

London Power Associates Limited

Report and Financial Statements

24 October 2014

THURSDAY



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A18	23/07/2015	#134
	COMPANIES HOUSE	
	A4BDG2HD	
A08	10/07/2015	#307
	COMPANIES HOUSE	

LONDON POWER ASSOCIATES LIMITED

COMPANY INFORMATION

DIRECTORS	A S Jhutti A Crocker G Higgins J B Stalmans S J Lancaster
SECRETARY	A Crocker
REGISTERED NUMBER	04166770
REGISTERED OFFICE	ERA Building Cleeve Road Leatherhead Surrey KT22 7SA

LONDON POWER ASSOCIATES LIMITED

DIRECTORS' REPORT FOR THE PERIOD ENDED 24 OCTOBER 2014

The directors present their report and the financial statements for the period ended 24 October, 2014.

PRINCIPAL ACTIVITIES

The principal activity of the company is the provision of engineering consultancy services in power and transportation markets.

The entire share capital of the Company was acquired by ERA Technology Limited on 24 October 2014.

DIRECTORS

The directors who served during the period and since the period end were as follows:

	<i>Appointed</i>
Adam Crocker	24 Oct 2014
Amarjit Jhutti	
Gavin Higgins	24 Oct 2014
Johan Stalmans	
Steve Lancaster	24 Oct 2014

CHARITABLE CONTRIBUTIONS

The company made no charitable donations in the 7 month period ended 31 October 2014 (12 months to 31 March 2014: £2,666).

DIRECTORS' RESPONSIBILITIES STATEMENT

The directors are responsible for preparing the Directors' report 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 of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments 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;
- 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 transactions and 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 2006. 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.

LONDON POWER ASSOCIATES LIMITED

**DIRECTORS' REPORT
FOR THE PERIOD ENDED 24 OCTOBER 2014**

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the board on 2 July 2015 and signed on its behalf.



A Crocker
Secretary
2 July 2015

LONDON POWER ASSOCIATES LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE 7 MONTH PERIOD ENDED 24 OCTOBER 2014**

	Note	Unaudited 7 months to 24 Oct 2014	12 months to 31 Mar 2014
		£	£
TURNOVER	2	1,929,407	3,617,403
Cost of sales		(1,327,631)	(2,466,375)
GROSS PROFIT		601,776	1,151,028
Administrative expenses		(242,176)	(375,721)
Exceptional costs	3	(1,359,447)	-
OPERATING (LOSS)/PROFIT	4	(999,847)	775,307
Interest receivable and similar income		952	3,567
Interest payable and similar charges		-	-
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(998,895)	778,874
Tax on (loss)/profit on ordinary activities	6	70,421	(171,696)
(LOSS)/PROFIT FOR THE FINANCIAL YEAR	11	(928,474)	607,178

LONDON POWER ASSOCIATES LIMITED

BALANCE SHEET AS AT 24 OCTOBER 2014

	Note	24 Oct 2014 £	31 Mar 2014 £
FIXED ASSETS			
Tangible assets	7	70,573	31,544
CURRENT ASSETS			
Debtors	8	1,205,859	1,906,493
Cash at bank		468,581	2,044,389
		<u>1,674,440</u>	<u>3,950,882</u>
CREDITORS: amounts falling due within one year	9	<u>(573,918)</u>	<u>(1,882,857)</u>
NET CURRENT ASSETS		<u>1,100,522</u>	<u>2,068,025</u>
NET ASSETS		<u>1,171,095</u>	<u>2,099,569</u>
CAPITAL AND RESERVES			
Called up share capital	10	6,855	6,855
Share premium account	11	47,615	47,615
Capital redemption reserve	11	1,955	1,955
Profit and loss account	11	1,114,670	2,043,144
SHAREHOLDERS' FUNDS		<u>1,171,095</u>	<u>2,099,569</u>

For the period ended 24 October 2014, the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibility for complying with the requirements of the Act with respect to accounting records and for the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved and authorised for issue by the board on 2 July 2015 and were signed on its behalf by:



S Lancaster
Director
2 July 2015

LONDON POWER ASSOCIATES

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 24 OCTOBER 2014

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements 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 in respect of services supplied during the year, exclusive of Value Added Tax and trade discounts. Revenue is recognised on the basis of the stage of completion of the relevant contract, subject to any adjustment for foreseeable losses.

1.3 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:

Computer equipment	-	3 years
Leasehold improvements	-	10 years

1.4 Operating leases

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

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the period until the date the rent is expected to be adjusted to the prevailing market rate.

1.5 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.

1.6 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.

LONDON POWER ASSOCIATES

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 24 OCTOBER 2014

1. ACCOUNTING POLICIES (continued)

1.7 Pensions

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

2. TURNOVER

The company operates in overseas markets and 12% of its turnover (12 months to 31 March 2014: 25.5%) is attributable to outside the United Kingdom.

3. EXCEPTIONAL COSTS

The exceptional costs of £1,359,447 (12 months to 31 March: £nil) represent the amount charged in the profit and loss account for the pension trusts for A S Jhutti and J B Stalmans under the Employer Financed Retirement Benefits Scheme (EFRBS) and doubtful debt and accrued revenue provisions made prior to the sale of the business.

	Unaudited 7 months to 24 Oct 2014	12 months to 31 Mar 2014
	£	£
Interest	161,472	-
EFRBS Settlement for PAYE	577,489	-
Legal fees related to EFRBS settlement	103,898	-
EFRBS exceptional costs	842,859	-
Bad Debt provision	289,414	-
Accrued revenue provision	227,174	-
Total exceptional	1,359,447	-

4. OPERATING (LOSS)/PROFIT

The operating (loss)/profit is stated after charging:

	Unaudited 7 months to 24 Oct 2014	12 months to 31 Mar 2014
	£	£
Depreciation of tangible fixed assets:		
- owned by the company	17,890	28,897
Auditor's remuneration	-	4,500
Pension costs	70,507	153,518

LONDON POWER ASSOCIATES

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 24 OCTOBER 2014

5. DIRECTORS' REMUNERATION

	Unaudited 7 months to 24 Oct 2014 £	12 months to 31 Mar 2014 £
Aggregate remuneration	113,555	232,028

During the period, retirement benefits were accruing to 2 directors (12 months to 31 Mar 2014 - 2) in respect of defined contribution pension schemes.

6. TAXATION

	Unaudited 7 months to 24 Oct 2014 £	12 months to 31 Mar 2014 £
Analysis of tax (credit)/charge in the year		
UK corporation tax (credit)/charge on (loss)/profit for the year	(70,421)	177,000
Adjustments in respect of prior periods	-	(5,304)
Tax on (loss)/profit on ordinary activities	(70,421)	171,696

7. TANGIBLE FIXED ASSETS

	Computer equipment £	Leasehold Improvement £	Total £
Cost:			
At 31 March 2014	155,793	-	155,793
Additions	27,329	30,630	57,959
At 24 October 2014	183,122	30,630	213,752
Depreciation:			
At 1 April 2014	(124,249)	-	(124,249)
Charge for the period	(17,193)	(1,737)	(18,930)
At 24 October 2014	(141,442)	(1,737)	(143,179)
Net book value:			
At 24 October 2014	41,680	28,893	70,573
At 1 April 2014	31,544	-	31,544

LONDON POWER ASSOCIATES

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 24 OCTOBER 2014

8. DEBTORS

	24 Oct 2014	31 Mar 2014
	£	£
Trade debtors	666,539	1,651,085
Accrued Revenue	497,094	-
Other debtors	42,266	255,408
	<u>1,205,859</u>	<u>1,906,493</u>

9. CREDITORS: Amounts falling due within one year

	24 Oct 2014	31 Mar 2014
	£	£
Trade creditors	97,645	87,371
Corporation tax	106,579	177,000
Other taxation and social security	124,580	240,159
Other creditors	245,114	1,378,327
	<u>573,918</u>	<u>1,882,857</u>

10. SHARE CAPITAL

	24 Oct 2014	31 Mar 2014
	£	£
Allotted, called up and fully paid		
6,295 Ordinary shares of £1 each	6,295	6,295
560 A Ordinary shares of £1 each	560	560
	<u>6,855</u>	<u>6,855</u>

11. RESERVES

	Share premium account £	Capital redempt'n reserve £	Profit and loss account £
At 1 April 2014	47,615	1,955	2,043,144
Loss for the period	-	-	(928,474)
At 24 October 2014	<u>47,615</u>	<u>1,955</u>	<u>1,114,670</u>

LONDON POWER ASSOCIATES

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 24 OCTOBER 2014

12. DIVIDENDS

	24 Oct 2014 £	31 Mar 2014 £
Dividends paid on equity capital	-	205,650

13. PENSION COMMITMENTS

The company operates a defined contribution pension scheme for employees. The annual contributions payable are charged to the profit and loss account. An amount of £18,950 (12 months to 31 Mar 2014: £20,352) was payable in respect of this scheme at the period end.

14. OPERATING LEASE COMMITMENTS

At 24 October 2014 the company had annual commitments under non-cancellable operating leases as follows:

	24 Oct 2014 £	31 Mar 2014 £
Expiry date:		
Within one year	47,954	-
Between 2 and 5 years	74,050	23,478

15. RELATED PARTY TRANSACTIONS

During the period, the company settled the amounts owed to the pension trusts for A S Jhutti and J B Stalmans. In addition, an agreement was reached with HMRC for unpaid PAYE and National Insurance under the EFRBS scheme as described in note 3. At 31 March 2014 £830,610 and £475,390 were owed to pension trusts for A S Jhutti and J B Stalmans respectively.

There were no other related party transactions. A S Jhutti, a director, was the company's ultimate controlling party in the current period and prior year.