

## **Essant Limited**

Report and Financial Statements

Period Ended

31 December 2011

Company Number 05178396

FRIDAY



\*A11EO5V7\*

A64

28/09/2012

#247

COMPANIES HOUSE

# **Essant Limited**

## **Report and financial statements for the period ended 31 December 2011**

---

### **Contents**

#### **Page**

1	Report of the directors
3	Independent auditor's report
5	Profit and loss account
6	Balance sheet
7	Notes forming part of the financial statements

---

### **Directors**

Mr Jason Clark  
Mr Jan Anders Jonas Persson  
Mr Helge Martin Odman  
Mr Jakob Hoholdt

### **Registered office**

Grayson House Venture Way, Dunston Technology Park, Chesterfield, Derbyshire, S41 8NE

### **Company number**

05178396

### **Auditors**

BDO LLP, 3 Hardman Street, Manchester, M3 3AT

# **Essant Limited**

## **Report of the directors for the period ended 31 December 2011**

---

The directors present their report together with the audited financial statements for the period ended 31 December 2011

### **Results**

The profit and loss account is set out on page 5 and shows the loss for the period

### **Principal activities**

The company's principal activity is the provision of advanced computer consultancy and supply of networking products. The directors are satisfied with the results for the period and are encouraged by the future prospects for the business.

### **Directors**

The directors of the company during the period were

Mr Jason Clark  
Mr Jan Anders Jonas Persson  
Mr Helge Martin Odman  
Mr Jakob Hoholdt

### **Directors' responsibilities**

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 judgements and accounting estimates that are reasonable and prudent,
- 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.

# **Essant Limited**

## **Report of the directors for the period ended 31 December 2011 (*continued*)**

---

### **Auditors**

All of the current directors have taken all the steps that they ought to have taken to make themselves aware of any information needed by the company's auditors for the purposes of their audit and to establish that the auditors are aware of that information. The directors are not aware of any relevant audit information of which the auditors are unaware.

BDO LLP were appointed as auditors during the period and have expressed their willingness to continue in office. A resolution to re-appoint them will be proposed at the annual general meeting.

In preparing this directors' report advantage has been taken of the small companies' exemption.

### **On behalf of the board**

Mr Jason Clark



Director

10/09/12

# **Essant Limited**

## **Independent auditor's report**

---

### **To the member of Essant Limited**

We have audited the financial statements of Essant Limited for the 8 month period ended 31 December 2011 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).

This report is made solely to the company's member 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 member 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 member, for our audit work, for this report, or for the opinions we have formed.

### **Respective responsibilities of directors and auditors**

As explained more fully in the statement of directors' responsibilities, 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 (APB's) Ethical Standards for Auditors.

### **Scope of the audit of the financial statements**

A description of the scope of an audit of financial statements is provided on the APB's website at [www.frc.org.uk/apb/scope/private.cfm](http://www.frc.org.uk/apb/scope/private.cfm).

### **Opinion on 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 2011 and of its loss for the period 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 other matter prescribed by the Companies Act 2006**

In our opinion the information given in the directors' report for the financial period for which the financial statements are prepared is consistent with the financial statements.

# Essant Limited

## Independent auditor's report (*continued*)

---

### 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, or
- the directors were not entitled to prepare the financial statements and the directors' report in accordance with the small companies' regime



Julien Rye (*senior statutory auditor*)  
For and on behalf of BDO LLP, statutory auditor  
Manchester  
United Kingdom

24 September 2012

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127)

# Essant Limited

## Profit and loss account for the period ended 31 December 2011

	Note	8 months ended 31 December 2011 £	16 months ended 30 April 2011 £
Turnover	2	1,322,129	4,006,405
Cost of sales		997,590	3,055,270
<b>Gross profit</b>		<b>324,539</b>	<b>951,135</b>
Administrative expenses		441,696	1,112,477
		(117,157)	(161,342)
Other operating income		-	32,894
<b>Operating loss</b>	3	<b>(117,157)</b>	<b>(128,448)</b>
Other interest receivable and similar income		-	8
Interest payable and similar charges	6	-	(2,712)
<b>Loss on ordinary activities before and after taxation for the financial period</b>		<b>(117,157)</b>	<b>(131,152)</b>

All amounts relate to continuing activities

All recognised gains and losses in the current and prior period are included in the profit and loss account

The notes on pages 7 to 14 form part of these financial statements

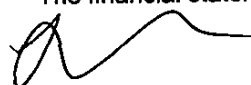
# Essant Limited

## Balance sheet at 31 December 2011

<b>Company number 05178396</b>	<b>Note</b>	<b>31 December 2011 £</b>	<b>31 December 2011 £</b>	<b>30 April 2011 £</b>	<b>30 April 2011 £</b>
<b>Fixed assets</b>					
Tangible assets	8		23,378		27,043
<b>Current assets</b>					
Stocks	9	-		682	
Debtors	10	73,816		871,481	
Cash at bank and in hand		95,727		141,747	
		<u>169,543</u>		<u>1,013,910</u>	
<b>Creditors: amounts falling due within one year</b>	11	<u>644,740</u>		<u>1,375,615</u>	
<b>Net current liabilities</b>			<u>(475,197)</u>		<u>(361,705)</u>
<b>Total assets less current liabilities</b>			<u>(451,819)</u>		<u>(334,662)</u>
<b>Provisions for liabilities</b>	12		<u>1,847</u>		<u>1,847</u>
			<u>(453,666)</u>		<u>(336,509)</u>
<b>Capital and reserves</b>					
Called up share capital	13		200,000		200,000
Profit and loss account	14		(653,666)		(536,509)
<b>Shareholder's deficit</b>	15		<u>(453,666)</u>		<u>(336,509)</u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime

The financial statements were approved by the board of directors and authorised for issue on 10/09/12



J Clark  
Director

The notes on pages 7 to 14 form part of these financial statements



# Essant Limited

## Notes forming part of the financial statements for the period ended 31 December 2011

---

### 1 Accounting policies

The financial statements have been prepared under the historical cost convention

#### *Basis of preparation*

The company has reported a loss for the period of £117,157 (16 month period ended 30 April 2011 loss of £131,152) and a net liability position at the end of the period of £453,666 (30 April 2011 £336,509) The directors have considered the going concern basis of preparation of the financial statements and, based on forecasts and assurances received from Proact IT UK Limited, the parent undertaking, they have concluded that this basis of preparation is appropriate

The following principal accounting policies have been applied

#### *Cash flow statement*

The company has taken advantage of the exemption conferred by Financial Reporting Standard 1 'Cash Flow Statements (Revised 1996)' not to prepare a cash flow statement on the grounds that at least 90% of the voting rights in the company are controlled within the group headed by Proact IT AB and the company is included in consolidated financial statements

#### *Turnover*

Turnover represents sales to external customers at invoiced amounts less value added tax or local taxes on sales

Sales of hardware are recognised at the point of delivery to the customer Sales of service and maintenance contracts are recognised over the life of the contract as the service is delivered

#### *Depreciation*

Depreciation is provided to write off the cost, less estimated residual values, of all tangible fixed assets, except for investment properties and freehold land, evenly over their expected useful lives It is calculated at the following rates

Plant and machinery - 20% reducing balance

#### *Stocks*

Stocks are valued at the lower of cost and net realisable value Cost is based on the cost of purchase on a first in, first out basis Net realisable value is based on estimated selling price less additional costs to completion and disposal

#### *Deferred taxation*

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the balance sheet date, except that

- deferred tax is not recognised on timing differences arising on revalued properties unless the company has entered into a binding sale agreement and is not proposing to take advantage of rollover relief, and
- the recognition of deferred tax assets is limited to the extent that the company anticipates making sufficient taxable profits in the future to absorb the reversal of the underlying timing differences

Deferred tax balances arising from underlying timing differences in respect of tax allowances on industrial buildings are reversed if and when all conditions for retaining those allowances have been met

# Essant Limited

## Notes forming part of the financial statements for the period ended 31 December 2011 (*continued*)

### 1 Accounting policies (*continued*)

#### *Deferred taxation (continued)*

Deferred tax balances are not discounted

#### *Pension costs*

Contributions to the company's defined contribution pension scheme are charged to the profit and loss account in the period in which they become payable

### 2 Turnover

Turnover arises solely within the United Kingdom

### 3 Operating loss

	8 months ended 31 December 2011 £	16 months ended 30 April 2011 £
This is arrived at after charging		
Depreciation of tangible fixed assets	3,665	9,809
	<hr/>	<hr/>
	8 months ended 31 December 2011 £	16 months ended 30 April 2011 £
Auditors' remuneration		
- fees payable to the company's auditor for the audit of the company's annual accounts	8,000	7,500
- other taxation services	5,050	5,100
	<hr/>	<hr/>

# Essant Limited

## Notes forming part of the financial statements for the period ended 31 December 2011 (continued)

### 4 Employees

Staff costs (including directors) consist of

	8 months ended 31 December 2011 £	16 months ended 30 April 2011 £
Wages and salaries	295,520	697,658
Social security costs	36,885	87,158
Other pension costs	6,109	29,250
	<u>338,514</u>	<u>814,066</u>

The average number of employees (including directors) during the period was 7 (2011 - 7)

### 5 Directors' remuneration

	8 months ended 31 December 2011 £	16 months ended 30 April 2011 £
Aggregate emoluments, pension contributions and amounts receivable under long term incentive schemes	-	274,218
Company contributions to money purchase pension schemes	-	15,000
	<u>-</u>	<u>289,218</u>

In the current period, no director received any remuneration for any services provided to the company. All remuneration costs are borne by the parent undertaking, Proact IT UK Limited.

The total amount payable in the 16 month period to the highest paid director in respect of emoluments was £137,869.

### 6 Interest payable and similar charges

	8 months ended 31 December 2011 £	16 months ended 30 April 2011 £
Bank loans and overdrafts	-	2,712
	<u>-</u>	<u>2,712</u>

### 7 Taxation on loss on ordinary activities

# Essant Limited

Notes forming part of the financial statements  
for the period ended 31 December 2011 (*continued*)

## 7 Taxation on loss on ordinary activities (*continued*)

The tax assessed for the period is higher than the standard rate of corporation tax in the UK applied to loss before tax

	8 months ended 31 December 2011 £	16 months ended 30 April 2011 £
Loss on ordinary activities before tax	(117,157)	(131,152)
Loss on ordinary activities at the standard rate of corporation tax in the UK of 26% (2011 - 28%)	(30,461)	(36,723)
Effect of		
Expenses not deductible for tax purposes	-	5,106
Depreciation for period in excess of capital allowances	-	1,613
Movement on provisions	-	(2,981)
Group relief	-	16,529
Unrelieved losses in the year	30,461	16,456
Current tax charge for the period	-	-

# Essant Limited

Notes forming part of the financial statements  
for the period ended 31 December 2011 (*continued*)

## 8 Tangible fixed assets

	Plant and machinery £
<i>Cost</i>	
At 1 May 2011 and 31 December 2011	79,962
	<hr/>
<i>Depreciation</i>	
At 1 May 2011	52,919
Provided for the period	3,665
	<hr/>
At 31 December 2011	56,584
	<hr/>
<i>Net book value</i>	
At 31 December 2011	23,378
	<hr/>
At 30 April 2011	27,043
	<hr/>

## 9 Stocks

	31 December 2011 £	30 April 2011 £
Stocks	-	682
	<hr/>	<hr/>

# Essant Limited

## Notes forming part of the financial statements for the period ended 31 December 2011 (*continued*)

### 10 Debtors

	31 December 2011 £	30 April 2011 £
Trade debtors	55,746	118,704
Amounts owed by group undertakings	10,795	650,010
Other debtors	7,275	102,767
	<u>73,816</u>	<u>871,481</u>

All amounts shown under debtors fall due for payment within one year

### 11 Creditors: amounts falling due within one year

	31 December 2011 £	30 April 2011 £
Trade creditors	155,159	1,132,258
Amounts owed to group undertakings	255,277	-
Taxation and social security	40,681	18,170
Other creditors	193,623	225,187
	<u>644,740</u>	<u>1,375,615</u>

### 12 Provisions for liabilities

	Deferred taxation £
At 1 May 2011 and 31 December 2011	<u>1,847</u>

# Essant Limited

Notes forming part of the financial statements  
for the period ended 31 December 2011 (*continued*)

## 13 Share capital

	31 December 2011 £	30 April 2011 £
<i>Allotted, called up and fully paid</i>		
200,000 Ordinary shares of £1 each	200,000	200,000

## 14 Reserves

	Profit and loss account £
At 1 May 2011	(536,509)
Loss for the period	(117,157)
At 31 December 2011	(653,666)

## 15 Reconciliation of movements in shareholder's deficit

	31 December 2011 £	30 April 2011 £
Loss for the period	(117,157)	(131,152)
Opening shareholder's deficit	(336,509)	(205,357)
Closing shareholder's deficit	(453,666)	(336,509)

## 16 Related party disclosures

During the period, the company made sales of £975,536 to its parent undertaking, Proact IT UK Limited and made purchases of £933,590 from Proact IT UK Limited

## **Essant Limited**

### **Notes forming part of the financial statements for the period ended 31 December 2011 (*continued*)**

---

#### **17 Ultimate parent company and parent undertaking of larger group**

The company is a subsidiary of Proact IT UK Limited, which is the immediate parent company incorporated in England and Wales. The ultimate parent company is Proact AB, a company incorporated in Sweden.

For the current period, the results of the company are included in the consolidated accounts of Proact IT AB.