

# Coda Octopus Martech Limited

Registered number: 02300406

## Abbreviated accounts

For the year ended 31 October 2015



# **CODA OCTOPUS MARTECH LIMITED**

## **INDEPENDENT AUDITOR'S REPORT TO CODA OCTOPUS MARTECH LIMITED UNDER SECTION 449 OF THE COMPANIES ACT 2006**

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We have examined the abbreviated accounts set out on pages 2 to 6 together with the financial statements of Coda Octopus Martech Limited for the year ended 31 October 2015 prepared under section 396 of the Companies Act 2006.

This report is made solely to the company in accordance with section 449 of the Companies Act 2006. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special 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, for our work, for this report, or for the opinions we have formed.

### **RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITOR**

The directors are responsible for preparing the abbreviated accounts in accordance with section 444 of the Companies Act 2006.

It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the regulations made under that section and to report our opinion to you. This report, including our opinion, has been prepared for and only for the company's members as a body. Our work has been undertaken so that we might state to the company's members those matters we are required to state to them in this 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 work, for this report, or for the opinions we have formed.

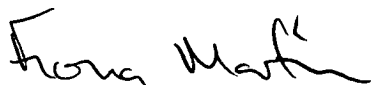
### **BASIS OF OPINION**

We conducted our work in accordance with Bulletin 2008/4 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 are properly prepared.

The scope of our work for the purpose of this report does not include examining events occurring after the date of our Auditor's report on the full financial statements.

### **OPINION ON FINANCIAL STATEMENTS**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 444(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the regulations made under that section.



Fiona Martin (Senior Statutory Auditor)

for and on behalf of Mazars LLP

Chartered Accountants and Statutory Auditor

Apex 2  
97 Haymarket Terrace  
Edinburgh  
EH12 5HD

Date: 25/1/16

**CODA OCTOPUS MARTECH LIMITED**

Registered number: 02300406

**ABBREVIATED BALANCE SHEET  
AS AT 31 OCTOBER 2015**

	Note	£	2015 £	£	2014 £
<b>FIXED ASSETS</b>					
Intangible assets	2		98,555		29,869
Tangible assets	3		107,817		6,934
			<u>206,372</u>		<u>36,803</u>
<b>CURRENT ASSETS</b>					
Stocks		38,074		23,183	
Debtors		514,030		731,184	
Cash at bank and in hand		223,428		305,044	
		<u>775,532</u>		<u>1,059,411</u>	
<b>CREDITORS: amounts falling due within one year</b>		<u>(789,155)</u>		<u>(908,899)</u>	
<b>NET CURRENT (LIABILITIES)/ASSETS</b>			<u>(13,623)</u>		<u>150,512</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>192,749</u>		<u>187,315</u>
<b>PROVISIONS FOR LIABILITIES</b>					
Other provisions			<u>(9,763)</u>		<u>(7,753)</u>
<b>NET ASSETS</b>			<u><u>182,986</u></u>		<u><u>179,562</u></u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	4		330,000		330,000
Profit and loss account			<u>(147,014)</u>		<u>(150,438)</u>
<b>SHAREHOLDERS' FUNDS</b>			<u><u>182,986</u></u>		<u><u>179,562</u></u>

The abbreviated accounts, which have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006, were approved and authorised for issue by the board and were signed on its behalf on 25/01/16



G Turner  
Director

The notes on pages 3 to 6 form part of these financial statements.

# **CODA OCTOPUS MARTECH LIMITED**

## **NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 OCTOBER 2015**

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### **1. ACCOUNTING POLICIES**

#### **1.1 Basis of preparation of financial statements**

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

#### **1.2 Turnover**

Turnover comprises revenue recognised by the company during the year in respect of its principal activity, electronic and electrical design and engineering, exclusive of Value Added Tax and trade discounts.

#### **1.3 Long-term contracts**

The attributable profit on long term contracts is recognised once their outcome can be assessed with reasonable certainty. The profit recognised reflects the proportion of work completed to date on the project and is calculated on a prudent basis by recording turnover and related costs as contract activity progresses. Profit for the year included settlement of claims arising on contracts in prior years.

Long term contract balances included in amounts recoverable on contracts (other debtors) are stated as turnover recognised less any progress payments made on the contracts, after provision has been made for any foreseeable losses and the deduction of applicable payments on account.

Full provision is made for foreseeable losses on all contracts in the year in which the loss is first foreseen

#### **1.4 Intangible fixed assets and amortisation**

Goodwill is the difference between amounts paid on the acquisition of a business and the fair value of the identifiable assets and liabilities. It is amortised to the Profit and loss account over its estimated economic life.

Development costs are capitalised within intangible assets where they can be identified with a specific product anticipated to produce future benefits, and are amortised on the straight line basis over the anticipated life of the benefits arising from the product.

Development costs deferred are reviewed annually, and where future benefits are deemed to have ceased or to be in doubt, the balance of any related development is written off to the profit and loss account.

All research and other development costs are written off as incurred.

Amortisation is provided at the following rates:

Development costs	- 3 years
Goodwill	- 10 years

# **CODA OCTOPUS MARTECH LIMITED**

## **NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 OCTOBER 2015**

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### **1. ACCOUNTING POLICIES (continued)**

#### **1.5 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 of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Leasehold improvements	-	over the term of the lease
Plant & machinery	-	33% straight line

#### **1.6 Operating leases**

Rentals under operating leases are charged to the Profit and loss account on a straight line basis over the lease term.

#### **1.7 Stocks and work in progress**

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks.

#### **1.8 Deferred taxation**

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

A deferred tax asset of £25,000 (2014 - £29,000), calculated based on a tax rate of 20% (2014 - 20%), is not included in the financial statements as its immediate recoverability is relatively uncertain.

#### **1.9 Foreign currencies**

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date.

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction.

Exchange gains and losses are recognised in the Profit and loss account.

#### **1.10 Pensions**

The company makes contributions to a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

# CODA OCTOPUS MARTECH LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 OCTOBER 2015

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### 1. ACCOUNTING POLICIES (continued)

#### 1.11 Financial instruments

Financial instruments are classified and accounted for as financial assets, financial liabilities or equity instruments, according to the substance of the contractual arrangement.

Financial instruments which are assets are stated at cost less any provision for impairment. Financial liabilities are stated at principal capital amounts outstanding at the period end. Issue costs relating to financial liabilities are deducted from the outstanding balance and are amortised over the period to the due date for repayment of the financial liability.

### 2. INTANGIBLE FIXED ASSETS

	£
<b>Cost</b>	
At 1 November 2014	79,650
Additions	97,005
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At 31 October 2015	176,655
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<b>Amortisation</b>	
At 1 November 2014	49,781
Charge for the year	28,319
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At 31 October 2015	78,100
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<b>Net book value</b>	
At 31 October 2015	98,555
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At 31 October 2014	29,869
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# CODA OCTOPUS MARTECH LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 OCTOBER 2015.

### 3. TANGIBLE FIXED ASSETS

	£
<b>Cost</b>	
At 1 November 2014	80,876
Additions	114,450
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At 31 October 2015	195,326
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<b>Depreciation</b>	
At 1 November 2014	73,942
Charge for the year	13,567
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At 31 October 2015	87,509
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<b>Net book value</b>	
At 31 October 2015	107,817
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At 31 October 2014	6,934
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### 4. SHARE CAPITAL

	2015 £	2014 £
<b>Authorised, allotted, called up and fully paid</b>		
330,000 Ordinary shares of £1 each	330,000	330,000
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### 5. ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY

The company's parent undertaking is Coda Octopus Group Inc, a company incorporated in the United States of America. Copies of the company's financial statements are available from 4020 Kidron Rd, Suite #4, Lakeland, Florida 33811, USA.

In the opinion of the directors, there is no ultimate controlling party.