

REPORT OF THE DIRECTORS AND  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2009  
FOR  
ACORN INTEGRATED SYSTEMS (LONDON) LIMITED

THURSDAY



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30/09/2010  
COMPANIES HOUSE

**ACORN INTEGRATED SYSTEMS (LONDON) LTD**

**CONTENTS OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2009**

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	<b>Page</b>
<b>Company Information</b>	<b>1</b>
<b>Report of the Directors</b>	<b>2</b>
<b>Report of the Independent Auditors</b>	<b>4</b>
<b>Profit and Loss Account</b>	<b>5</b>
<b>Balance Sheet</b>	<b>6</b>
<b>Cash Flow Statement</b>	<b>7</b>
<b>Notes to the Cash Flow Statement</b>	<b>8</b>
<b>Notes to the Financial Statements</b>	<b>9</b>

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**ACORN INTEGRATED SYSTEMS (LONDON) LTD**

**COMPANY INFORMATION**  
**FOR THE YEAR ENDED 31 DECEMBER 2009**

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**DIRECTORS**

D Lovelock  
K Dancer  
C Eadie  
J Coiley FCA

**SECRETARIES**

J Coiley FCA

**REGISTERED OFFICE**

Acorn House  
20 Wellcroft Road  
Slough  
Berkshire  
SL1 4AQ

**REGISTERED NUMBER**

6167139 (England and Wales)

**AUDITORS**

RJP LLP  
Chartered Certified Accountants &  
Registered Auditors  
2 AC Court  
High Street  
Thames Ditton  
Surrey  
KT7 0SR

**ACORN INTEGRATED SYSTEMS (LONDON) LTD**

**REPORT OF THE DIRECTORS**  
**FOR THE YEAR ENDED 31 DECEMBER 2009**

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The directors present their report with the financial statements of the company for the year ended 31 December 2009

**PRINCIPAL ACTIVITIES**

The principal activities of the company in the year under review were those of installation and maintenance of building management systems

**REVIEW OF BUSINESS**

Revenues for the period were £1,304,249 (2008 £1,420,963) Loss before tax for the period was £70,797 (2008 profit of £52,657)

One of the significant projects worked on by the company during 2009 cost more to deliver than anticipated, creating the loss reported in 2009. This loss is contained within 2009.

**Principal risks**

The principal risks associated with the business are the standard commercial risks associated with the industry and economic climate in which we operate.

These are the risk of not generating sufficient sales at a sufficient price and the risk of costs rising to a level where they exceed revenues.

**Outlook**

We continue to focus on the delivery of high quality installations and maintenance services to meet the needs of our customers. Our costs are continually reviewed and streamlined to ensure that we remain competitive.

**DIRECTORS**

The directors shown below have held office during the whole of the period from 1 January 2009 to the date of this report.

D Lovelock

K Dancer

C Eadie

J Cooley FCA

**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the Report of the Directors 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.

**ACORN INTEGRATED SYSTEMS (LONDON) LTD**

**REPORT OF THE DIRECTORS**  
**FOR THE YEAR ENDED 31 DECEMBER 2009**

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**STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) 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 in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information

**AUDITORS**

The auditors, RJP LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies

**ON BEHALF OF THE BOARD**



J Colley FCA - Director

Date 29/9/10

**REPORT OF THE INDEPENDENT AUDITORS TO THE SHAREHOLDERS OF  
ACORN INTEGRATED SYSTEMS (LONDON) LTD**

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We have audited the financial statements of Acorn Integrated Systems (London) Ltd for the year ended 31 December 2009 which comprise the Profit and Loss Account, the Balance Sheet, the Cash Flow Statement 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 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 a Report of the Auditors 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 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 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.

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

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements.

**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 2009 and of its loss 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.

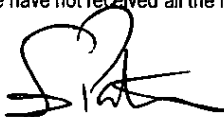
**Opinion on other matter prescribed by the Companies Act 2006**

In our opinion the information given in the Report of the Directors 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.



Simon Paterson (Senior Statutory Auditor)  
for and on behalf of RJP LLP  
Chartered Certified Accountants &  
Registered Auditors  
2 AC Court  
High Street  
Thames Ditton  
Surrey  
KT7 0SR

Date 30 SEPTEMBER 2010

**ACORN INTEGRATED SYSTEMS (LONDON) LTD**

**PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 31 DECEMBER 2009**

	Notes	31 12 09 £	31 12 08 £
<b>TURNOVER</b>		1,304,249	1,420,963
Cost of sales		<u>(1,393,185)</u>	<u>(1,155,660)</u>
<b>GROSS (LOSS)/PROFIT</b>		(88,936)	265,303
Administrative expenses		<u>18,138</u>	<u>(212,639)</u>
<b>OPERATING (LOSS)/PROFIT</b>	3	(70,798)	52,664
Interest payable and similar charges		<u>-</u>	<u>7</u>
<b>(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		(70,798)	52,657
Tax on (loss)/profit on ordinary activities	4	<u>12,552</u>	<u>(18,891)</u>
<b>(LOSS)/PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION</b>		<u>(58,246)</u>	<u>33,766</u>

**CONTINUING OPERATIONS**

None of the company's activities were acquired or discontinued during the current year or previous year

**TOTAL RECOGNISED GAINS AND LOSSES**

The company has no recognised gains or losses other than the loss for the current year and the profit for the previous year

The notes form part of these financial statements

**ACORN INTEGRATED SYSTEMS (LONDON) LTD**

**BALANCE SHEET**  
**31 DECEMBER 2009**

	Notes	31 12 09 £	£	31 12 08 £	£
<b>FIXED ASSETS</b>					
Tangible assets	5		2,643		4,522
<b>CURRENT ASSETS</b>					
Debtors	6	575,919		739,834	
Cash at bank		<u>10,811</u>		<u>127,599</u>	
		586,730		867,433	
<b>CREDITORS</b>					
Amounts falling due within one year	7	<u>(622,683)</u>		<u>(847,019)</u>	
<b>NET CURRENT (LIABILITIES)/ASSETS</b>			<u>(35,953)</u>		<u>20,414</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>(33,310)</u>		<u>24,936</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	8		100		100
Share premium	9		13,460		13,460
Profit and loss account	9		<u>(46,870)</u>		<u>11,376</u>
<b>SHAREHOLDERS' FUNDS</b>	14		<u>(33,310)</u>		<u>24,936</u>

The financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies

The financial statements were approved by the Board of Directors on  
by

29/9/10

and were signed on its behalf

  
D Lovelock - Director

The notes form part of these financial statements



**ACORN INTEGRATED SYSTEMS (LONDON) LTD****CASH FLOW STATEMENT  
FOR THE YEAR ENDED 31 DECEMBER 2009**

	Notes	31 12 09 £	31 12 08 £
Net cash (outflow)/inflow from operating activities	1	(97,897)	131,601
Returns on investments and servicing of finance	2	-	(7)
Taxation		(18,891)	-
Capital expenditure	2	-	(3,995)
(Decrease)/Increase in cash in the period		<u>(116,788)</u>	<u>127,599</u>
<hr/>			
Reconciliation of net cash flow to movement in net funds	3		
(Decrease)/Increase in cash in the period		<u>(116,788)</u>	<u>127,599</u>
Change in net funds resulting from cash flows		<u>(116,788)</u>	<u>127,599</u>
Movement in net funds in the period		<u>(116,788)</u>	<u>127,599</u>
Net funds at 1 January		<u>127,599</u>	-
Net funds at 31 December		<u>10,811</u>	<u>127,599</u>

The notes form part of these financial statements

**ACORN INTEGRATED SYSTEMS (LONDON) LTD**

**NOTES TO THE CASH FLOW STATEMENT  
FOR THE YEAR ENDED 31 DECEMBER 2009**

**1 RECONCILIATION OF OPERATING (LOSS)/PROFIT TO NET CASH (OUTFLOW)/INFLOW FROM OPERATING ACTIVITIES**

	31 12 09	31 12 08
	£	£
Operating (loss)/profit	(70,798)	52,664
Depreciation charges	1,879	11,343
Decrease/(Increase) in debtors	176,467	(712,433)
(Decrease)/Increase in creditors	(205,445)	780,027
<b>Net cash (outflow)/inflow from operating activities</b>	<b>(97,897)</b>	<b>131,601</b>

**2 ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT**

	31 12 09	31 12 08
	£	£
<b>Returns on investments and servicing of finance</b>		
Interest paid	-	(7)
<b>Net cash outflow for returns on investments and servicing of finance</b>	<b>-</b>	<b>(7)</b>
 <b>Capital expenditure</b>		
Purchase of tangible fixed assets	-	(3,995)
<b>Net cash outflow for capital expenditure</b>	<b>-</b>	<b>(3,995)</b>

**3 ANALYSIS OF CHANGES IN NET FUNDS**

	At 1 1 09	Cash flow	At
	£	£	31 12 09
			£
Net cash			
Cash at bank	127,599	(116,788)	10,811
	127,599	(116,788)	10,811
 Total	127,599	(116,788)	10,811

The notes form part of these financial statements

**ACORN INTEGRATED SYSTEMS (LONDON) LTD**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2009**

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**1 ACCOUNTING POLICIES**

**Accounting convention**

The financial statements have been prepared under the historical cost convention

**Turnover**

Turnover represents net invoiced sales of goods, excluding value added tax

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life

Plant and machinery etc - 100% on cost and  
33% on cost

**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date

**2 STAFF COSTS**

	31 12 09	31 12 08
	£	£
Wages and salaries	166,973	155,941
Social security costs	<u>20,019</u>	<u>16,963</u>
	<u>186,992</u>	<u>172,904</u>

The average monthly number of employees during the year was as follows

	31 12 09	31 12 08
Directors	4	3
Direct Staff	3	1
Administration	<u>1</u>	<u>2</u>
	<u>8</u>	<u>6</u>

**3 OPERATING (LOSS)/PROFIT**

The operating loss (2008 - operating profit) is stated after charging

	31 12 09	31 12 08
	£	£
Depreciation - owned assets	1,879	11,343
Auditors' remuneration	<u>1,750</u>	<u>3,000</u>
Directors' remuneration and other benefits etc	<u>12,000</u>	<u>12,000</u>

**ACORN INTEGRATED SYSTEMS (LONDON) LTD****NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2009****4 TAXATION****Analysis of the tax (credit)/charge**

The tax (credit)/charge on the loss on ordinary activities for the year was as follows

	31 12 09 £	31 12 08 £
Current tax		
UK corporation tax	-	18,891
Adjustment for earlier years	(12,552)	-
<b>Tax on (loss)/profit on ordinary activities</b>	<b>(12,552)</b>	<b>18,891</b>

**5 TANGIBLE FIXED ASSETS**Plant and  
machinery  
etc  
£**COST**

At 1 January 2009

15,865

Disposals

(10,227)

At 31 December 2009

5,638**DEPRECIATION**

At 1 January 2009

11,343

Charge for year

1,879

Eliminated on disposal

(10,227)

At 31 December 2009

2,995**NET BOOK VALUE**

At 31 December 2009

2,643

At 31 December 2008

4,522**6 DEBTORS**

	31 12 09 £	31 12 08 £
Amounts falling due within one year		
Trade debtors	16,167	501,692
Amounts owed by group undertakings	441,697	64,694
Amounts recoverable on contract	46,763	170,468
Other debtors	18,677	2,980
	<u>523,304</u>	<u>739,834</u>

**ACORN INTEGRATED SYSTEMS (LONDON) LTD****NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2009****6 DEBTORS - continued**

	31 12 09 £	31 12 08 £
Amounts falling due after more than one year		
Trade debtors	<u>52,615</u>	<u>-</u>
Aggregate amounts	<u>575,919</u>	<u>739,834</u>

**7 CREDITORS AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31 12 09 £	31 12 08 £
Trade creditors	81,962	420,396
Amounts owed to group undertakings	524,691	122,395
Taxation and social security	11,578	61,114
Other creditors	<u>4,452</u>	<u>243,114</u>
	<u>622,683</u>	<u>847,019</u>

**8 CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid Number	Class	Nominal value	31 12 09 £	31 12 08 £
100	Ordinary	£1 00	<u>100</u>	<u>100</u>

**9 RESERVES**

	Profit and loss account £	Share premium £	Totals £
At 1 January 2009	11,376	13,460	24,836
Deficit for the year	<u>(58,246)</u>	<u>-</u>	<u>(58,246)</u>
At 31 December 2009	<u>(46,870)</u>	<u>13,460</u>	<u>(33,410)</u>

**10 ULTIMATE PARENT COMPANY**

The ultimate parent company is Acorn Engineering Group Limited, by virtue of their effective 57% shareholding in Acorn Integrated Systems (London) Limited

**11 TRANSACTIONS WITH DIRECTORS**

At the year-end the company was owed £750 (2008 - owed £1,015) from C Eadie, director. This amount is interest free.

During the year the company made purchases of £72,000 (2008 - £72,000) from Fineva Consulting Limited. All transactions were made at arms length.

Craig Eadie, is a director and 50% shareholder of Fineva Consulting Limited.

**ACORN INTEGRATED SYSTEMS (LONDON) LTD**

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31 DECEMBER 2009**

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**12 RELATED PARTY DISCLOSURES**

During the year the company made sales of £59,100 (2008 - £Nil) to Acorn Integrated Systems Limited and made purchases from them of £145,811 (2008 - £25,000). All transactions were made at arms length.

During the year Acorn Integrated Systems Limited wrote off an amount of £180,414 (2008 - £Nil) that was owed to them.

At the balance sheet date the company owed £29,511 (2008 - £40,409) to Acorn Integrated Systems Limited. This amount is interest free.

Acorn Integrated Systems Limited holds 60% of the issued share capital of the company.

At the balance sheet date the company owed £81,986 (2008 - £4,986) to Acorn Integrated Systems (South East) Limited. This amount is interest free.

Acorn Integrated Systems (South East) Limited is a subsidiary of Acorn Integrated Systems Limited.

During the year Acorn Engineering Limited wrote off an amount of £28,806 (2008 - £Nil) that was owed to them.

At the balance sheet date the company owed £413,194 (2008 - £77,000) to Acorn Engineering Limited. This amount is interest free.

Acorn Engineering Limited holds 95% of the issued share capital of Acorn Integrated Systems Limited.

During the year the company made purchases of £17,430 (2008 - £14,706) from Acorn Engineering Group Limited. All transactions were made at arms length.

At the balance sheet date the company was owed £441,697 (2008 - £64,694) by Acorn Engineering Group Limited. This amount is interest free.

Acorn Engineering Group Limited holds 100% of the issued share capital of Acorn Engineering Limited.

**13 ULTIMATE CONTROLLING PARTY**

The ultimate controlling party is Acorn Engineering Group Limited.

**14 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

	31 12 09	31 12 08
	£	£
(Loss)/Profit for the financial year	(58,246)	33,766
Share issue		
<b>Net (reduction)/addition to shareholders' funds</b>	<b>(58,246)</b>	<b>33,766</b>
Opening shareholders' funds	<u>24,936</u>	<u>(8,830)</u>
<b>Closing shareholders' funds</b>	<b><u>(33,310)</u></b>	<b><u>24,936</u></b>