

DELTRON HAWNT LIMITED

Report and Financial Statements

30 September 2004



Deloitte & Touche LLP
Cambridge

DELTRON HAWNT LIMITED

2004 REPORT AND FINANCIAL STATEMENTS

CONTENTS

Page

Officers and professional advisers	1
Directors' report	2
Statement of directors' responsibilities	3
Independent auditors' report	4
Profit and loss account	5
Balance sheet	6
Notes to the financial statements	7

DELTRON HAWNT LIMITED

2004 REPORT AND FINANCIAL STATEMENTS

OFFICERS AND PROFESSIONAL ADVISERS

DIRECTORS

C J Sawyer
G A Ralph
G A Campbell

SECRETARY

G A Ralph

REGISTERED OFFICE

Cheveley House
Fordham Road
Newmarket
Suffolk
CB8 7XN

AUDITORS

Deloitte & Touche LLP
Chartered Accountants and Registered Auditors
Cambridge

DELTRON HAWNT LIMITED

DIRECTORS' REPORT

The directors present their annual report on the affairs of the company, together with the financial statements for the year ended 30 September 2004.

REVIEW OF DEVELOPMENTS

There was no trading in the year. There is no intention to trade in the forthcoming year. The company recommend a dividend for the year of £1,000,000 (2003: £1,500,000).

DIRECTORS AND THEIR INTERESTS

The directors who served during the year and subsequently were as follows:

C J Sawyer
G A Ralph
G A Campbell

None of the directors have any interests in the shares of the company. C J Sawyer is a director of the ultimate holding company, Deltron Electronics plc. C J Sawyers' interest in the holding company's share capital is shown in the financial statements of that company. The interests of the other directors are shown below.

The interests of those directors who are not also directors of the ultimate holding company, at the start and end of the year, in the share capital of the ultimate holding company and options over it are shown below:

Directors	At 01/10/03	Number of Options During the year		At 30/09/04	Exercise Price	Date from Which Exercisable	Expiry Date
		Granted	Exercised				
G A Ralph	13,423	-	-	13,423	110.00p	14/01/02	14/01/12
	30,000	-	-	30,000	67p	16/07/02	15/07/12
G A Campbell	30,000	-	-	30,000	67p	16/07/02	15/07/12

No options lapsed during the year. The market price of the shares at 30 September 2004 was 68.5p and the range during the period 2003/4 was from 54.5p to 86.5p.

AUDITORS

A resolution for the reappointment of Deloitte & Touche LLP as auditors of the company is to be proposed at the forthcoming Annual General Meeting.

Approved by the Board of Directors
and signed on behalf of the Board



G A Ralph

3 June 2005

DELTRON HAWNT LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES

United Kingdom company law requires the directors to prepare financial statements for each financial period which give a true and fair view of the state of affairs of the company as at the end of the financial period 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;
- state whether applicable accounting standards have been followed; and
- 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 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.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF DELTRON HAWNT LIMITED

We have audited the financial statements of Deltron Hawnt Limited for the year ended 30 September 2004 which comprise the profit and loss account, the balance sheet and the related notes 1 to 11. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with section 235 of the Companies Act 1985. 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 an auditors' 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 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 described in the statement of directors' responsibilities, the company's directors are responsible for the preparation of the financial statements in accordance with applicable United Kingdom law and accounting standards. Our responsibility is to audit the financial statements in accordance with relevant United Kingdom legal and regulatory requirements and auditing standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report if, in our opinion, the directors' report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the directors' report for the above period and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of opinion

We conducted our audit in accordance with United Kingdom auditing standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 30 September 2004 and of its result for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Deloitte & Touche LLP
Chartered Accountants and Registered Auditors
Cambridge

15 June 2005

DELTRON HAWNT LIMITED

PROFIT AND LOSS ACCOUNT

Year ended 30 September 2004

	Note	2004 £'000	2003 £'000
RESULT ON ORDINARY ACTIVITIES AFTER TAXATION		-	-
Dividends	3	<u>(1,000)</u>	<u>(1,500)</u>
Retained loss for the financial year		<u><u>(1,000)</u></u>	<u><u>(1,500)</u></u>

The results of the company during 2004 and 2003 arose from discontinued operations.

There is no difference between the loss reported above and the equivalent loss calculated on an unmodified historical cost basis.

There are no recognised gains or losses for the current financial year other than as stated in the profit and loss account. Therefore no statement of total recognised gains and losses has been presented.

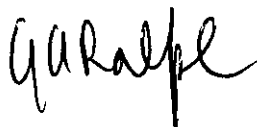
DELTRON HAWNT LIMITED

BALANCE SHEET 30 September 2004

	Note	2004 £'000	2003 £'000
CURRENT ASSETS			
Amounts owed by group undertakings		207	1,207
NET CURRENT ASSETS AND NET ASSETS		<u>207</u>	<u>1,207</u>
CAPITAL AND RESERVES			
Called up share capital	4	199	199
Capital redemption reserve	5	8	8
Profit and loss account	6	-	1,000
		<u>207</u>	<u>1,207</u>
EQUITY SHAREHOLDERS' FUNDS			
Attributable to equity shareholders		207	1,207
Attributable to non-equity shareholders		-	-
	7	<u>207</u>	<u>1,207</u>

The financial statements were approved by the board of directors on 3 June 2005 and signed on its behalf by:

G Ralph
Director



The accompanying notes are an integral part of this balance sheet.

DELTRON HAWNT LIMITED

NOTES TO THE FINANCIAL STATEMENTS

30 September 2004

1. ACCOUNTING POLICIES

The financial statements are prepared in accordance with applicable United Kingdom accounting standards. The particular accounting policies adopted are described below.

Accounting convention

The financial statements have been prepared under the historical cost convention.

The company has taken advantage of the exemption under Financial Reporting Standard No. 1 not to prepare a cash flow statement. The consolidated financial statements of its parent undertaking include a cash flow statement dealing with cash flows of the group. The company has also taken advantage of the exemption under Financial Reporting Standard No. 8 not to disclose details of transactions with group undertakings.

2. INFORMATION REGARDING DIRECTORS AND EMPLOYEES

No emoluments were payable to the directors, who were the only employees of the company during the current and preceding financial year.

3. DIVIDENDS

	2004 £'000	2003 £'000
Ordinary shares:		
Final £5.03 per equity ordinary share (2002: £7.54)	1,000	1,500

4. CALLED UP SHARE CAPITAL

	2004 £'000	2003 £'000
Authorised		
Non-equity		
120 A ordinary shares of £1 each	-	-
Equity		
249,880 ordinary shares of £1 each	250	250
	<u>250</u>	<u>250</u>
Allotted, called up and fully paid		
Non-equity		
120 'A' ordinary shares of £1 each	-	-
Equity		
198,869 ordinary shares of £1 each	199	199
	<u>199</u>	<u>199</u>

The only rights attached to 'A' ordinary shares are to receive dividends as recommended by the directors. 'A' ordinary shareholders are not entitled to participate in any distribution of capital on a winding up of the company.

DELTRON HAWNT LIMITED

NOTES TO THE FINANCIAL STATEMENTS 30 September 2004

5. CAPITAL REDEMPTION RESERVE

	2004 £'000	2003 £'000
1 October 2003 and 30 September 2004	<u>8</u>	<u>8</u>

6. PROFIT AND LOSS ACCOUNT

	£'000
At 1 October 2003	1,000
Retained loss for the year	<u>(1,000)</u>
At 30 September 2004	<u>-</u>

7. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2004 £'000	2003 £'000
Adjusted shareholders' funds at 1 October 2003	1,207	2,707
Dividends	<u>(1,000)</u>	<u>(1,500)</u>
Closing shareholders' funds	<u>207</u>	<u>1,207</u>

8. CONTINGENT LIABILITIES

At the year end Barclays Bank plc and its subsidiaries held a fixed and floating charge over all the assets of the company, including a first legal charge over the company's freehold property. An unlimited multilateral guarantee exists between all UK group companies for bank borrowing and other facilities. Subject to the foregoing, the company had no material contingent liabilities at the year-end.

9. HAWNT ELECTRONICS LIMITED EMPLOYEE BENEFIT TRUST

In an earlier accounting period the company had established the "Hawnt Electronics Employee Benefit Trust" ('EBT'). The intention of establishing the EBT was to acquire shares in the company to provide incentives to the company's present and future employees. The trustees of the EBT are Mr D C C Hawnt and Mr S R Marsh, who have served during the year as directors of the company, and Mr G B G Hingley.

Following the acquisition of the company by Deltron Electronics plc, on 26 June 2001, the EBT made distributions to employees of the company in furtherance of its primary objective.

By 30 September 2001 the EBT had fulfilled its objectives, consequently the intention of the trustees is to proceed with the determination of the trust.

10. ULTIMATE PARENT COMPANY

The company's immediate and ultimate holding company is Deltron Electronics plc, a company registered in England and Wales. Copies of the financial statements of Deltron Electronics plc are available from The Secretary, Deltron Electronics plc, Cheveley House, Newmarket, Suffolk CB8 7XN.

Deltron Electronics plc is listed on the full list of the London Stock Exchange. No entity or individual has an ultimate controlling interest in that company.

DELTRON HAWNT LIMITED

NOTES TO THE FINANCIAL STATEMENTS **30 September 2004**

11. RELATED PARTY TRANSACTIONS

The cost of the annual return and audit fee was borne by the company's parent company without any right of reimbursement.