

Chartered Accountants  
Registered Auditors

Grant Thornton 

**BOURNS ELECTRONICS LIMITED**

**FINANCIAL STATEMENTS**

**31st DECEMBER 2004**

**COMPANY REGISTRATION NUMBER 860907**

24-26 City Quay  
Dublin 2  
Ireland

Member of Grant Thornton International



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COMPANIES HOUSE

A09  
COMPANIES HOUSE

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31/05/05

# **BOURNS ELECTRONICS LIMITED**

## **FINANCIAL STATEMENTS**

**YEAR ENDED 31st DECEMBER 2004**

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# **BOURNS ELECTRONICS LIMITED**

## **OFFICERS AND PROFESSIONAL ADVISERS**

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**The board of directors**

Gordan L Bourns  
William P. McKenna

**Company secretary**

Sean A. O'Sullivan

**Registered office**

Manton Lane  
Bedford  
MK41 7BJ

**Auditors**

Grant Thornton  
Chartered Accountants  
& Registered Auditors  
24 - 26 City Quay  
Dublin 2  
Ireland

**Bankers**

Royal Bank of Scotland  
Unit 9 Bay Centre  
Regents Way  
Dalgety Bay  
Fife KY11 5YD  
United Kingdom

**Solicitors**

Dundas & Wilson CS LLP  
Saltire Court  
20 Castle Terrace  
Edinburgh  
EH1 2EN

# **BOURNS ELECTRONICS LIMITED**

## **THE DIRECTORS' REPORT**

**YEAR ENDED 31st DECEMBER 2004**

The directors present their report and the financial statements of the company for the year ended 31st December 2004.

### **PRINCIPAL ACTIVITIES**

The principal activity of the company is as agent for the distribution of passive electronic components. There has been no significant change in the company's activities during the year. It is the intention of the directors to continue to develop the current activities of the company.

### **THE DIRECTORS AND THEIR INTERESTS IN THE SHARES OF THE COMPANY**

The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows:

	Ordinary shares of STG£1 each	
	At 31 December 2004	At 1 January 2004
Gordan L Bourns	—	—
William P. McKenna	—	—

The directors do not have any interests in the share capital of the company to be disclosed under Section 2 of Schedule 7 of the Companies Act, 1985.

### **DIRECTORS' RESPONSIBILITIES**

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company at the end of the year and of the profit or loss for the year then ended.

In preparing those financial statements, the directors are required to select suitable accounting policies, as described on page 8, and then apply them on a consistent basis, making judgements and estimates that are prudent and reasonable. The directors must also 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 proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. The directors 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.

### **AUDITORS**

A resolution to re-appoint Grant Thornton as auditors for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985.

# BOURNS ELECTRONICS LIMITED

## THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 31st DECEMBER 2004

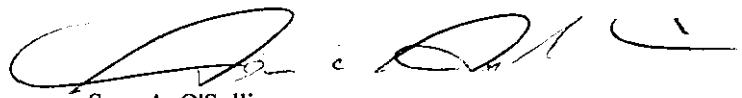
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### SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

Registered office:  
Manton Lane  
Bedford  
MK41 7BJ

Signed by order of the directors



Sean A. O'Sullivan  
Company Secretary

Approved by the directors on 14<sup>th</sup> April 2005

# **BOURNS ELECTRONICS LIMITED**

## **INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF BOURNS ELECTRONICS LIMITED**

**YEAR ENDED 31st DECEMBER 2004**

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We have audited the financial statements of Bourns Electronics Limited for the year ended 31st December 2004 on pages 6 to 12 which have been prepared under the historical cost convention and the accounting policies set out on page 8.

This report is made solely to the company's shareholders, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's shareholders those matters we are required to state to them in an auditors' 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 shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

### **RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS**

As described in the Statement of Directors' Responsibilities on pages 2 to 3, the company's directors are responsible for the preparation of the financial statements in accordance with applicable United Kingdom law and accounting standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Directors' Report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatement within it.

### **BASIS OF AUDIT OPINION**

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

# **BOURNS ELECTRONICS LIMITED**

## **INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF BOURNS ELECTRONICS LIMITED *(continued)***

**YEAR ENDED 31st DECEMBER 2004**

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### **OPINION**

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31st December 2004 and of its profit for the year then ended, and have been properly prepared in accordance with the Companies Act 1985.

24 - 26 City Quay  
Dublin 2  
Ireland

14<sup>th</sup> April 2005



GRANT THORNTON  
Chartered Accountants  
& Registered Auditors

# BOURNS ELECTRONICS LIMITED

## PROFIT AND LOSS ACCOUNT

YEAR ENDED 31st DECEMBER 2004

	Note	2004 £	2003 £
<b>TURNOVER</b>		<b>868,934</b>	<b>660,516</b>
Administrative expenses		<u>769,428</u>	<u>615,027</u>
<b>OPERATING PROFIT</b>	<b>1</b>	<b>99,506</b>	<b>45,489</b>
Interest receivable		<u>13,835</u>	<u>20,746</u>
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		<b>113,341</b>	<b>66,235</b>
Tax on profit on ordinary activities	<b>3</b>	<b>0</b>	<b>(37,045)</b>
<b>RETAINED PROFIT FOR THE FINANCIAL YEAR</b>		<b>113,341</b>	<b>103,280</b>
Balance brought forward		<u>(342,473)</u>	<u>(445,753)</u>
Balance carried forward		<u><b>(229,132)</b></u>	<u><b>(342,473)</b></u>

All of the activities of the company are classed as continuing.

The company has no recognised gains or losses other than the results for the year as set out above.

# BOURNS ELECTRONICS LIMITED

## BALANCE SHEET

31st DECEMBER 2004

	Note	£	2004 £	£	2003 £
<b>FIXED ASSETS</b>					
Tangible assets	4		59,840		57,136
<b>CURRENT ASSETS</b>					
Debtors	5	1,910,340		1,737,852	
Cash at bank		25,158		38,865	
		<u>1,935,498</u>		<u>1,776,717</u>	
<b>CREDITORS: Amounts falling due within one year</b>	6	<u>188,745</u>		<u>140,601</u>	
<b>NET CURRENT ASSETS</b>			<u>1,746,753</u>		<u>1,636,116</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>1,806,593</u>		<u>1,693,252</u>
<b>CAPITAL AND RESERVES</b>					
Called-up equity share capital	8		2,035,725		2,035,725
Profit and loss account			(229,132)		(342,473)
<b>SHAREHOLDERS' FUNDS</b>	9		<u>1,806,593</u>		<u>1,693,252</u>

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These financial statements were approved by the directors on the 14<sup>th</sup> April 2005 and are signed on their behalf by:



Gordon L Bourns  
Director

# **BOURNS ELECTRONICS LIMITED**

## **ACCOUNTING POLICIES**

**YEAR ENDED 31st DECEMBER 2004**

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### **Basis of accounting**

The financial statements are prepared in accordance with generally accepted accounting principles under the historical cost convention and comply with financial reporting standards of the Accounting Standards Board, as promulgated by the Institute of Chartered Accountants in England & Wales.

### **Cash flow statement**

The directors have availed of the exemption in Financial Reporting Standard No 1 (Revised 1996) from including a cash flow statement in the financial statements on the grounds that the company is small.

### **Turnover**

The turnover shown in the profit and loss account represents amounts invoiced during the year.

### **Fixed assets**

All fixed assets are initially recorded at cost.

### **Depreciation**

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Motor Vehicles	- 25% straight line
Equipment	- 2.5% - 6.67% straight line

# BOURNS ELECTRONICS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31st DECEMBER 2004

### 1. OPERATING PROFIT

Operating profit is stated after charging/(crediting):

	2004 £	2003 £
Directors' emoluments	—	—
Depreciation of owned fixed assets	27,378	22,009
(Profit)/Loss on disposal of fixed assets	<u>(355)</u>	<u>7,978</u>

### 2. PARTICULARS OF EMPLOYEES

The aggregate payroll costs of the above were:

	2004 £	2003 £
Wages and salaries	381,796	270,631
Social security costs	47,856	31,594
Other pension costs	28,452	29,044
	<u>458,104</u>	<u>331,269</u>

### 3. TAXATION ON ORDINARY ACTIVITIES

	2004 £	2003 £
Current tax:		
UK Corporation tax based on the results for the year at 30% (2003 - 30%)	0	(7,135)
Total current tax	<u>0</u>	<u>(7,135)</u>
Deferred tax:		
Origination and reversal of timing differences		(29,910)
Total deferred tax	<u>0</u>	<u>(29,910)</u>
Tax on profit on ordinary activities	<u>0</u>	<u>(37,045)</u>

# BOURNS ELECTRONICS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31st DECEMBER 2004

### 3. TAXATION ON ORDINARY ACTIVITIES *(continued)*

#### (b) Factors affecting current tax charge

The tax assessed on the profit on ordinary activities for the year is higher than the standard rate of corporation tax in the UK of 30% (2003 - 30%).

	2004 £	2003 £
Profit on ordinary activities before taxation	<u>113,341</u>	<u>66,235</u>
Profit on ordinary activities by rate of tax	34,002	19,871
Expenses not deductible for tax purposes	3,870	2,100
Timing differences between capital allowances and depreciation	1,280	1,856
Adjustments to tax charge in respect of prior years	(5,281)	(5,186)
Other timing difference	120	(29,675)
Group relief claimed	(33,991)	
Difference in tax rates for losses carried back	—	3,899
Total current tax (note 3(a))	<u>0</u>	<u>(7,135)</u>

### 4. TANGIBLE FIXED ASSETS

	Brought forward 1 Jan 04 £	Additions £	Disposals £	Carried forward 31 Dec 04 £
<b>COST</b>				
Motor Vehicles	100,651	34,727	(18,500)	116,878
Equipment	39,808	—	—	39,808
	<u>140,459</u>	<u>34,727</u>	<u>(18,500)</u>	<u>156,686</u>

# BOURNS ELECTRONICS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31st DECEMBER 2004

### 4. TANGIBLE FIXED ASSETS *(continued)*

	Brought forward 1 Jan 04 £	Charges £	Disposals £	Carried forward 31 Dec 04 £
<b>DEPRECIATION</b>				
Motor Vehicles	43,515	27,378	(13,855)	57,038
Equipment	39,808	—	—	39,808
	<u>83,323</u>	<u>27,378</u>	<u>(13,855)</u>	<u>96,846</u>
			Brought forward 1 Jan 04 £	Carried forward 31 Dec 04 £
<b>NET BOOK VALUE</b>				
Motor Vehicles			57,136	59,840
Equipment			—	—
			<u>57,136</u>	<u>59,840</u>

### 5. DEBTORS

	2004 £	2003 £
Amounts owed by group undertakings	1,644,733	1,319,740
Corporation tax repayable	15,598	13,514
VAT receivable	37,594	54,171
Other debtors	180,625	308,125
Prepayments and accrued income	31,790	42,302
	<u>1,910,340</u>	<u>1,737,852</u>

Included in other debtors is an amount of STG£53,125 (2003:STG£180,625) which is due after more than one year.

### 6. CREDITORS: Amounts falling due within one year

	2004 £	2003 £
Trade creditors	2,749	4,950
Other creditors including taxation and social security:		
PAYE and social security	13,133	11,595
Accruals and deferred income	<u>172,863</u>	<u>124,056</u>
	<u>185,996</u>	<u>135,651</u>
	<u>188,745</u>	<u>140,601</u>

# BOURNS ELECTRONICS LIMITED

## NOTES TO THE DETAILED PROFIT AND LOSS ACCOUNT

YEAR ENDED 31st DECEMBER 2004

	£	2004 £	£	2003 £
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### 7. RELATED PARTY TRANSACTIONS

The company has taken exemption from the requirement to disclose related party transactions on the basis it is a wholly owned subsidiary.

### 8. SHARE CAPITAL

#### Authorised share capital:

	2004 £	2003 £
2,100,000 Ordinary shares of STG£1 each	<u>2,100,000</u>	<u>2,100,000</u>

#### Allotted, called up and fully paid:

	2004 No	£	2003 No	£
Ordinary shares of STG£1 each	<u>2,035,725</u>	<u>2,035,725</u>	<u>2,035,725</u>	<u>2,035,725</u>

### 9. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2004 £	2003 £
Profit for the financial year	109,460	103,280
Opening shareholders' equity funds	<u>1,693,252</u>	<u>1,589,972</u>
Closing shareholders' equity funds	<u>1,802,712</u>	<u>1,693,252</u>