>2,403</u>

17 RESERVES

Group		Profit and loss account £
At 1 July 2011		5,166,911
Profit for the year		442,743
Dividends		(30,013)
Exchange rate differences		7,084
At 30 June 2012		<u>5,586,725</u>
Company		Profit and loss account £
At 1 July 2011		4,892,964
Profit for the year		310,103
Dividends		(30,013)
At 30 June 2012		<u>5,173,054</u>

18 PENSION COMMITMENTS

The company operates a money purchase (defined contribution) pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund £20,140 (2011 £13,049).

Notes to the Consolidated Financial Statements - continued
for the Year Ended 30 June 2012

19 RELATED PARTY DISCLOSURES

An interim dividend was paid to the directors on 18 June 2012 as follows

G R Cowie	15,013
Mrs E Cowie	9,380
S Harris	624
J M Cowie	3,122

20 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

Group	2012 £	2011 £
Profit for the financial year	442,743	723,636
Dividends	(30,013)	(30,013)
	<hr/> 412,730	<hr/> 693,623
Other recognised gains and losses relating to the year (net)	7,084	(15,638)
	<hr/> 419,814	<hr/> 677,985
Net addition to shareholders' funds	419,814	677,985
Opening shareholders' funds	5,169,314	4,491,329
	<hr/> 5,589,128	<hr/> 5,169,314
Closing shareholders' funds	<hr/> <hr/> 5,589,128	<hr/> <hr/> 5,169,314
Company	2012 £	2011 £
Profit for the financial year	310,103	640,314
Dividends	(30,013)	(30,013)
	<hr/> 280,090	<hr/> 610,301
Net addition to shareholders' funds	280,090	610,301
Opening shareholders' funds	4,895,367	4,285,066
	<hr/> 5,175,457	<hr/> 4,895,367
Closing shareholders' funds	<hr/> <hr/> 5,175,457	<hr/> <hr/> 4,895,367

21 AUTHORISED CAPITAL SPEND

A further spend of £150,000 has been authorised but not yet committed with regards to the fit out and equipment costs for the new factory extension

22 CONTROL

Mr G R Cowie, a director, together with his wife, Mrs E Cowie, control the company by virtue of a controlling interest of 81.3% of the issued ordinary share capital