

Registered number
04588863

Martek Power Limited
Report and Accounts
31 December 2014

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Martek Power Limited
Report and accounts
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Martek Power Limited
Company Information

Directors

E Strappazon (resigned 4 August 2015)

A J Upton

M Carter (appointed 4 August 2015)

Secretary

Abogado Nominees Limited

Auditors

Mazars LLP

The Pinnacle

160 Midsummer Boulevard

Milton Keynes

MK9 1FF

Bankers

Lloyds Bank

Cambridge Branch

Gonville Place

95 Regent Street

Cambridge

Cambridgeshire

CB2 1BQ

Registered office

Glebe Farm Technical Campus

Knapwell

Cambridge

Cambridgeshire

CB23 4GG

Registered number

04588863

Martek Power Limited**Registered number: 04588863****Directors' Report**

The directors present their report and accounts for the year ended 31 December 2014.

Principal activities

The company's principal activity during the year continued to be the manufacture of electronic components.

Directors

The following persons served as directors during the year:

E Strappazon (resigned 4 August 2015)

A J Upton

M Carter (appointed 4 August 2015)

Political and charitable donations

The Company made no political or charitable donations in the year (2013: £Nil).

Directors' responsibilities

The directors are responsible for preparing the report and accounts in accordance with applicable law and regulations.

Company law requires the directors to prepare accounts for each financial year. Under that law the directors have elected to prepare the accounts 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 accounts 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 accounts, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the accounts 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 accounts 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.

Statement for small companies

This Directors' report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption provided by section 414B(b) of the Companies Act 2006.

Auditors

Mazars LLP have signified their willingness to continue in office and a resolution to re-appoint them as auditors will be proposed at the forthcoming annual general meeting.

Martek Power Limited

Registered number: 04588863

Directors' Report

Disclosure of information to auditors

Each person who was a director at the time this report was approved confirms that:

- so far as he is aware, there is no relevant audit information of which the company's auditor is unaware; and
- he has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditor is aware of that information.

This report was approved by the board on 27/08/15 and signed on its behalf.



M Carter
Director

Independent auditor's report to the members of Martek Power Limited

We have audited the financial statements of Martek Power Limited for the year ended 31 December 2014 which comprise the Profit and Loss Account, the Balance Sheet and the related notes. 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).

Respective responsibilities of directors and auditor

As explained more fully in the Directors' Responsibilities Statement set out on page 2, 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. 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 an 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 and the company's members as a body for our audit work, for this report, or for the opinions we have formed.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's web-site at www.frc.org.uk/auditscopeukprivate.

Opinion on the financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2014 and of its 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 the other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report 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, or returns adequate for our audit have not been received from branches not visited by us; or
- the 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.



Stephen Brown (Senior Statutory Auditor)
for and on behalf of Mazars LLP
Chartered Accountants and Statutory Auditor
The Pinnacle
160 Midsummer Boulevard
Milton Keynes
MK9 1FF

Date 7 September 2015

Martek Power Limited
Profit and Loss Account
for the year ended 31 December 2014

	Notes	2014 £	2013 £
Turnover	2	3,325,861	2,814,695
Cost of sales		(2,128,903)	(1,880,681)
Gross profit		<u>1,196,958</u>	<u>934,014</u>
Distribution costs		(133,166)	(87,415)
Administrative expenses		(537,663)	(498,517)
Operating profit	3	<u>526,129</u>	<u>348,082</u>
Interest payable	6	-	(1,501)
Profit on ordinary activities before taxation		<u>526,129</u>	<u>346,581</u>
Tax on profit on ordinary activities	7	4,455	4,240
Profit for the financial year	14	<u>530,584</u>	<u>350,821</u>

The company's turnover and expenses all relate to continuing operations. None of the company's activities were acquired or discontinued during the above two financial years.

The company has no recognised gains or losses other than the profit for the above two financial years.

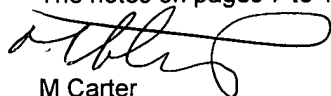
The notes on pages 7 to 12 form an integral part of these accounts.

Martek Power Limited
Balance Sheet
as at 31 December 2014

Company No: 04588863

	Notes	2014 £	2013 £
Fixed assets			
Tangible assets	8	77,025	97,114
Current assets			
Stocks		337,490	364,167
Debtors	10	551,464	643,398
Cash at bank and in hand		1,190,282	659,768
		<u>2,079,236</u>	<u>1,667,333</u>
Creditors: amounts falling due within one year	11	(264,031)	(398,346)
Net current assets		<u>1,815,205</u>	<u>1,268,987</u>
Total assets less current liabilities		<u>1,892,230</u>	<u>1,366,101</u>
Provisions for liabilities and charges			
Deferred Taxation	12	(450)	(4,905)
Net assets		<u>1,891,780</u>	<u>1,361,196</u>
Capital and reserves			
Called up share capital	13	148,000	148,000
Profit and loss account	14	1,743,780	1,213,196
Shareholders' funds		<u>1,891,780</u>	<u>1,361,196</u>

The notes on pages 7 to 12 form an integral part of these accounts.



M Carter
Director

Approved by the board and authorised for release on 27/08/15

Martek Power Limited
Notes to the Accounts
for the year ended 31 December 2014

1 Accounting policies

The principal accounting policies are summarised below and have been applied consistently in the current and preceding period.

Basis of preparation

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

The company is exempt from the requirement to prepare consolidated accounts by virtue of inclusion of the accounts of a larger group. These financial statements therefore present information about the company as an individual undertaking and not about its group.

Going concern

These financial statements have been prepared on a going concern basis.

Turnover

Turnover represents the invoiced value of goods and services supplied by the company, net of value added tax and trade discounts.

Depreciation

Depreciation has been provided at the following rates in order to write off the assets over their

Computer Equipment	25% straight line
Tooling	20% straight line
Office Equipment	15% straight line
Plant and Machinery	15% straight line
Leasehold Improvements	10% straight line

Stocks

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving stock.

Deferred taxation

Full provision is made for deferred taxation resulting from timing differences between the recognition of gains and losses in the accounts and their recognition for tax purposes. Deferred taxation is calculated on an un-discounted basis at the tax rates which are expected to apply in the periods when the timing differences will reverse.

Foreign currencies

Assets, liabilities, revenues and costs expressed in foreign currencies are translated into sterling at rates of exchange ruling on the date on which transactions occur, except for:

- (i) monetary assets and liabilities which are translated at the rate ruling at the balance sheet date (other than in (ii) below); and
- (ii) trading transactions covered by a related or matching forward contract which are translated at those contracted rates.

Differences arising on the translation of such items are dealt with in the profit and loss account.

Warranty

Warranty costs are expensed to the profit and loss account as they are incurred.

Martek Power Limited
Notes to the Accounts
for the year ended 31 December 2014

1 Accounting policies (continued)

Leasing and hire purchase commitments

Rentals paid under operating leases are charged to income on a straight line basis over the lease term.

Pensions

The company operates a defined contribution pension scheme. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

Cash flow statement

The company is exempt from the requirements of Financial Reporting Standard No. 1 (Revised) "Cash Flow Statements" to produce a cash flow statement, as its ultimate parent company, Eaton Corporation PLC, prepares consolidated financial statements that are publically available and which contain a cash flow statement.

2 Analysis of turnover

By activity:

The business has only carried out one activity during the course of the year, the manufacture of electronic components.

By geographical market:	2014 £	2013 £
UK	815,591	608,919
Europe	1,336,705	1,105,442
North America	479,154	475,576
Rest of world	694,411	624,758
	<u>3,325,861</u>	<u>2,814,695</u>

3 Operating profit

2014
£

2013
£

This is stated after charging:

Depreciation of owned fixed assets	39,976	40,379
Foreign exchange (gain)/loss	23,294	3,835
Operating lease rentals - plant and machinery	1,066	1,007
Operating lease rentals - land buildings	60,500	60,500
Pension costs	83,143	45,289
Auditors' remuneration	<u>6,500</u>	<u>6,000</u>

4 Directors' emoluments

During the year no director received any emoluments through this entity (2013: £Nil).

5 Staff costs

2014
£

2013
£

Wages and salaries	774,063	782,235
Social security costs	73,297	73,931
Other pension costs	83,143	45,289
	<u>930,503</u>	<u>901,455</u>

Martek Power Limited
Notes to the Accounts
for the year ended 31 December 2014

5 Staff costs (continued)

Average number of employees during the year	2014 Number	2013 Number
Administration	1	1
Development	7	7
Manufacturing	12	11
Stores and Purchasing	3	3
Quality Control	3	3
Sales	2	2
	<u>28</u>	<u>27</u>

6 Interest payable

	2014 £	2013 £
Interest payable to group companies	<u>-</u>	<u>1,501</u>

7 Taxation

	2014 £	2013 £
Analysis of charge in period		
Current tax:		
UK corporation tax on profits of the period	-	-
Adjustments in respect of previous periods	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>
Deferred tax: Note 12		
Accelerated capital allowances	(4,455)	(5,599)
Short-term timing differences	<u>-</u>	<u>1,359</u>
	<u>(4,455)</u>	<u>(4,240)</u>
Tax on profit on ordinary activities	<u>(4,455)</u>	<u>(4,240)</u>

Factors affecting tax charge for period

The differences between the tax assessed for the period and the standard rate of corporation tax

	2014 £	2013 £
Profit on ordinary activities before tax	<u>526,129</u>	<u>346,581</u>
Standard rate of corporation tax in the UK	21%	23%
	£	£
Profit on ordinary activities multiplied by the standard rate of	110,487	79,714
Effects of:		
Expenses not deductible for tax purposes	214	318
Depreciation for period in excess of capital allowances	4,219	5,089
Utilisation of tax losses	(114,920)	(85,121)
Current tax charge for period	<u>-</u>	<u>-</u>

No charge arises to corporation tax for the year ended 31st December 2014 as the result of the availability of group losses.

Martek Power Limited
Notes to the Accounts
for the year ended 31 December 2014

7 Taxation (continued)

Factors that may affect future tax charges

The future tax charge will be affected by:

- Government policy with respect to the rate of corporation tax that is currently expected to fall to 20% in 2015.
- The continuing availability of tax losses in the group.

8 Tangible fixed assets

	Leasehold improve- ments £	Plant and machinery etc £	Total £
Cost			
At 1 January 2014	81,738	272,791	354,529
Additions	-	19,887	19,887
At 31 December 2014	<u>81,738</u>	<u>292,678</u>	<u>374,416</u>
Depreciation			
At 1 January 2014	67,415	190,000	257,415
Charge for the year	8,172	31,804	39,976
At 31 December 2014	<u>75,587</u>	<u>221,804</u>	<u>297,391</u>
Net book value			
At 31 December 2014	<u>6,151</u>	<u>70,874</u>	<u>77,025</u>
At 31 December 2013	<u>14,323</u>	<u>82,791</u>	<u>97,114</u>

9 Stocks

	2014 £	2013 £
Raw materials and consumables	146,694	201,701
Work in progress	213,827	208,201
Stock Provision	<u>(23,031)</u>	<u>(45,735)</u>
	<u>337,490</u>	<u>364,167</u>

The difference between purchase price or production cost of stocks and their replacement cost is not material.

10 Debtors

	2014 £	2013 £
Trade debtors	328,045	339,246
Amounts owed by group undertakings and undertakings in which the company has a participating interest	95,051	174,846
Corporation Tax repayable	61,500	61,500
Prepayments and accrued income	38,818	38,905
Other debtors	<u>28,050</u>	<u>28,901</u>
	<u>551,464</u>	<u>643,398</u>

Martek Power Limited
Notes to the Accounts
for the year ended 31 December 2014

11 Creditors: amounts falling due within one year				2014	2013
				£	£
Trade creditors				71,575	84,374
Amounts owed to group undertakings and undertakings in which the company has a participating interest				61,277	212,476
Accruals and deferred income				131,179	101,496
				<u>264,031</u>	<u>398,346</u>
12 Provisions for liabilities and charges				2014	2013
Deferred taxation:				£	£
Accelerated capital allowances				450	4,905
				<u>450</u>	<u>4,905</u>
				2014	2013
				£	£
At 1 January				4,905	9,145
Deferred tax charge in profit and loss account				(4,455)	(4,240)
				<u>450</u>	<u>4,905</u>
At 31 December					
13 Share capital				2014	2013
	Nominal value	2014 Number		£	£
Allotted, called up and fully paid:					
Ordinary shares	£1 each	148,000		148,000	148,000
14 Profit and loss account				2014	2013
				£	£
At 1 January				1,213,196	862,375
Profit for the year				530,584	350,821
				<u>1,743,780</u>	<u>1,213,196</u>
At 31 December					
15 Reconciliation of movement in shareholders' funds				2014	2013
				£	£
At 1 January				1,361,196	1,010,375
Profit for the financial year				530,584	350,821
				<u>1,891,780</u>	<u>1,361,196</u>
At 31 December					

Martek Power Limited
Notes to the Accounts
for the year ended 31 December 2014

16 Other financial commitments	2014	2013
	£	£
At the year end the company had annual commitments under non-cancellable operating leases as set out below:		
Operating leases which expire:		
within one year		
Land & Buildings	45,375	-
Other	-	1,066
within two to five years		
Land & Buildings	-	60,500
Other	1,219	-
	<u>46,594</u>	<u>61,566</u>

17 Pension Commitments and other post retirement benefits

The company operates a 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 and amounted to £83,143 (2013: £45,289). Contributions totalling £nil (2013: £nil) were payable to the fund at the year end.

18 Controlling party

As at 31st December 2014 the company was controlled by Martek Power S.A., a company incorporated in Luxembourg, by virtue of its 100% shareholding in the company.

19 Ultimate Holding Company

Eaton Corporation PLC, a company incorporated in Ireland, is the ultimate parent undertaking and controlling party.

The largest and smallest group for which the results of the company are consolidated is that headed up by Eaton Corporation PLC.

Copies of the financial statements of Eaton Corporation PLC may be obtained from the company at 70 Sir John Rogerson's Quay, Dublin 2, Ireland.

20 Related Party Transactions

The company has taken advantage of the exemptions in FRS 8 from disclosing transactions with other related parties forming part of the Eaton Corporation PLC group of companies as it is a wholly owned subsidiary undertaking.