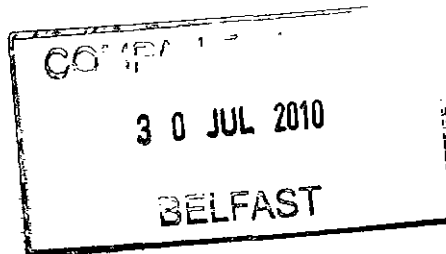


Company Registration number NI 19735

**Brook Design Hardware Limited**

**Abbreviated Accounts**

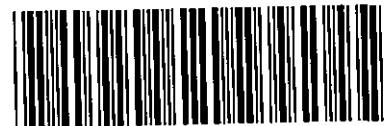
**For the year ended 31 October 2009**



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# **BROOK DESIGN HARDWARE LIMITED**

**Financial statements for the year ended 31 October 2009**

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# **BROOK DESIGN HARDWARE LIMITED**

## **Directors' report for the year ended 31 October 2009**

---

The directors present their report and the financial statements of the company for the year ended 31 October 2009

### **Review of the business**

The principal activity of the company is the manufacture of window ventilation units

The directors consider the profit on ordinary activities before taxation to be satisfactory in the light of difficult trading conditions

### **Results and dividends**

The results for the year are shown on the profit and loss account on page 6. The profit for the year after taxation was £91,179

No dividends were paid during the year

### **Directors**

The directors who served during the year were

William Gray (resigned 30 June 2009)

David McCloy

Declan Gormley (appointed 17 November 2008)

### **Statement of 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 the 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 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. 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

### **Research and development**

Research and development costs are written off in the year in which they are incurred

### **Disclosure of information to auditors**

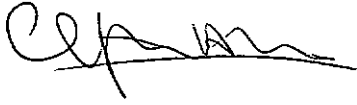
To the knowledge and belief of the directors, there is no relevant information that the company's auditors are not aware of, and the directors have taken all the steps necessary to ensure the directors are aware of any relevant information, and to establish that the company's auditors are aware of the information

# **BROOK DESIGN HARDWARE LIMITED**

**Directors' report for the year ended 31 October 2009 (continued)**

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**Signed on behalf of the board**



**CHRISTOPHER HOUSTON**

**Secretary**

Approved by the Board on 14 April 2010

# **BROOK DESIGN HARDWARE LIMITED**

## **Independent auditors' report to Brook Design Hardware Limited**

### **under section 449 of the Companies Act 2006**

---

We have examined the abbreviated accounts on pages 4 to 12 together with the financial statements of Brook Design Hardware Limited for the year ended 31 October 2009 prepared under section 396 of the Companies Act 2006

This report is made solely to the company in accordance with sections 449 of the Companies Act 2006. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special 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 for our work, for this report or for the opinions we have formed.

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

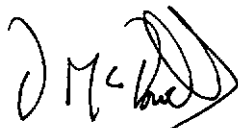
The directors are responsible for preparing the abbreviated accounts in accordance with section 445 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the regulations made under that section and to report our opinion to you.

#### **Basis of opinion**

We conducted our work in accordance with Bulletin 2008/4 issued by the Auditing Practices Board. In accordance with that Bulletin we carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

#### **Opinion**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 445(3) of the Companies Act 2006 and the abbreviated accounts have been properly prepared in accordance with the regulations made under that section.



**Darren McDowell (Senior Statutory Auditor)**  
**for and on behalf of Harbinson Mulholland**  
**Chartered Accountants and Statutory Auditors**

IBM House  
4 Bruce Street  
Belfast  
BT2 7JD

14 April 2010

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# BROOK DESIGN HARDWARE LIMITED

## Abbreviated profit and loss account for the year ended 31 October 2009

	<i>Notes</i>	<u>2009</u> £	<u>2008</u> £
<b>Turnover</b>	2	<b>2,577,223</b>	3 135 691
Cost of sales		<u>1,288,073</u>	1 573 712
Gross profit		<u>1,289,150</u>	1 561 979
Distribution costs		<b>257 042</b>	239 457
Administrative expenses		<u>939,981</u>	1 201 451
		<b>1 197 023</b>	1 440 908
Other operating income	3	<u>42 796</u>	31 520
<b>Operating profit</b>	4	<b>134,923</b>	152 591
Other interest receivable and similar income		<b>24</b>	1 732
Interest payable and similar charges	6	<u>(1,365)</u>	
<b>Profit on ordinary activities before taxation</b>		<b>133 582</b>	154 323
Taxation on profit on ordinary activities	7	<u>(42,403)</u>	(53 742)
<b>Profit for the financial year</b>		<u><b>91,179</b></u>	<u>100 581</u>

None of the company's activities was acquired or discontinued during the above two years

There were no recognised gains nor losses other than those included in the profit and loss account

The notes on pages 9 to 16 form part of these financial statements



# BROOK DESIGN HARDWARE LIMITED

Abbreviated balance sheet as at 31 October 2009

	<i>Notes</i>	<u>2009</u> £	<u>2008</u> £
<b>Fixed assets</b>			
Tangible assets	6	1 215 645	1 296 135
<b>Current assets</b>			
Stock	7	219 951	299 020
Debtors	8	4 568 121	4 623 054
Cash at bank and in hand		16 392	50 124
		<u>4 804 464</u>	<u>4 972 198</u>
<b>Creditors</b> amounts falling due within one year	9	<u>(1 215 052)</u>	<u>(1 549 581)</u>
<b>Net current assets</b>		<u>3 589 412</u>	<u>3 422 617</u>
<b>Total assets less current liabilities</b>		<u>4 805 057</u>	<u>4 718 752</u>
<b>Provision for liabilities</b>	10	(245)	(4 187)
<b>Accruals and deferred income</b>	11	(2 796)	(3 728)
		<u>4 802 016</u>	<u>4 710 837</u>
<b>Capital and reserves</b>			
Called up share capital	12	120 000	120 000
Profit and loss account	13	4 682 016	4 590 837
<b>Shareholders funds</b>	14	<u>4 802 016</u>	<u>4 710 837</u>

The directors have prepared the accounts in accordance with the special provisions of section 445(3) of the Companies Act 2006 relating to medium sized companies

Approved by the board of directors on 14/11/10 and signed on its behalf

 Declan Gormley Director

Company Registration Number NI 19735

The notes on pages 7 to 13 form part of these financial statements

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# BROOK DESIGN HARDWARE LIMITED

## Cash flow statement for the year ended 31 October 2009

	<u>Notes</u>	<u>2009</u> £	<u>2008</u> £
<b>Operating activities</b>			
<b>Net cash flow from operating activities</b>	17a	<b>(18 065)</b>	(344 007)
<b>Returns on investments and servicing of finance</b>			
Interest and similar income received		<u>(1,341)</u>	<u>1 732</u>
		<b>(1,341)</b>	1 732
<b>Taxation</b>			
Corporation tax paid		<b>(26,360)</b>	(128 788)
<b>Capital expenditure</b>			
Payments to acquire tangible fixed assets		<u>(11,295)</u>	<u>(35 307)</u>
Net cash flow from investing activities		<u>(11,295)</u>	<u>(35 307)</u>
		<b>(57 061)</b>	(506 370)
<b>Financing</b>			
Movement in loan to group companies		<u>          </u>	<u>(80 989)</u>
Net cash flow from financing		<u>          </u>	<u>(80 989)</u>
<b>Decrease in cash</b>	17c	<u><b>(57 061)</b></u>	<u><b>(587 359)</b></u>

The notes on pages 9 to 16 form part of these financial statements

# BROOK DESIGN HARDWARE LIMITED

Notes to the abbreviated accounts for the year ended 31 October 2009

---

## 1 Accounting policies

### a) Basis of accounting

The financial statements are prepared on the historical cost basis of accounting and have been prepared in accordance with applicable accounting standards

### b) Turnover

Turnover represents net invoiced sales of goods and services excluding value added tax

### c) Depreciation of tangible fixed assets

Depreciation is provided on all tangible fixed assets at rates calculated to write off the full cost or valuation less estimated residual value of each asset over its estimated useful life. The principal rates in use are

Land and buildings	straight line over 25 years
Property renovations	20% straight line
Motor vehicles	33% reducing balance
Fixtures, fittings and equipment	15%, 25% & 33% reducing balance
Plant and machinery	25% reducing balance

### d) Stocks

Stock and work in progress is valued at the lower of cost and estimated net realisable value

Cost of raw materials is determined on the first in first out basis. In the case of work in progress and finished goods, cost includes all direct expenditure and production overheads based on the normal level of activity. Net realisable value is the price at which the stock can be released in the normal course of business, less further costs to completion of sale.

### e) Deferred taxation

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

A deferred tax asset is regarded as recoverable and therefore recognised only when, on the basis of all available evidence, it can be regarded as 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 a nondiscounted basis at the average tax rates that are expected to apply in the periods in which the timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

### f) Deferred government grants

Grants are credited to deferred revenue. Grants towards capital expenditure are released to the profit and loss account over the expected useful life of the assets. Grants towards revenue expenditure are released to the profit and loss account as the related expenditure is incurred.

### g) Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange prevailing at the accounting date. Transactions in foreign currencies are recorded at the date of the transactions. All differences are taken to the Profit and Loss account.

### h) Research and development expenditure

Research expenditure is written off to the profit and loss account in the year in which it is incurred.

# BROOK DESIGN HARDWARE LIMITED

Notes to the abbreviated accounts for the year ended 31 October 2009 (continued)

## 1 Accounting policies (continued)

### i) Pension scheme

The pension costs charged in the financial statements represent the contribution payable by the company during the year

## 2 Profit on ordinary activities before taxation

This is stated after charging

	<u>2009</u> £	<u>2008</u> £
Depreciation of owned assets	91 785	104 135
Loss on disposal of tangible fixed assets		6 357
Research and development costs	21,560	24 992
Auditors remuneration    Audit fee	<u>9,690</u>	<u>8 350</u>

## 3 Employee information

	<u>2009</u> £	<u>2008</u> £
<b>Staff costs</b>		
Wages and salaries (includes staff life insurance)	561 904	796 741
Social security costs	49,666	58 906
Other pension costs	<u>12 754</u>	<u>14 182</u>
	<u>624,324</u>	<u>869 829</u>

The average number of persons employed during the year including executive directors was made up as follows

	<u>2009</u> <i>Number</i>	<u>2008</u> <i>Number</i>
Directors & administrative	11	11
Production	17	30
Sales	<u>6</u>	<u>6</u>
	<u>34</u>	<u>47</u>

## 4 Interest payable and similar charges

	<u>2009</u> £	<u>2008</u> £
Interest on overdue tax	<u>1,365</u>	

# BROOK DESIGN HARDWARE LIMITED

Notes to the abbreviated accounts for the year ended 31 October 2009 (continued)

## 5 Tax on profit on ordinary activities

	<u>2009</u> £	<u>2008</u> £
United Kingdom corporation tax at 20.585%	15 750	15 439
Deferred taxation (note 12)	(3,942)	(485)
Charge for group relief claimed	30,595	38 788
	<u>42 403</u>	<u>53 742</u>

### Factors affecting tax charge for the period

Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 20.585%	28,053	31 768
Effects of		
Expenses not deductible for tax purposes	479	7 470
Capital allowances for period in excess of depreciation	9 718	4 005
Movement on deferred tax	(3 942)	(485)
Group relief claimed	(21 596)	(25 847)
Short Term Timing Differences	(904)	(1 957)
Charge for group relief claimed	30,595	38 788
	<u>42,403</u>	<u>53 742</u>
Current tax charge for the year		

## 6 Tangible fixed assets

	<i>Land and buildings</i> £	<i>Motor vehicles</i> £	<i>Fixtures fittings and equipment</i> £	<i>Plant and machinery</i> £	<i>Property renovations</i> £	<i>Total</i> £
<b>Cost</b>						
At 1 November 2008	1 263 762	65 254	277 794	690 362	83 077	2 380 249
Additions			11 295			11 295
At 31 October 2009	<u>1,263,762</u>	<u>65,254</u>	<u>289 089</u>	<u>690,362</u>	<u>83 077</u>	<u>2,391 544</u>
<b>Depreciation</b>						
At 1 November 2008	207 266	42 899	210 127	575 751	48 071	1 084 114
Provision for the year	36 027	7 444	19 652	28 662		91 785
At 31 October 2009	<u>243,293</u>	<u>50,343</u>	<u>229 779</u>	<u>604 413</u>	<u>48 071</u>	<u>1,175 899</u>
<b>Net book value</b>						
At 31 October 2009	<u>1 020 469</u>	<u>14 911</u>	<u>59,310</u>	<u>85,949</u>	<u>35 006</u>	<u>1,215,645</u>
At 31 October 2008	<u>1 056 496</u>	<u>22 355</u>	<u>67 667</u>	<u>114 611</u>	<u>35 006</u>	<u>1 296 135</u>

The net book value of land and buildings at 31 October 2009 is made up as follows

	<u>2009</u> £	<u>2008</u> £
Freehold land and buildings	<u>1 020 469</u>	<u>1 056 496</u>

On 26 October 2005 land and buildings were valued by Campbell Cairns at a market value of £1 750 000

# BROOK DESIGN HARDWARE LIMITED

Notes to the abbreviated accounts for the year ended 31 October 2009 (continued)

## 7 Stocks

	<u>2009</u> £	<u>2008</u> £
Raw materials	102 803	183 586
Work in progress	26,474	30 070
Finished goods and goods for resale	90,674	85 364
	<u>219,951</u>	<u>299 020</u>

## 8 Debtors

	<u>2009</u> £	<u>2008</u> £
Trade debtors	477 711	514 285
Other debtors	15,359	1 248
Amounts owed by group undertakings and undertakings in which the company has a participating interest	4 034 559	4 065 384
Prepaid expenses and accrued income	40 492	42 137
	<u>4,568,121</u>	<u>4 623 054</u>

Amount owed by group undertakings include an amount of £4 034 559 (2008 £4 065 384) which is due after more than 1 year

## 9 Creditors amounts falling due within one year

	<u>2009</u> £	<u>2008</u> £
Bank loans and overdrafts	358,362	335 033
Trade creditors	136 637	116 631
Amounts owed to group undertakings and undertakings in which the company has a participating interest	641,261	904 091
Other creditors	18 564	53 842
Corporation tax	27,329	37 939
Other tax and social security	14 411	84 774
Accruals and deferred income	18 488	17 271
	<u>1,215 052</u>	<u>1 549 581</u>

The Ulster Bank Limited holds a full Cross Guarantee Structure between Brook Vent Holdings Limited Brook Vent Manufacturing Limited Brook Design Hardware Limited and Brook Plastics and Engineering Limited

The Ulster Bank Limited also holds a freehold first legal charge over Brook House Dunmurry Industrial Estate

# BROOK DESIGN HARDWARE LIMITED

Notes to the abbreviated accounts for the year ended 31 October 2009 (continued)

## 10 Provisions for liabilities

	<u>2009</u> £	<u>2008</u> £
Accelerated capital allowances	<u>245</u>	<u>4 187</u>
Provision at start of year	4 187	
Deferred tax charge in profit and loss account for year (note 7)	<u>(3 942)</u>	
Provision at end of year	<u>245</u>	

## 11 Accruals and deferred income

	<u>2009</u> £	<u>2008</u> £
At 1 November 2008	3,728	4 971
Released to profit and loss account	<u>(932)</u>	<u>(1 243)</u>
At 31 October 2009	<u>2,796</u>	<u>3 728</u>

## 12 Called up share capital

	<u>2009</u> £	<u>2008</u> £
<b>Allotted called up and fully paid Equity shares</b>		
Ordinary shares of £1 each	<u>120 000</u>	<u>120 000</u>

## 13 Reserves

	<i>Profit and loss account</i> £
At 1 November 2008	4 590 837
Profit for the year	<u>91 179</u>
At 31 October 2009	<u>4 682 016</u>

## 14 Reconciliation of movement in shareholders' funds

	<u>2009</u> £	<u>2008</u> £
Profit for the year	91 179	100 581
Shareholders' funds at 1 November 2008	<u>4,710 837</u>	<u>4 610 256</u>
Shareholders' funds at 31 October 2009	<u>4 802 016</u>	<u>4 710 837</u>



# BROOK DESIGN HARDWARE LIMITED

Notes to the abbreviated accounts for the year ended 31 October 2009 (continued)

## 15 Notes to the cash flow statement

### a) Reconciliation of operating profit to net cash flow operating activities

	<u>2009</u> £	<u>2008</u> £
Operating profit	134 923	152 591
Depreciation charges	90 853	102 892
Profit/2008 loss on sale of fixed assets		6 357
Decrease in stock	79,069	12 946
Decrease in debtors	24,338	280 455
Decrease in creditors	<u>(347,248)</u>	<u>(899 248)</u>
Net cash outflow from operating activities	<u>(18,065)</u>	<u>(344 007)</u>

### b) Analysis of change in net debt

	<u>Brought forward</u>	<u>Cash flows</u>	<u>Other changes</u>	<u>Carried forward</u>
Cash at bank and in hand	50 124	(33 732)		16 392
Bank overdraft	<u>(335 033)</u>	<u>(23 329)</u>		<u>(358 362)</u>
	<u>(284 909)</u>	<u>(57 061)</u>		<u>(341 970)</u>

### c) Reconciliation of net cash flow to movement in debt

	<u>2009</u> £	<u>2008</u> £
Net decrease in cash	(57 061)	(587 359)
Repayment of amounts owed to group undertakings		647 236
Changes in net debt/2008 funds	(57 061)	59 877
Net debt at 1 November 2008	<u>(284 909)</u>	<u>(344 786)</u>
Net debt at 31 October 2009	<u>(341 970)</u>	<u>(284 909)</u>

## 16 Pension commitments and other post retirement benefits

### Defined contribution scheme

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost and charge represents contributions payable by the company to the fund and amounted to £12 754 (2008 £14 182). At 31 October 2009 contributions amounting to £2 539 (2008 £3 614) were payable to the fund and were included in creditors.