

Registered Number 778004

Ajax Electrical Limited
Annual report
for the year ended 31 December 2006



Ajax Electrical Limited

Annual report for the year ended 31 December 2006

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Ajax Electrical Limited

Directors' report for the year ended 31 December 2006

The directors present their report and the financial statements of the company for the year ended 31 December 2006

Principal activities

The company has not traded during the current year

Results and dividends

The results for the year are set out in the profit and loss account on page 5. The retained profit for the year of £46,000 (2005: £237,000) has been transferred to reserves.

Directors and their interests

The directors who served during the year were

| | |
|-------------------------|-----------------------------|
| G Dutheil de la Rochere | (resigned 1 February 2007) |
| S Coop | (appointed 1 February 2007) |
| T Lambeth | |

The directors do not have any interest in the ordinary shares of Ajax Electrical Limited

Since the company meets the definition in s736 (2)(3) of the Companies Act 1985 of a subsidiary of a body corporate incorporated outside Great Britain, the company has taken advantage of regulation 3(1)(a) of Statutory Instrument 1985/802 exempting the company from the requirement to disclose directors' share interests and options in group companies.

Statement of directors' responsibilities

Company law requires the directors to prepare financial statements for each financial year that 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. The directors are required to prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors confirm that suitable accounting policies have been used and applied consistently. They also confirm that reasonable and prudent judgements and estimates have been made in preparing the financial statements for the year ended 31 December 2006, and that applicable accounting standards have been followed.

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.

Ajax Electrical Limited

Directors' report for the year ended 31 December 2006 (continued)

Auditors

Mazars LLP are willing to continue in office and a resolution for their re-appointment as auditors will be proposed at the annual general meeting

By order of the Board

30/3/2007 | Director



Registered office
Stafford Park 5
Telford
Shropshire
TF3 3BL

Ajax Electrical Limited

Independent auditors' report to the members of Ajax Electrical Limited

We have audited the financial statements for the year ended 31 December 2006 which comprise the Profit and Loss Account, the Balance Sheet, the Cash Flow Statement and related notes. These financial statements have been prepared under the historical cost convention and 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 financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom 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 to you 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 and consider the implications for our report if we become aware of any apparent misstatement within it.

Basis of audit 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.

Ajax Electrical Limited

Independent auditors' report to the members of Ajax Electrical Limited (continued)

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 December 2006 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985

Mazars LLP
Chartered Accountants
and Registered Auditors
The Broadway, Dudley, West Midlands, DY1 4PY

Mazars LLP

12 April 2007

Ajax Electrical Limited

Profit and loss account for the year ended 31 December 2006

| | Note | 2006 £'000 | 2005 £'000 |
|--|------|---------------|---------------|
| Admin expenses | | 6 | - |
| Operating profit | | 6 | - |
| Interest receivable | 1 | 60 | 37 |
| Profit on ordinary activities before taxation | | 66 | 37 |
| Taxation | 3 | (20) | 200 |
| Retained profit/(loss) for the financial year | 13 | 46 | 237 |

There is no difference between profit on ordinary activities before taxation and the retained profit for the year stated above and their historical cost equivalents

The company has no recognised gains and losses other than the result above and therefore no separate statement of total recognised gains and losses has been presented

Ajax Electrical Limited

Balance sheet as at 31 December 2006

| | Note | 2006 £'000 | 2005 £'000 |
|--|------|---------------|---------------|
| Current assets | | | |
| Debtors | 4 | 208 | 237 |
| Cash at bank and in hand | | 1,362 | 1,293 |
| | | 1,570 | 1,530 |
| Creditors - amounts falling due within one year | 5 | (28) | (34) |
| Net current assets | | 1,542 | 1,496 |
| Capital and reserves | | | |
| Share capital | 6 | 1,000 | 1,000 |
| Profit and loss account | 7 | 542 | 496 |
| Equity shareholders' funds | 8 | 1,542 | 1,496 |

The financial statements on pages 5 to 15 were approved by the board of directors on 30/3/2007 and were signed on its behalf by



Director

Ajax Electrical Limited

Accounting policies

The financial statements have been prepared in accordance with applicable accounting standards in the United Kingdom. The principal accounting policies are set out below

Basis of accounting

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

Turnover

Turnover comprises the invoice value, after rebates, and excluding value added tax, of goods supplied to customers and revenue is recognised when goods are despatched to customers

Deferred taxation

Deferred tax is provided in full on timing differences which result in an obligation at the balance sheet date to pay more tax, or a right to pay less tax, at a future date, at rates expected to apply when they crystallise, based on current tax rates and law. Timing differences arise from the inclusion of items of income and expenditure in tax computations in different periods from those in which they are included in the financial statements

Deferred tax assets are recognised only to the extent that it is regarded as more likely than not that they will be recovered. Deferred tax assets and liabilities are not discounted

Ajax Electrical Limited

Notes to the financial statements for the year ended 31 December 2006

1 Interest receivable

| | 2006 £'000 | 2005 £'000 |
|----------------------------|---------------|---------------|
| Bank interest receivable | 60 | 37 |
| Interest payable | - | - |
| Interest receivable | 60 | 37 |

2 Directors remuneration

None of the directors received any emoluments in respect of their services to the company during the year

3 Taxation

(a) The tax charge for the year comprises:

| | 2006 £'000 | 2005 £'000 |
|--|---------------|---------------|
| Based on the profit for the year at 30% (2005: 30%) | | |
| UK corporation tax | 20 | 11 |
| Adjustments in respect of prior year – UK Corporation tax | - | (211) |
| | 20 | (200) |

(b) Factors affecting the tax charge for the year:

The differences between total current tax assessed and the standard rate of corporation tax in the UK are explained below

| | 2006 £'000 | 2005 £'000 |
|---|---------------|---------------|
| Profit on ordinary activities before taxation | 66 | 37 |
| Profit on ordinary activities multiplied by the standard rate of UK tax of 30% (2005 30%) | 20 | 11 |
| Total current tax | 20 | 11 |

Ajax Electrical Limited

Notes to the financial statements for the year ended 31 December 2006 (continued)

4 Debtors

| | 2006 £'000 | 2005 £'000 |
|-------------------------------|---------------|---------------|
| Corporation tax | 201 | 231 |
| Other debtors and prepayments | 7 | 6 |
| | 208 | 237 |

5 Creditors – Amounts falling due within one year

| | 2006 £'000 | 2005 £'000 |
|------------------------------|---------------|---------------|
| Other creditors and accruals | 28 | 34 |
| | 28 | 34 |

6 Called up share capital

| | 2006 £'000 | 2005 £'000 |
|------------------------------------|---------------|---------------|
| Ordinary shares of £1 each | | |
| Authorised | 5,000 | 5,000 |
| Called-up, allotted and fully paid | 1,000 | 1,000 |

Ajax Electrical Limited

Notes to the financial statements for the year ended 31 December 2006 (continued)

7 Reserves

| | Profit and loss account |
|--|-------------------------|
| | £'000 |
| Balance at 1 January 2006 | 496 |
| Retained profit for the financial year | 46 |
| Balance at 31 December 2006 | 542 |

8 Reconciliation of movements in shareholders' funds

| | 2006 | 2005 |
|--------------------------------------|-------|-------|
| | £'000 | £'000 |
| Profit/(loss) for the financial year | 46 | 237 |
| Opening shareholders' funds | 1,496 | 1,259 |
| Closing shareholders' funds | 1,542 | 1,496 |

9 Pension commitments

The company is a participating member of Schneider Pension Plan. This scheme is of the defined benefit, final salary type and is open to the majority of the company's employees.

The scheme is funded to cover future pension liabilities (including expected future earnings and pension increases) in respect of service up to the balance sheet date. The assets of the scheme are held under trust and are managed by outside investment managers. It is subject to independent valuations at least every three years, on the basis of which the qualified actuary certifies the rates of the employer's contributions.

The pension cost in respect of this scheme was £Nil (2005: £Nil).

There is no material difference between the pension expenses incurred by the company over the year and the contributions actually paid.

The company is unable to identify its share of the underlying assets and liabilities of the Schneider Pension Plan. Further information in relation to this pension scheme is given in the accounts of Schneider Electric Limited which indicate a net actuarial deficit of £m at 31 December 2006 (2005: £35.7m).

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Notes to the financial statements for the year ended 31 December 2006 (continued)

10 Ultimate parent undertaking

The largest group in which the financial statements of the company are consolidated is that headed by the ultimate parent undertaking and ultimate controlling party, Schneider Electric SA, a company incorporated in France. Copies of the group financial statements of Schneider Electric SA can be obtained from

Schneider Electric SA
43/45 Boulevard Franklin Roosevelt
F – 92500 RUEIL MALMAISON
France