

Registered number
01278761

Albright International Limited
Audited Report and Accounts
30 September 2012

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Albright International Limited
Report and accounts
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Albright International Limited Company Information

Directors

A D Catt
N E L Bedggood
K J Holland
L E V Bedggood
R Hunt ACMA

Secretary

R Hunt

Auditors

TTCA Ltd
269 Farnborough Road
Farnborough
Hampshire
GU14 7LY

Bankers

HSBC Bank plc
54 Clarence Street
Kingston-upon-Thames
Surrey
KT6 7LA

Registered office

Unit E Evingar Trading Estate
Arglen Road
Whitchurch
Hampshire
RG28 7BB

Registered number

01278761

Albright International Limited

Directors' Report

The directors present their report and accounts for the year ended 30 September 2012

Principal activities and review of the business

The company's principal activity during the year continued to be that of the manufacture and sale of solenoid switches and switch gear

Future developments

The directors consider the company well placed to take advantage of the inevitable recovery of world trade which will be facilitated by the fully established manufacturing plants in China and Lithuania

Financial instrument risk

The financial risks faced by the company continue to include

The directors consider the risk on the capital value of short and medium term investments to be low

The effect of fluctuations in foreign currency

The directors continue to manage the above risks by only entering into short term investments and continually reviewing these short-term investments to ensure that the maximum rates of return are achieved. The company also holds cash in foreign currencies such as Euros and Dollars. The company does not enter into forward contracts in respect of Euros and Dollars, instead the company buys and sells these currencies as and when required on the spot market.

Interest rate risk

The nature of the company's activities and the basis of funding are such that the directors envisage the company has sufficient liquid resources. The company is not financially dependent on the income earned on these resources and therefore the risk of interest rate fluctuations is not significant to the business. Nonetheless the directors continue to take steps to secure rates of interest which will generate the best return for the company.

Currency risk

The company operates in a global market with income arising in a number of different currencies. The company does not hedge against potential future income.

Dividends

No dividend payment is proposed by the directors.

Events since the balance sheet date

In the directors' opinion, there have been no material events which have occurred since the balance sheet date which need disclosing.

Directors

The following persons served as directors during the year

A D Catt
N E L Bedggood
K J Holland
L E V Bedggood
R Hunt ACMA

Albright International Limited
Directors' Report

Disclosure of information to auditors

Each person who was a director at the time this report was approved confirms that

- so far as he is aware, there is no relevant audit information of which the company's auditor is 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 company's auditor is aware of that information

This report was approved by the board on 10 April 2013



R Hunt ACMA
Director

Albright International Limited

Statement of Directors' Responsibilities

The directors are responsible for preparing the report and accounts in accordance with applicable law and regulations

Company law requires the directors to prepare accounts for each financial year. Under that law the directors have elected to prepare the accounts in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The accounts are required by law to 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 accounts, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements 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 accounts,
- prepare the accounts 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 disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the accounts 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.

Albright International Limited
Independent auditors' report
to the shareholders of Albright International Limited

We have audited the accounts of Albright International Limited for the year ended 30 September 2012 which comprise the Profit and Loss Account, the Balance Sheet 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 Section 495 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 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 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 accounts and for being satisfied that they give a true and fair view. Our responsibility is to audit the accounts 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

An audit involves obtaining evidence about the amounts and disclosures in the accounts sufficient to give reasonable assurance that the accounts 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 accounts.

Opinion on the accounts

In our opinion the accounts

- give a true and fair view of the state of the company's affairs as at 30 September 2012 and of its profit 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.

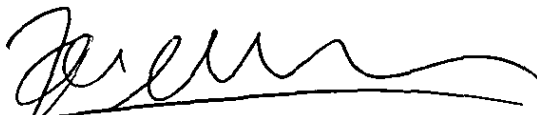
Opinion on other matters prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial year for which the accounts are prepared is consistent with the accounts.

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 accounts 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.



Thomas McManners BSc ACA ACMI (Senior Statutory Auditor)
for and on behalf of TTCA Ltd
Chartered Accountants and Statutory Auditor
269 Farnborough Road
Farnborough
Hampshire, GU14 7LY
10 April 2013

Albright International Limited
Profit and Loss Account
for the year ended 30 September 2012

	Notes	2012 £	2011 £
Turnover	2	31,441,167	31,125,564
Cost of sales		(27,115,979)	(26,902,512)
Gross profit		<u>4,325,188</u>	<u>4,223,052</u>
Administrative expenses		(3,991,693)	(4,312,447)
Other operating (expenses)/income-exchange differences		(385,659)	72,568
Operating loss	3	<u>(52,164)</u>	<u>(16,827)</u>
Other interest receivable and similar income		83,626	14,940
Profit /(Loss) on ordinary activities before taxation		<u>31,462</u>	<u>(1,887)</u>
Tax on profit on ordinary activities	5	(15,802)	18,122
Profit for the financial year		<u>15,660</u>	<u>16,235</u>

Continuing operations

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

Statement of total recognised gains and losses

The company has no recognised gains or losses other than the loss for the above two financial years

Albright International Limited
Balance Sheet
as at 30 September 2012

	Notes	2012 £	2011 £
Fixed assets			
Tangible assets	6	1,289,544	1,101,526
Investments	7	<u>4,604,638</u>	<u>5,921,801</u>
		5,894,182	7,023,327
Current assets			
Stocks	8	5,245,631	5,226,475
Debtors	9	9,949,137	8,304,015
Current asset investments	10	516,131	445,341
Cash at bank and in hand		<u>2,241,956</u>	<u>4,162,889</u>
		17,952,855	18,138,720
Creditors: amounts falling due within one year	11	4,573,597	5,904,267
Net current assets		<u>13,379,258</u>	<u>12,234,453</u>
Total assets less current liabilities		<u>19,273,440</u>	<u>19,257,780</u>
Creditors: amounts falling due after more than one year	12	4,792,189	4,792,189
Net assets		<u>14,481,251</u>	<u>14,465,591</u>
Capital and reserves			
Called up share capital	13	30,000	30,000
Profit and loss account	14	14,451,251	14,435,591
Shareholders' funds	15	<u>14,481,251</u>	<u>14,465,591</u>



N E L Bedggood
 Director
 Approved by the board on 10 April 2013

Albright International Limited
Notes to the Accounts
for the year ended 30 September 2012

1 Accounting policies

Basis of preparation

The accounts have been prepared under the historical cost convention and in accordance with applicable United Kingdom Accounting Standards

Cash Flow Statement

As the parent undertaking controls the whole of the company's voting rights and group accounts are publicly available, no cash flow statement has been prepared

Depreciation

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows

Motor Vehicles	20% on cost
Fixtures & fittings	20% on cost
Plant and machinery	15% on cost
Computer equipment	25% on cost

Stocks

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

Raw materials are valued using the actual purchase cost

Finished goods and work in progress are valued using the actual cost of direct materials, labour and a proportion of factory overheads. Net realisable value is based on estimated selling price less further costs expected to be incurred to completion and disposal

Deferred taxation

Full provision is made for deferred taxation resulting from timing differences between the recognition of gains and losses in the accounts and their recognition for tax purposes

Deferred tax is calculated at the tax rates which are expected to apply in the periods when the timing differences will reverse, and discounted to reflect the time value of money using rates based on the post-tax yields to maturity that could be obtained at the balance sheet date on government bonds with similar maturity dates

Foreign currencies

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date. All differences are taken to the profit and loss account

Leasing commitments

Rentals paid under operating leases are charged to income on a straight line basis over the lease term

Pensions

The company operates a defined contribution pension scheme. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme

Albright International Limited
Notes to the Accounts
for the year ended 30 September 2012

Fixed asset investments

In the opinion of the directors long term investments are to be disclosed as fixed asset investments and those related to the day to day running of the company are disclosed within current assets

Consolidated accounts

Group accounts are prepared by the ultimate holding company

2 Turnover

Turnover represents the value, net of value added tax and discounts, of goods provided to customers and work carried out in respect of services provided to customers

Turnover is attributable to the one principal activity of the company

Analysis by geographical market	2012 £	2011 £
Sales - UK	3,302,795	3,357,572
Sales - Europe	15,484,045	16,525,182
North America	9,127,690	8,030,310
Rest of the world	3,526,637	3,212,501
	<u>31,441,167</u>	<u>31,125,565</u>

3 Operating profit/(loss)

	2012 £	2011 £
This is stated after charging/(crediting)		
Staff costs -(note 4)	5,765,699	6,796,892
Provision for diminution in value of current asset investments	-	54,659
Depreciation of owned fixed assets	411,938	379,302
Profit on disposal of tangible fixed assets	(972)	(1,674)
Operating lease rentals - other assets	5,537	7,445
Auditors' remuneration for audit services	<u>21,000</u>	<u>21,600</u>

4 Staff costs

	2012 £	2011 £
Wages and salaries	5,115,869	6,065,094
Social security costs	423,925	467,314
Other pension costs	225,905	264,484
	<u>5,765,699</u>	<u>6,796,892</u>

Albright International Limited
Notes to the Accounts
for the year ended 30 September 2012

Average number of employees during the year

	Number	Number
Administration	45	49
Manufacturing	228	223
	<u>273</u>	<u>272</u>

5 Taxation

	2012	2011
	£	£
Analysis of charge in period		
Current tax		
UK corporation tax on profits of the period	15,802	-
Adjustments in respect of previous periods	-	(18,122)
	<u>15,802</u>	<u>(18,122)</u>

Factors affecting tax charge for period

The differences between the tax assessed for the period and the standard rate of corporation tax are explained as follows

	2012	2011
	£	£
Profit/(Loss) on ordinary activities before tax	<u>31,462</u>	<u>(1,887)</u>
Standard rate of corporation tax in the UK	25%	27%
	£	£
Profit on ordinary activities multiplied by the standard rate of corporation tax	7,866	(509)
Effects of		
Expenses not deductible for tax purposes	11,729	39,084
Capital allowances for period in excess of depreciation	(3,793)	(38,575)
Adjustments to tax charge in respect of previous periods	-	(18,122)
Current tax charge for period	<u>15,802</u>	<u>(18,122)</u>

Albright International Limited
Notes to the Accounts
for the year ended 30 September 2012

6 Tangible fixed assets

	Computer equipment £	Motor Vehicles £	Equipment fixtures & fittings £	Plant and machinery £	Total £
Cost					
At 1 October 2011	1,446,745	163,375	1,931,724	6,104,658	9,646,502
Additions	66,679	18,182	378,983	138,541	602,385
Disposals	-	(10,408)	-	-	(10,408)
At 30 September 2012	1,513,424	171,149	2,310,707	6,243,199	10,238,479
Depreciation					
At 1 October 2011	1,404,027	112,763	1,391,784	5,636,402	8,544,976
Charge for the year	21,157	21,851	201,792	167,138	411,938
On disposals	-	(7,979)	-	-	(7,979)
At 30 September 2012	1,425,184	126,635	1,593,576	5,803,540	8,948,935
Net book value					
At 30 September 2012	88,240	44,514	717,131	439,659	1,289,544
At 30 September 2011	42,718	50,612	539,940	468,256	1,101,526

7 Investments

	Albright Japan £	Albright France £	Albright Lietuva UAB £	Albright Mechanical Engineering Shanghai £	Albright Deutschland GmbH £	Total £
Shares in group undertakings						
Cost						
At 1 October 2011	14,240	25,979	1,970	2,070,000	22,713	2,134,902
At 30 September 2012	14,240	25,979	1,970	2,070,000	22,713	2,134,902
Loans to group undertakings						
At 1 October 2011	-	-	2,951,290	835,609	-	3,786,899
Re-classification	-	-	(481,554)	(835,609)	-	(1,317,163)
At 30 September 2012	-	-	2,469,736	-	-	2,469,736
Total Investments at 30/9/12	14,240	25,979	2,471,706	2,070,000	22,713	4,604,638
Total Investments at 30/9/11	14,240	25,979	2,953,260	2,905,609	22,713	5,921,801

An amount of £481,554 has been re-classified from fixed asset investments, 'Loans to group undertakings' in respect of Albright Lithuania to 'Amounts owed by group undertakings' within debtors due within 1 year

The amount of £835,609 shown as a loan to Albright Shanghai as at 1 October 2011 has been re-classified in the current year as 'Amounts owed by group undertakings' with £440,000 shown within debtors over 1 year, and £395,609 shown within 'Amounts owed by group undertakings' within debtors due within 1 year

Albright International Limited
Notes to the Accounts
for the year ended 30 September 2012

The company holds 20% or more of the share capital of the following companies

Company	Country of registration or incorporation	Shares held Class	%
Albright Japan	Japan	Ordinary	100
Albright France	France	Ordinary	80
Albright Lietuva UAB	Lithuania	Ordinary	100
Albright Mechanical Engineering Shanghai	China	Ordinary	100
Albright Deutschland GmbH	Germany	Ordinary	100

The business of all the subsidiaries is the sale of solenoid switches and switchgear

The interests in the subsidiary undertakings are valued at cost. In the opinion of the directors, the value of the shares in and the amounts due from the subsidiaries are not less than the amounts at which they are stated in the balance sheet

8 Stocks	2012 £	2011 £
Raw materials and consumables	3,056,611	3,270,667
Work in progress	1,108,652	1,163,619
Finished goods and goods for resale	1,080,368	792,189
	<u>5,245,631</u>	<u>5,226,475</u>

There is no material difference between purchase price or production cost of stocks and their replacement cost

9 Debtors	2012 £	2011 £
Trade debtors	7,400,443	7,374,739
Amounts owed by group undertakings and undertakings in which the company has a participating interest	1,607,442	105,633
Due from parent undertaking	115,416	6,341
Corporation tax recoverable	128,529	68,122
Taxation and social security	490,440	501,236
Other debtors	100,618	124,834
Prepayments and accrued income	106,249	123,110
	<u>9,949,137</u>	<u>8,304,015</u>

Amounts due after more than one year included in
Amounts owed by group undertakings and undertakings in
which the company has a participating interest

440,000	-
<u>440,000</u>	<u>-</u>

Albright International Limited
Notes to the Accounts
for the year ended 30 September 2012

10 Investments held as current assets

	2012	2011
	£	£
Listed investments	516,131	445,341
	<u>516,131</u>	<u>445,341</u>
Valuation		
Listed investments - market value	516,131	445,341
	<u>516,131</u>	<u>445,341</u>

11 Creditors amounts falling due within one year

	2012	2011
	£	£
Trade creditors	3,913,956	5,175,922
Amounts owed to group undertakings and undertakings in which the company has a participating interest	-	3,606
Other taxes and social security costs	167,369	180,523
Other creditors	237,886	239,188
Accruals and deferred income	254,386	305,028
	<u>4,573,597</u>	<u>5,904,267</u>

12 Creditors: amounts falling due after one year

	2012	2011
	£	£
Amounts due to fellow subsidiary undertaking	<u>4,792,189</u>	<u>4,792,189</u>

The fellow subsidiary is dormant The loan is interest free and there are no fixed repayment terms

13 Share capital

	2012	2011	2012	2011
	No	No	£	£
Allotted, called up and fully paid				
Ordinary shares of £1 each	30,000	30,000	30,000	30,000
			<u>30,000</u>	<u>30,000</u>

14 Profit and loss account

	2012
	£
At 1 October 2011	14,435,591
Profit for the financial year	15,660
	<u>14,451,251</u>
At 30 September 2012	

Albright International Limited
Notes to the Accounts
for the year ended 30 September 2012

15 Reconciliation of movement in shareholders' funds	2012	2011
	£	£
At 1 October	14,465,591	14,449,356
Profit for the financial year	15,660	16,235
At 30 September	<u>14,481,251</u>	<u>14,465,591</u>

16 Capital commitments	2012	2011
	£	£
Amounts contracted for but not provided in the accounts	<u>-</u>	<u>12,106</u>

17 Other financial commitments

At the year end the company had annual commitments under non-cancellable operating leases as set out below

	Equipment	Equipment
	2012	2011
	£	£
Operating leases which expire		
within one year	560	-
within two to five years	<u>4,977</u>	<u>7,445</u>
	<u>5,537</u>	<u>7,445</u>

18 Related parties

During the year the company made sales totalling £1,310,356 (2011 £1,371,608) to Albright France an 80% subsidiary of the company. These transactions were entered into on an arms length basis. At 30 September 2012 and included in Trade Debtors, there was £804,016 (2011 £757,071) due from Albright France to Albright International Limited.

Included within 'Amounts owed by group undertakings' is a figure of £95,326 (2011 £79,546) due from Albright France. This loan is interest free and has no fixed repayment terms.

Advantage has been taken of the exemption from disclosure of inter-company transactions and balances with wholly owned subsidiaries.

19 Controlling party

Lea Redway Limited, a company incorporated in England and Wales, is the ultimate controlling party and owns 100% of the share capital of Albright International Limited.