

REGISTERED NUMBER: 09009424 (England and Wales)

**GROUP STRATEGIC REPORT, REPORT OF THE DIRECTOR AND
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD 25 APRIL 2014 TO 31 DECEMBER 2014
FOR
OLYMPUS ENGINEERING (HOLDINGS) LIMITED**

THURSDAY



A4D889VL

A29

06/08/2015

#337

COMPANIES HOUSE

**CONTENTS OF THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD 25 APRIL 2014 TO 31 DECEMBER 2014**

	Page
Company Information	1
Group Strategic Report	2
Report of the Director	4
Report of the Independent Auditors	6
Consolidated Profit and Loss Account	8
Consolidated Balance Sheet	9
Company Balance Sheet	10
Consolidated Cash Flow Statement	11
Notes to the Consolidated Cash Flow Statement	12
Notes to the Consolidated Financial Statements	14

OLYMPUS ENGINEERING (HOLDINGS) LIMITED
COMPANY INFORMATION
FOR THE PERIOD 25 APRIL 2014 TO 31 DECEMBER 2014

DIRECTOR: S J Scott

REGISTERED OFFICE: Suite 1.3
20 Market Street
Altrincham
Cheshire
WA14 1PF

REGISTERED NUMBER: 09009424 (England and Wales)

AUDITORS: Howard Worth
Chartered Accountants and
Statutory Auditors
Drake House
Gadbrook Park
Northwich
Cheshire
CW9 7RA

**GROUP STRATEGIC REPORT
FOR THE PERIOD 25 APRIL 2014 TO 31 DECEMBER 2014**

The director presents his strategic report of the company and the group for the period 25 April 2014 to 31 December 2014.

The company acquired the whole of the issued share capital of Olympus Engineering Limited on 13 June 2014.

REVIEW OF BUSINESS

The group's principal activities during the period continued to be that of precision engineering.

The trading results for the period ended 31 December 2014 show a pre-tax profit of £1,409,222. Turnover for the period was £8,362,095, which was mainly derived from an increase in revenue. The increased revenue has been derived from organic growth of existing customers and the addition of new customers.

The strong trading results for the first trading period for the group have resulted in net funds of £2,194,146.

KEY PERFORMANCE INDICATORS

Given the straight forward nature of the business, the group's directors are of the opinion that analysis using KPI's is not necessary for an understanding of the development, performance or position of the business.

PRINCIPAL RISKS AND UNCERTAINTIES

The management of the business and the execution of the company's strategy are subject to a number of risks.

The key business risks and uncertainties affecting the company are considered to relate to competition, employee retention, engineering performance and the general state of the economy.

The directors believe that the company is well placed to embrace these challenges and to continue to deliver a strong financial performance in the future.

FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The company finances its operations through a mixture of retained profits and where necessary to fund expansion or capital expenditure programmes, through bank borrowings.

The management's objectives are to:

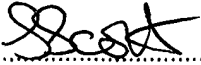
- retain sufficient liquid funds to enable it to meet its day to day obligations as they fall due whilst maximising returns on surplus funds;
- minimise the company's exposure to fluctuating interest rates when seeking new borrowings; and
- match the repayment schedule of any external borrowings or overdrafts with the expected future cash flows expected to arise from the company's trading activities.

Where appropriate, funds are held primarily in short term variable rate deposit accounts. The directors believe that this gives them the flexibility to release cash resources at short notice and also allows them to take advantage of changing conditions in the finance markets as they arise. All deposits are with reputable UK banks and the directors believe their choice of bank minimises any credit risk associated with not placing funds on deposit with a UK clearing bank.

OLYMPUS ENGINEERING (HOLDINGS) LIMITED (REGISTERED NUMBER: 09009424)

**GROUP STRATEGIC REPORT
FOR THE PERIOD 25 APRIL 2014 TO 31 DECEMBER 2014**

ON BEHALF OF THE BOARD:



.....
S J Scott - Director

Date: 22 May 2015

**REPORT OF THE DIRECTOR
FOR THE PERIOD 25 APRIL 2014 TO 31 DECEMBER 2014**

The director presents his report with the financial statements of the company and the group for the period 25 April 2014 to 31 December 2014.

INCORPORATION

The group was incorporated on 24 April 2014.

DIVIDENDS

No dividends will be distributed for the period ended 31 December 2014.

DIRECTOR

S J Scott was appointed as a director on 1 May 2014 and held office during the whole of the period from then to the date of this report.

The director, being eligible, offers himself for election at the forthcoming first Annual General Meeting.

STATEMENT OF DIRECTOR'S RESPONSIBILITIES

The director is responsible for preparing the Report of the Director and the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has 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 director must not approve the financial statements unless he is satisfied that they give a true and fair view of the state of affairs of the company and the group and of the profit or loss of the group for that period. In preparing these financial statements, the director is 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 director is responsible for keeping adequate accounting records that are sufficient to show and explain the company's and the group's transactions and disclose with reasonable accuracy at any time the financial position of the company and the group and enable him to ensure that the financial statements comply with the Companies Act 2006. He is also responsible for safeguarding the assets of the company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the director is aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the group's auditors are 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 group's auditors are aware of that information.

OLYMPUS ENGINEERING (HOLDINGS) LIMITED (REGISTERED NUMBER: 09009424)

**REPORT OF THE DIRECTOR
FOR THE PERIOD 25 APRIL 2014 TO 31 DECEMBER 2014**

AUDITORS

The auditors, Howard Worth, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:



.....
S J Scott - Director

Date: 22 May 2015

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF OLYMPUS ENGINEERING (HOLDINGS) LIMITED

We have audited the financial statements of Olympus Engineering (Holdings) Limited for the period ended 31 December 2014 on pages eight to twenty six. 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 director and auditors

As explained more fully in the Statement of Director's Responsibilities set out on page four, the director is 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.

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 group's and the parent company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the director; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Group Strategic Report and the Report of the Director to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the group's and of the parent company's affairs as at 31 December 2014 and of the group's profit 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 Group Strategic Report and the Report of the Director for the financial year for which the financial statements are prepared is consistent with the financial statements.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
OLYMPUS ENGINEERING (HOLDINGS) LIMITED**

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 by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of director's remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



Stephen Grayson FCCA (Senior Statutory Auditor)
for and on behalf of Howard Worth
Chartered Accountants and
Statutory Auditors
Drake House
Gadbrook Park
Northwich
Cheshire
CW9 7RA

Date: 22/5/18

OLYMPUS ENGINEERING (HOLDINGS) LIMITED (REGISTERED NUMBER: 09009424)

**CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE PERIOD 25 APRIL 2014 TO 31 DECEMBER 2014**

	Notes	£	£
TURNOVER	2		8,362,095
Acquisitions		<u>8,362,095</u>	
Cost of sales	3		<u>6,260,144</u>
GROSS PROFIT	3		2,101,951
Net operating expenses	3		<u>541,883</u>
OPERATING PROFIT	7		1,560,068
Acquisitions		<u>1,560,068</u>	
Interest receivable and similar income			<u>8,349</u>
			1,568,417
Interest payable and similar charges	8		<u>86,779</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION			1,481,638
Tax on profit on ordinary activities	9		<u>275,683</u>
PROFIT FOR THE FINANCIAL PERIOD FOR THE GROUP			<u>1,205,955</u>

TOTAL RECOGNISED GAINS AND LOSSES

The group has no recognised gains or losses other than the profit for the current period.

The notes form part of these financial statements

OLYMPUS ENGINEERING (HOLDINGS) LIMITED (REGISTERED NUMBER: 09009424)

CONSOLIDATED BALANCE SHEET
31 DECEMBER 2014

	Notes	£	£
FIXED ASSETS			
Intangible assets	11		2,549,330
Tangible assets	12		2,586,570
Investments	13		<u>-</u>
			5,135,900
CURRENT ASSETS			
Stocks	14	998,819	
Debtors	15	2,479,897	
Cash at bank		<u>488,049</u>	
		3,966,765	
CREDITORS			
Amounts falling due within one year	16	<u>4,282,828</u>	
NET CURRENT LIABILITIES			<u>(316,063)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			4,819,837
CREDITORS			
Amounts falling due after more than one year	17		(2,453,275)
PROVISIONS FOR LIABILITIES	21		<u>(100,000)</u>
NET ASSETS			<u>2,266,562</u>
CAPITAL AND RESERVES			
Called up share capital	22		1,060,607
Profit and loss account	23		<u>1,205,955</u>
SHAREHOLDERS' FUNDS	26		<u>2,266,562</u>

The financial statements were approved by the director on 22 May 2015 and were signed by:



S J Scott - Director

The notes form part of these financial statements

OLYMPUS ENGINEERING (HOLDINGS) LIMITED (REGISTERED NUMBER: 09009424)

COMPANY BALANCE SHEET
31 DECEMBER 2014

	Notes	£	£
FIXED ASSETS			
Intangible assets	11		-
Tangible assets	12		-
Investments	13		<u>8,909,338</u>
			8,909,338
CREDITORS			
Amounts falling due within one year	16	<u>7,848,731</u>	
NET CURRENT LIABILITIES			<u>(7,848,731)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>1,060,607</u>
CAPITAL AND RESERVES			
Called up share capital	22		<u>1,060,607</u>
SHAREHOLDERS' FUNDS	26		<u>1,060,607</u>

The financial statements were approved by the director on 22 May 2015 and were signed by:



S J Scott - Director

The notes form part of these financial statements

**CONSOLIDATED CASH FLOW STATEMENT
FOR THE PERIOD 25 APRIL 2014 TO 31 DECEMBER 2014**

	Notes	£	£
Net cash inflow from operating activities	1		1,739,287
Returns on investments and servicing of finance	2		(78,430)
Capital expenditure	2		42,671
Acquisitions and disposals	2		<u>(6,030,428)</u>
			(4,326,900)
Financing	2		<u>4,814,949</u>
Increase in cash in the period			<u>488,049</u>
<hr/>			
Reconciliation of net cash flow to movement in net debt	3		
Increase in cash in the period		488,049	
Cash inflow from increase in debt		<u>(3,816,394)</u>	
Change in net debt resulting from cash flows			<u>(3,328,345)</u>
Movement in net debt in the period			(3,328,345)
Net debt at 25 April			<u>-</u>
Net debt at 31 December			<u>(3,328,345)</u>

The notes form part of these financial statements

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
FOR THE PERIOD 25 APRIL 2014 TO 31 DECEMBER 2014

1. RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	£
Operating profit	1,560,068
Depreciation charges	381,309
Profit on disposal of fixed assets	(13,456)
Government grants	(20,125)
Increase in stocks	(222,377)
Decrease in debtors	628,940
Decrease in creditors	(575,072)
Net cash inflow from operating activities	<u>1,739,287</u>

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

	£
Returns on investments and servicing of finance	
Interest received	8,349
Interest paid	(80,298)
Interest element of hire purchase or finance lease rentals payments	(6,481)
Net cash outflow for returns on investments and servicing of finance	<u>(78,430)</u>
Capital expenditure	
Sale of tangible fixed assets	42,671
Net cash inflow for capital expenditure	<u>42,671</u>
Acquisitions and disposals	
Acquisition of Olympus Engineering Ltd	(8,909,338)
Net cash acquired from subsidiaries	2,878,910
Net cash outflow for acquisitions and disposals	<u>(6,030,428)</u>
Financing	
New loans in year	4,585,394
Loan repayments in year	(769,000)
Capital repayments in year	(168,615)
Amount introduced by directors	106,563
Share issue	1,060,607
Net cash inflow from financing	<u>4,814,949</u>

The notes form part of these financial statements

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
FOR THE PERIOD 25 APRIL 2014 TO 31 DECEMBER 2014

3. ANALYSIS OF CHANGES IN NET DEBT

	At 25/4/14 £	Cash flow £	At 31/12/14 £
Net cash:			
Cash at bank	-	<u>488,049</u>	<u>488,049</u>
	-	<u>488,049</u>	<u>488,049</u>
Debt:			
Debts falling due within one year	-	(1,477,394)	(1,477,394)
Debts falling due after one year	-	<u>(2,339,000)</u>	<u>(2,339,000)</u>
	-	<u>(3,816,394)</u>	<u>(3,816,394)</u>
Total	-	<u><u>(3,328,345)</u></u>	<u><u>(3,328,345)</u></u>

The notes form part of these financial statements

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD 25 APRIL 2014 TO 31 DECEMBER 2014

1. **ACCOUNTING POLICIES**

Accounting convention

The financial statements have been prepared under the historical cost convention.

Basis of consolidation

The consolidated financial statements incorporate the financial statements of the company and all group undertakings. These are adjusted, where appropriate, to conform to group accounting policies. Acquisitions are accounted for under the acquisition method and goodwill on consolidation is capitalised and written off over 10 years from the year of acquisition. The results of companies acquired or disposed of are included in the profit and loss account after or up to the date that control passes respectively. As a consolidated profit and loss account is published, a separate profit and loss account for the parent company is omitted from the group financial statements by virtue of section 408 of the Companies Act 2006.

Related party exemption

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 8 Related Party Disclosures, not to disclose related party transactions with wholly owned subsidiaries within the group.

Transactions between group entities which have been eliminated on consolidation are not disclosed within the financial statements.

Turnover

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

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2014, is being amortised evenly over its estimated useful life of ten years.

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	- 10% on reducing balance
Fixtures and fittings	- 15% on cost
Motor vehicles	- 25% on cost

At 1 July 2013 the depreciation policy for plant & machinery was altered from 20% on cost to 10% reducing balance to more accurately reflect the useful economic life of the assets. The effect of this in the 18 month period to 31 December 2014 is to reduce the depreciation charge on plant & machinery by £780,000. If the policy had been applied in the year to 30 June 2013, the depreciation charge would have reduced by approximately £520,000.

Stocks

Stocks and work in progress are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

Work in progress is valued on the basis of direct costs plus attributable overheads based on normal levels of activity. Provision is made for any foreseeable losses where appropriate. No element of profit is included in the valuation of work in progress.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE PERIOD 25 APRIL 2014 TO 31 DECEMBER 2014

1. **ACCOUNTING POLICIES - continued**

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions: -

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over in to replacement assets and charged to tax only where the replacement assets are sold.

Deferred tax assets are recognised only to the extent that the director considers that it is 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 is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Pension costs and other post-retirement benefits

The group operates a defined contribution pension scheme. Contributions payable to the group's pension scheme are charged to the profit and loss account in the period to which they relate.

Government grants

Government grants received in respect of capital purchases are released to the profit & loss account over the useful life of the assets to which they relate.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Investments

Investments are included at cost less amounts written off. Profits or losses arising from disposals of fixed asset investments are treated as part of the result from ordinary activities.

2. **TURNOVER**

The turnover and profit before taxation are attributable to the one principal activity of the group.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE PERIOD 25 APRIL 2014 TO 31 DECEMBER 2014

3. ANALYSIS OF OPERATIONS

	Continuing £	31/12/14 Acquisitions £	Total £
Cost of sales	<u>-</u>	<u>6,260,144</u>	<u>6,260,144</u>
Gross profit	<u>-</u>	<u>2,101,951</u>	<u>2,101,951</u>
Net operating expenses:			
Distribution costs	-	6,123	6,123
Administrative expenses	-	1,055,885	1,055,885
Other operating income (see note 4)	<u>-</u>	<u>(520,125)</u>	<u>(520,125)</u>
	<u>-</u>	<u>541,883</u>	<u>541,883</u>

4. OTHER OPERATING INCOME

	£
Sundry receipts	500,000
Government grants	<u>20,125</u>
	<u>520,125</u>

5. STAFF COSTS

	£
Wages and salaries	2,759,310
Social security costs	394,272
Other pension costs	<u>16,779</u>
	<u>3,170,361</u>

The average monthly number of employees during the period was as follows:

Productive	153
Management	5
Administration	<u>6</u>
	<u>164</u>

6. DIRECTORS' EMOLUMENTS

	£
Director's remuneration	53,714
Director's pension contributions to money purchase schemes	<u>443</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE PERIOD 25 APRIL 2014 TO 31 DECEMBER 2014

6. DIRECTORS' EMOLUMENTS - continued

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	<u>1</u>
------------------------	----------

7. OPERATING PROFIT

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

	£
Depreciation - owned assets	220,386
Profit on disposal of fixed assets	(13,456)
Goodwill amortisation	157,923
Auditors' remuneration	5,000
Foreign exchange differences	(5,525)
Rental of land and buildings	<u>269,415</u>

8. INTEREST PAYABLE AND SIMILAR CHARGES

	£
Bank interest	1,226
Interest on overdue tax	3,560
Loan interest	75,512
Hire purchase	<u>6,481</u>
	<u>86,779</u>

9. TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the period was as follows:

	£
Current tax:	
UK corporation tax	316,262
Under provision in prior year	<u>2,784</u>
Total current tax	319,046
Deferred tax	<u>(43,363)</u>
Tax on profit on ordinary activities	<u>275,683</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE PERIOD 25 APRIL 2014 TO 31 DECEMBER 2014

9. TAXATION - continued

Factors affecting the tax charge

The tax assessed for the period is higher than the standard rate of corporation tax in the UK. The difference is explained below:

	£
Profit on ordinary activities before tax	<u>1,481,638</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 21%	311,144
Effects of:	
Expenses not deductible for tax purposes	3,793
Income not taxable for tax purposes	(7,569)
Depreciation in excess of capital allowances	8,894
Adjustments to tax charge in respect of previous periods	<u>2,784</u>
Current tax charge	<u>319,046</u>

Factors that may affect future tax charges

The Finance Act 2013 substantively enacted a rate reduction such that the corporation tax rate was reduced from 23% to 21% with effect from 1 April 2014. The Finance Act 2013 also substantively enacted a rate reduction such that the corporation tax rate was reduced from 21% to 20% with effect from 1 April 2015. Therefore at the balance sheet date the enacted rate of 20% has been applied to the timing differences at the balance sheet date. The average tax rate for the period ended 31 December 2014 is 21%.

The rate change will also impact the amount of the future cash tax payments to be made by the group

10. PROFIT OF PARENT COMPANY

As permitted by Section 408 of the Companies Act 2006, the Profit and Loss Account of the parent company is not presented as part of these financial statements. The parent company's profit for the financial year was £0.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE PERIOD 25 APRIL 2014 TO 31 DECEMBER 2014

11. INTANGIBLE FIXED ASSETS

Group

	Goodwill £
COST	
Additions	<u>2,707,253</u>
At 31 December 2014	<u>2,707,253</u>
AMORTISATION	
Amortisation for period	<u>157,923</u>
At 31 December 2014	<u>157,923</u>
NET BOOK VALUE	
At 31 December 2014	<u>2,549,330</u>

12. TANGIBLE FIXED ASSETS

Group

	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
COST				
Additions	2,783,533	14,391	38,247	2,836,171
Disposals	<u>(72,500)</u>	<u>-</u>	<u>(17,794)</u>	<u>(90,294)</u>
At 31 December 2014	<u>2,711,033</u>	<u>14,391</u>	<u>20,453</u>	<u>2,745,877</u>
DEPRECIATION				
Charge for period	206,730	1,116	12,540	220,386
Eliminated on disposal	<u>(51,292)</u>	<u>-</u>	<u>(9,787)</u>	<u>(61,079)</u>
At 31 December 2014	<u>155,438</u>	<u>1,116</u>	<u>2,753</u>	<u>159,307</u>
NET BOOK VALUE				
At 31 December 2014	<u>2,555,595</u>	<u>13,275</u>	<u>17,700</u>	<u>2,586,570</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE PERIOD 25 APRIL 2014 TO 31 DECEMBER 2014

13. FIXED ASSET INVESTMENTS

Company	Shares in group undertakings £
COST	
Additions	<u>8,909,338</u>
At 31 December 2014	<u>8,909,338</u>
NET BOOK VALUE	
At 31 December 2014	<u>8,909,338</u>

The group or the company's investments at the Balance Sheet date in the share capital of companies include the following:

Subsidiaries

Olympus Engineering Limited

Nature of business: Engineering

Class of shares:	% holding	31/12/14 £
Ordinary	100.00	
Aggregate capital and reserves		7,565,964
Profit for the period		<u>3,099,831</u>

Olympus Manufacturing Limited

Nature of business: Dormant

Class of shares:	% holding	31/12/14 £
Ordinary	100.00	
Aggregate capital and reserves		<u>100</u>

The shares in Olympus Manufacturing Limited are 100% owned by the subsidiary Olympus Engineering Limited.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE PERIOD 25 APRIL 2014 TO 31 DECEMBER 2014

14. STOCKS

	Group £
Raw materials	510,819
Work-in-progress	<u>488,000</u>
	<u>998,819</u>

15. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group £
Trade debtors	2,213,500
Other debtors	40,931
Deferred tax asset	37,503
Prepayments and accrued income	<u>187,963</u>
	<u>2,479,897</u>

Deferred tax asset

	Group £
Deferred tax	<u>37,503</u>

16. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group £	Company £
Other loans (see note 18)	1,477,394	-
Trade creditors	955,514	-
Amounts owed to group undertakings	-	7,848,731
Taxation	788,945	-
Social security and other taxes	102,091	-
VAT	332,580	-
Other creditors	41,549	-
Accruals and deferred income	<u>584,755</u>	<u>-</u>
	<u>4,282,828</u>	<u>7,848,731</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE PERIOD 25 APRIL 2014 TO 31 DECEMBER 2014

17. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	Group £
Other loans (see note 18)	2,339,000
Deferred government grants	114,275
	<u>2,453,275</u>

18. LOANS

An analysis of the maturity of loans is given below:

	Group £
Amounts falling due within one year or on demand:	
PNC Cash flow loan	600,000
PNC P&M loan	438,000
Other loan	439,394
	<u>1,477,394</u>
Amounts falling due between one and two years:	
PNC cash flow loan	600,000
PNC P&M loan	438,000
	<u>1,038,000</u>
Amounts falling due between two and five years:	
PNC cash flow loan	250,000
PNC P&M loan	1,051,000
	<u>1,301,000</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE PERIOD 25 APRIL 2014 TO 31 DECEMBER 2014

19. OPERATING LEASE COMMITMENTS

The following operating lease payments are committed to be paid within one year:

Group	Land and buildings
	£
Expiring:	
Within one year	33,333
In more than five years	<u>385,000</u>
	<u>418,333</u>

20. SECURED DEBTS

The following secured debts are included within creditors:

	Group £
PNC Cash flow loan	1,450,000
PNC P&M loan	1,927,000
Other loan	<u>439,394</u>
	<u>3,816,394</u>

The PNC financing is secured by a composite guarantee and debenture dated 12 June 2014. The Corpacq loan is secured by a Debenture dated 20 June 2014.

21. PROVISIONS FOR LIABILITIES

	Group £
Other provisions	<u>100,000</u>
Aggregate amounts	<u>100,000</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE PERIOD 25 APRIL 2014 TO 31 DECEMBER 2014

21. PROVISIONS FOR LIABILITIES - continued

Group

	Deferred tax £	Other provisions £
Credit to Profit and Loss Account during period	(43,363)	-
Arising on acquisition	<u>5,860</u>	<u>100,000</u>
Balance at 31 December 2014	<u>(37,503)</u>	<u>100,000</u>

The other provision relates to warranties and is due to be fully released by 31.12.15.

22. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	£
1,060,607	Ordinary	£1	<u>1,060,607</u>

1,060,607 Ordinary shares of £1 each were allotted and fully paid for cash at par during the period.

23. RESERVES

Group

	Profit and loss account £
Profit for the period	<u>1,205,955</u>
At 31 December 2014	<u>1,205,955</u>

Company

	Profit and loss account £
Profit for the period	<u>-</u>
At 31 December 2014	<u>-</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE PERIOD 25 APRIL 2014 TO 31 DECEMBER 2014

24. RELATED PARTY DISCLOSURES

N Blood

Former director of Olympus Engineering Limited

During the period the company paid rent to N Blood (deceased) of £330,000 in respect of the premises at Garner Street. Following the death of N Blood, £196,667 rent has been paid by the company into his estate.

Corpacq Limited

A company in which S J Scott is also a director

During the period the company paid management charges of £87,500 to Corpacq Limited. The company received loan finance of £698,394 of which, £250,000 was repaid in the period.

25. ULTIMATE CONTROLLING PARTY

In the opinion of the director there is no ultimate controlling party.

26. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

Group

	£
Profit for the financial period	1,205,955
New share capital subscribed	<u>1,060,607</u>
Net addition to shareholders' funds	2,266,562
Opening shareholders' funds	<u>-</u>
Closing shareholders' funds	<u><u>2,266,562</u></u>
Equity interests	<u><u>2,266,562</u></u>

Company

	£
Profit for the financial period	-
New share capital subscribed	<u>1,060,607</u>
Net addition to shareholders' funds	1,060,607
Opening shareholders' funds	<u>-</u>
Closing shareholders' funds	<u><u>1,060,607</u></u>
Equity interests	<u><u>1,060,607</u></u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE PERIOD 25 APRIL 2014 TO 31 DECEMBER 2014

27. ACQUISITIONS

During the period the company acquired the whole of the issued share capital of Olympus Engineering Limited for consideration of £7,910,000. The assets and liabilities acquired were as follows:-

	Book value £	Fair value adjustment £	Fair value £
Fixed assets	2,821,864		2,821,864
Stocks	776,443		776,443
Debtors	3,071,334		3,071,334
Cash	2,878,910		2,878,910
Creditors and liabilities	<u>(2,953,368)</u>	<u>(393,098)</u>	<u>(3,346,466)</u>
Net assets acquired	<u>6,595,183</u>	<u>(393,098)</u>	6,202,085
Goodwill			<u>2,707,253</u>
			<u>8,909,338</u>
Financed by: Consideration			7,910,000
Fees			<u>999,338</u>
			<u>8,909,338</u>

The book values above are considered to be the same as the fair values, except for the creditors which have been amended for taxation.

The results of the acquired trade are shown in the profit and loss account on page 8.