

Skanska Fujitsu Networks UK Limited

**Directors' report and financial
statements**

Registered number 5248764

For the year ended 31 December 2010

TUESDAY



A10 *A0YUNYAX* 223
11/10/2011
COMPANIES HOUSE

Contents

Directors' Report	1
Statement of directors' responsibilities in respect of the Directors' Report and the financial statements	2
Independent auditor's report to the members of Skanska Fujitsu Networks UK Limited	3
Profit and loss account	5
Statement of total recognised gains and losses	5
Balance sheet	6
Reconciliation of movements in shareholders' funds	7
Notes	8

Directors' Report

The directors present their annual report and financial statements for the year ended 31 December 2010

Principal activity

The principal activity of the company was the building and maintenance of telecommunications access networks for a major telecommunications company. This service agreement was terminated on 9 May 2005. Accordingly the company no longer actively trades.

Business review

The company was incorporated as Skanska Fujitsu Limited on 4 October 2004 as a joint venture between Skanska Construction UK Limited and Fujitsu Telecommunications Europe Limited.

The company made a loss before tax of £3,883 (2009 profit £15,372).

Dividends

A dividend of £Nil was paid during the year (2009 £180,000).

Directors and their interests

The directors serving during the year were as follows:

H Stones	
JS Sohal	(appointed 17 June 2010)
AJ Stevenson	(appointed 17 June 2010)
AE Oppenheim	(resigned 17 June 2010)
AS Bajon	(resigned 17 June 2010)
TCW Randall	

Political and charitable contributions

The company made neither political nor charitable contributions during the year.

Disclosure of information to auditors

The directors who held office at the date of approval of this directors' report confirm that, so far as they are each aware, there is no relevant audit information of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Auditor

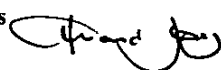
Pursuant to a shareholders' resolution, the Company is not obliged to reappoint its auditor annually and KPMG LLP will therefore continue in office.

By order of the board

JS Sohal
Director



H Stones
Director



Maple Cross House
Denham Way
Rickmansworth
WD3 9SW

26 September 2011

Statement of directors' responsibilities in respect of the Directors' Report and the financial statements

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 they have elected to prepare the financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice)

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 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, and
- 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 have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities



KPMG LLP
One Snowhill
Snow Hill Queensway
Birmingham
B4 6GH
United Kingdom

Independent auditor's report to the members of Skanska Fujitsu Networks UK Limited

We have audited the financial statements of Skanska Fujitsu Networks UK Limited for the year ended 31 December 2010 set out on pages 5 to 10. The financial reporting framework that has been applied in their preparation is applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice).

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.

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 (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 web-site at 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 2010 and of its loss for the year then ended,
- have been properly prepared in accordance with UK 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 year for which the financial statements are prepared is consistent with the financial statements.

Independent auditor's report to the members of Skanska Fujitsu Networks UK Limited (*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

S Haydn-Jones (Senior Statutory Auditor)
For and on behalf of KPMG LLP, Statutory Auditor
Chartered Accountants

26 September 2011

Profit and loss account
for the year to 31 December 2010

	<i>Note</i>	Discontinued operations 2010 £	2009 £
Operating (loss)/profit	<i>2</i>	(3,793)	13,958
Other interest receivable and similar income	<i>4</i>	-	1,448
Interest payable and similar charges	<i>5</i>	(90)	(34)
		<hr/>	<hr/>
(Loss)/profit on discontinued activities before taxation		(3,883)	15,372
Tax on (loss)/profit on discontinued activities	<i>6</i>	-	-
		<hr/>	<hr/>
(Loss)/profit for the financial year	<i>10</i>	(3,883)	15,372
		<hr/>	<hr/>

Statement of total recognised gains and losses
for the year to 31 December 2010

There were no recognised gains or losses during the current or preceding year other than the items shown above

Balance sheet
as at 31 December 2010

	<i>Note</i>	2010 £	2009 £
Current assets			
Cash at bank and in hand		202,140	205,755
Creditors: Amounts falling due within one year	8	(40,510)	(40,242)
Net assets, being net current assets		161,630	165,513
Capital and reserves			
Called up share capital	9	1,000	1,000
Profit and loss account	10	160,630	164,513
Equity shareholders' funds		161,630	165,513

These financial statements were approved by the board of directors on 26 September 2011 and signed on their behalf by

JS Sohal
 Director



H Stones
 Director



Company number 5248764

Reconciliation of movements in shareholders' funds
for the year to 31 December 2010

	2010 £	2009 £
Opening shareholders' funds	165,513	330,141
(Loss)/profit for the financial year	(3,883)	15,372
Dividend paid	-	(180,000)
Closing shareholders' funds	161,630	165,513

Notes

(forming part of the financial statements)

1 Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the financial statements

Basis of accounting

The financial statements have been prepared under the historical cost convention and in accordance with applicable Accounting Standards

Cash flow statement

The company is exempt from preparing a cash flow statement under the rules of FRS 1 'Cash flow statements (revised 1996)'

Taxation

The charge for taxation is based on the result for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes

Deferred tax is recognised, without discounting, in respect of all timing differences between the treatment of certain items for taxation and accounting purposes which have arisen but not reversed at the balance sheet date, except as otherwise required by FRS 19 Deferred tax

2 Operating (loss)/profit

	2010 £	2009 £
<i>Operating (loss)/profit is stated after charging</i>		
Auditors' remuneration - audit of these financial statements	3,525	3,000

3 Staff numbers and costs

The average number of persons employed by the company (including directors) was

	Number of employees	
	2010	2009
Administration	4	4

Following the termination of the company's service agreement, all staff members were made redundant by 31 October 2005, with the exception of 4 staff members (including directors) who are overseeing the termination of the company's activities

The aggregate payroll costs of these persons was £Nil (2009 £Nil)

4 Other interest receivable and similar income

	2010 £	2009 £
Bank interest	-	1,448

5 Interest payable and similar charges

	2010 £	2009 £
Bank interest	90	34

Notes (continued)

6 Tax on (loss)/profit on ordinary activities

Analysis of charge in year

	2010 £	2009 £
<i>UK corporation tax</i>		
Current tax on income for the year	-	-
	<hr/>	<hr/>
Tax on (loss)/profit on discontinued activities	-	-
	<hr/>	<hr/>

Factors affecting tax charge for the year

The effective current tax charge for the year is different from the standard rate of corporation tax in the UK. The differences are explained below

	2010 £	2009 £
<i>Current tax reconciliation</i>		
(Loss)/profit on ordinary activities before taxation	(3,883)	15,372
	<hr/>	<hr/>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 21% (2009 21%)	(815)	3,228
<i>Effects of</i>		
Expenditure not deductible for tax purposes	-	(5,250)
Tax losses carried forward	815	2,022
	<hr/>	<hr/>
Current tax charge	-	-
	<hr/>	<hr/>

The company has tax losses carried forward of £9,628 (2009 Nil). A deferred tax asset has not been recognised in the current year as it is felt this asset may not be recoverable from future profits.

7 Dividends

The aggregate amount of dividends comprise

	2010 £	2009 £
Interim dividend paid	-	180,000
	<hr/>	<hr/>

8 Creditors: amounts falling due within one year

	2010 £	2009 £
Amounts owed to parent undertakings	36,717	36,717
Other creditors including tax and social security	3,793	3,525
	<hr/>	<hr/>
	40,510	40,242
	<hr/>	<hr/>

Notes (continued)

9 Called up share capital

	2010 £	2009 £
<i>Allotted called up and fully paid:</i>		
500 ordinary "A" shares of £1 each	500	500
500 ordinary "B" shares of £1 each	500	500
	<u>1,000</u>	<u>1,000</u>

The company's Articles of Association confer equal voting rights upon each class of share

Each class of share is held solely by one corporate member and each member has equal voting rights. Accordingly, the company is not a subsidiary undertaking and, as a result, has no ultimate parent undertaking

10 Profit and loss account

	£
At beginning of year	164,513
Loss for the financial year	(3,883)
At end of year	<u>160,630</u>

11 Related party transactions

The company's share capital is held equally between Skanska Construction UK Limited, a company ultimately controlled by Skanska AB (incorporated in Sweden), and Fujitsu Telecommunications Europe Limited, a company ultimately controlled by Fujitsu Limited (incorporated in Japan). Year end balances with these related parties are noted below

	2010 Skanska AB and its subsidiary undertakings £	Fujitsu Limited and its subsidiary undertakings £	2009 Skanska AB and its subsidiary undertakings £	Fujitsu Limited and its subsidiary undertakings £
Year end balances				
Amounts owed to parent undertakings	<u>18,358</u>	<u>18,359</u>	<u>18,358</u>	<u>18,359</u>