

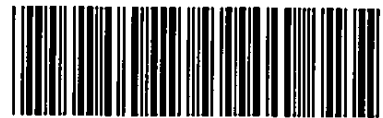
# Advanced Digital Technology (UK) Limited

## FINANCIAL STATEMENTS

for the year ended

30 June 2010

THURSDAY



\*ARVCBSW7\*

A45

31/03/2011

211

COMPANIES HOUSE

Company Registration No 1750478

# Advanced Digital Technology (UK) Limited

## OFFICERS AND ADVISORS

---

### DIRECTORS

L A Blakeman  
A J Watkinson  
A D J Cobbald  
R A Fleury

### SECRETARY

R A Fleury

### COMPANY NUMBER

1750478 (England and Wales)

### REGISTERED OFFICE

111-113 Fort Dunlop  
Fort Parkway  
Birmingham  
West Midlands  
B24 9FD

### AUDITORS

Baker Tilly UK Audit LLP  
Chartered Accountants  
St Philips Point  
Temple Row  
Birmingham  
B2 5AF

### BANKERS

HSBC Bank plc  
P O Box 68  
130 New Street  
Birmingham  
West Midlands  
B2 4JU

# Advanced Digital Technology (UK) Limited

## DIRECTORS' REPORT

---

The directors submit their report and the financial statements of Advanced Digital Technology (UK) Limited for the year ended 30 June 2010

### PRINCIPAL ACTIVITIES

The principal activities of the company are the design, production and supply of computer products

### REVIEW OF THE BUSINESS AND FUTURE DEVELOPMENTS

Despite difficult trading conditions the company managed to improve its trading position on the prior year and returned to close to a breakeven position. The directors are confident that the foundations are in place for the business to grow profitably as the economy recovers from recession.

No dividends have been paid in the year (2009 £Nil)

The result for the period is shown on page 5

### DIRECTORS

The directors who served during the year were as follows

L A Blakeman  
A J Watkinson  
A D J Cobbald  
R A Fleury

### AUDITORS

Baker Tilly UK Audit LLP has indicated its willingness to continue in office

### STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

The directors who were in office on the date of approval of these financial statements have confirmed that, as far as they are aware, there is no relevant audit information of which the auditors are unaware. Each of the directors have confirmed that they have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that it has been communicated to the auditor.

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

On behalf of the board



A J Watkinson  
Director

30 March 2011

# Advanced Digital Technology (UK) Limited

## DIRECTORS' RESPONSIBILITIES IN THE PREPARATION OF FINANCIAL STATEMENTS

---

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 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 those financial statements, the directors are required to

- a select suitable accounting policies and then apply them consistently,
- b make judgements and accounting estimates that are reasonable and prudent, and
- c prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

## INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF ADVANCED DIGITAL TECHNOLOGY (UK) LIMITED

We have audited the financial statements on pages 5 to 13. 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 an auditor's 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 more fully explained in the Directors' Responsibilities Statement set out on page 3, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

### Scope of the audit

A description of the scope of an audit of financial statements is provided on the APB's website at [www.frc.org.uk/apb/scope/UKNP](http://www.frc.org.uk/apb/scope/UKNP).

### Opinion on the financial statements

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 30 June 2010 and of its loss for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

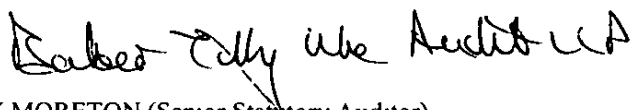
### Opinion on other matter prescribed by the Companies Act 2006

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

### Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit, or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption in preparing the directors' report.



GARY MORETON (Senior Statutory Auditor)

For and on behalf of BAKER TILLY UK AUDIT LLP, Statutory Auditor  
Chartered Accountants  
St Philips Point  
Temple Row  
Birmingham  
B2 5AF

30 March 2011

# Advanced Digital Technology (UK) Limited

## PROFIT AND LOSS ACCOUNT

for the year ended 30 June 2010

	<i>Notes</i>	2010 £	2009 £
TURNOVER	1	670,793	648,157
Cost of sales		(219,366)	(177,908)
GROSS PROFIT		451,427	470,249
Distribution costs		(23,344)	(34,084)
Administrative expenses		(440,669)	(480,291)
OPERATING LOSS	2	(12,586)	(44,126)
Interest payable and similar charges	3	(124)	(22,601)
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		(12,710)	(66,727)
Taxation	5	(163)	10,729
LOSS ON ORDINARY ACTIVITIES AFTER TAXATION	12	(12,873)	(55,998)

The operating loss for the year arises from the company's continuing operations

No separate Statement of Total Recognised Gains and Losses has been presented as all such gains and losses have been dealt with in the profit and loss account

# Advanced Digital Technology (UK) Limited

## BALANCE SHEET

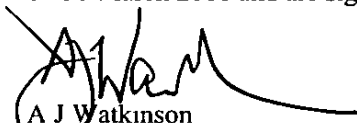
for the year ended 30 June 2010

Company Registration No 1750478

	Notes	2010 £	2009 £
<b>FIXED ASSETS</b>			
Intangible fixed assets	6	-	-
Tangible assets	7	778	1,444
		<u>778</u>	<u>1,444</u>
<b>CURRENT ASSETS</b>			
Stocks		7,952	7,952
Debtors Amounts falling due within one year	8	783,516	158,967
Debtors Amounts falling due after one year	8	111,790	736,273
Cash at bank and in hand		185,772	500
		<u>1,089,030</u>	<u>903,692</u>
<b>CREDITORS Amounts falling due within one year</b>	9	<u>(650,565)</u>	<u>(453,020)</u>
<b>NET CURRENT ASSETS</b>		<u>438,465</u>	<u>450,672</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>439,243</u>	<u>452,116</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	11	1,000	1,000
Profit and loss account	12	438,243	451,116
<b>SHAREHOLDERS' FUNDS</b>	13	<u>439,243</u>	<u>452,116</u>

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies' regime

The financial statements on pages 5 to 13 were approved by the board of directors and authorised for issue on 30 March 2011 and are signed on its behalf by

  
A J Watkinson  
Director

# Advanced Digital Technology (UK) Limited

## ACCOUNTING POLICIES

---

### BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention

### TANGIBLE FIXED ASSETS

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided on all tangible fixed assets at rates calculated to write each asset down to its estimated residual value over its expected useful life, as follows -

Leasehold property improvements	Over the lease term
Computer equipment	33 33% on cost
Fixtures and fittings	25% to 33 33% on cost
Motor vehicles	25% reducing balance

### STOCKS

Stocks are valued at the lower of cost and net realisable value

### DEFERRED TAXATION

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 that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the company's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements.

Deferred tax is measured at the average tax rates that are expected to apply in the periods in which timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantially enacted by the balance sheet date. Deferred tax is measured on a non-discounted basis.

### PENSIONS

The company operates a defined contribution pension scheme. The amount charged to the profit and loss account in respect of pension costs and other post retirement benefits is the contributions payable in the year. Differences between contributions payable in the year and contributions actually paid are shown as either accruals or prepayments in the balance sheet.

### TURNOVER AND DEFERRED INCOME

Turnover represents the value, net of Value Added Tax, of goods sold and services provided to customers.

Amounts collected from customers for annual support and maintenance contracts and annual licenses are not recognised immediately, but put into a deferred income account and released evenly over the term of the contract.

### CASH FLOW STATEMENT

The company qualified under Financial Reporting Standard No 1, for exemption from preparing a cash flow statement on the grounds that it is a small company.

### OPERATING LEASES

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.



# Advanced Digital Technology (UK) Limited

## NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 June 2010

---

### 1 TURNOVER

The company's turnover and loss before taxation were all derived from its principal activities

2	OPERATING LOSS	2010 £	2009 £
	Operating loss is stated after charging		
	Amortisation of intangible fixed assets	-	-
	Depreciation and amounts written off tangible fixed assets charge for the year		
	owned assets	666	561
	Auditor's remuneration	-	4,990
	Operating lease expenditure (see note 14)		
	- property	40,604	41,200
	- other	14,769	26,133

The remuneration of the auditor is paid on a group basis and is recorded in the financial statements of the parent company

3	INTEREST PAYABLE AND SIMILAR CHARGES	2010 £	2009 £
	On bank loan and overdraft	-	22,601
	On overdue taxation	124	-
		<hr/>	<hr/>
		124	22,601
		<hr/>	<hr/>

### 4 DIRECTORS' REMUNERATION

No directors received remuneration during the year (2009 £Nil)

The number of directors accruing retirement benefits under personal pension plans was Nil (2009 £Nil)

**Advanced Digital Technology (UK) Limited**  
**NOTES TO THE FINANCIAL STATEMENTS**  
for the year ended 30 June 2010

5	TAXATION	2010 £	2009 £
	Current tax		
	UK corporation tax on loss of the year	-	-
	Adjustment in respect of prior periods	-	(10,893)
		<u>-</u>	<u>(10,893)</u>
	Total current tax	-	(10,893)
		<u>-</u>	<u>(10,893)</u>
	Deferred tax		
	Origination and reversal of timing differences	163	206
	Adjustment in respect of prior periods	-	(42)
		<u>163</u>	<u>(42)</u>
	Total deferred tax	163	164
		<u>163</u>	<u>164</u>
	Total tax charge/(credit)	163	(10,729)
		<u>163</u>	<u>(10,729)</u>
	The tax assessed for the year differs from the standard rate of corporation tax for small companies 21% (2009 21%) The differences are explained below		
	Loss on ordinary activities before taxation	(12,710)	(66,727)
		<u>(12,710)</u>	<u>(66,727)</u>
	Loss on ordinary activities multiplied by the standard rate of corporation tax for small companies 21% (2009 21%)	(2,669)	(14,013)
	Effects of		
	Expenses not deductible for tax purposes	490	12,025
	Capital allowances in excess of depreciation	(163)	(206)
	Adjustment in respect of prior periods	-	(10,893)
	Group relief surrendered before payment	-	2,194
	Unrealised losses and other deductions arising in the period	2,342	-
		<u>2,342</u>	<u>-</u>
	Current tax charge/(credit) for the year	-	(10,893)
		<u>-</u>	<u>(10,893)</u>

**Advanced Digital Technology (UK) Limited**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**for the year ended 30 June 2010**

<b>6</b>	<b>INTANGIBLE FIXED ASSETS</b>				<i>Computer software</i> £
	Cost or valuation 1 July 2009 and 30 June 2010				<u>856</u>
	Amortisation 1 July 2009 and 30 June 2010				<u>856</u>
	Net book value 30 June 2010				-
	30 June 2009				-
<b>7</b>	<b>TANGIBLE FIXED ASSETS</b>				
		<i>Leasehold property improvements</i> £	<i>Computer equipment</i> £	<i>Fixtures and fittings</i> £	<i>Total</i> £
	Cost 1 July 2009	3,238	10,490	15,772	29,500
	30 June 2010	3,238	10,490	15,772	29,500
	Depreciation 1 July 2009	3,238	10,490	14,328	28,056
	Charged in the year	-	-	666	666
	30 June 2010	3,238	10,490	14,994	28,722
	Net book value 30 June 2010	-	-	778	778
	30 June 2009	-	-	1,444	1,444

**Advanced Digital Technology (UK) Limited**  
**NOTES TO THE FINANCIAL STATEMENTS**  
for the year ended 30 June 2010

8	DEBTORS	2010 £	2009 £
	Due within one year		
	Trade debtors	95,412	106,939
	Other debtors and prepayments	44,097	40,314
	Corporation tax recoverable	12,024	10,893
	Deferred tax asset (see note 10)	658	821
	Amounts owed by parent undertaking	625,610	-
	Amounts owed by fellow subsidiaries	5,715	-
		<u>783,516</u>	<u>158,967</u>
	Due after more than one year		
	Amounts owed by fellow subsidiaries	111,790	-
	Amounts owed by parent undertaking	-	736,273
		<u>895,306</u>	<u>895,240</u>
9	CREDITORS Amounts falling due within one year	2010 £	2009 £
	Bank overdraft (note 16)	-	89,237
	Trade creditors	90,135	58,441
	Amounts owed to fellow subsidiaries	273,447	190,534
	Amounts owed to parent undertaking	148,708	-
	Other taxation and social security	29,238	22,404
	Accruals and deferred income	109,037	92,404
		<u>650,565</u>	<u>453,020</u>
10	DEFERRED TAX ASSET	2010 £	Provided 2009 £
	1 July	821	985
	Charges in the year	(163)	(164)
		<u>658</u>	<u>821</u>
	The deferred tax asset is made of the following short term timing differences		
	Depreciation in excess of capital allowances	<u>658</u>	<u>821</u>
	A deferred tax asset has been recognised (see note 8) on the basis that it is considered that the asset will be recoverable from future profits of the company		

# Advanced Digital Technology (UK) Limited

## NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 June 2010

11	SHARE CAPITAL	2010 £	2009 £
	Authorised 1,000 ordinary shares of £1 each	1,000	1,000
		<u>1,000</u>	<u>1,000</u>
	Allotted, issued and fully paid 1,000 ordinary shares of £1 each	1,000	1,000
		<u>1,000</u>	<u>1,000</u>
12	PROFIT AND LOSS ACCOUNT	2010 £	2009 £
	As at 1 July	451,116	507,114
	Loss for the financial year	(12,873)	(55,998)
		<u>438,243</u>	<u>451,116</u>
	As at 30 June	438,243	451,116
		<u>438,243</u>	<u>451,116</u>
13	RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS	2010 £	2009 £
	Loss profit for the financial year	(12,873)	(55,998)
	Opening shareholders' funds	452,116	508,114
		<u>439,243</u>	<u>452,116</u>
	Closing shareholders' funds	439,243	452,116
		<u>439,243</u>	<u>452,116</u>
14	COMMITMENTS UNDER OPERATING LEASES		
	At 30 June 2010 the company had annual commitments under non-cancellable operating leases as follows		
		2010 £	2009 £
	Property		
	Expiring within one year	13,083	-
	Expiring in the second to fifth year	-	40,800
	Equipment		
	Expiring within one year	-	3,881
	Expiring in the second to fifth year	5,077	5,077
		<u>18,160</u>	<u>49,758</u>
		18,160	49,758
		<u>18,160</u>	<u>49,758</u>

# Advanced Digital Technology (UK) Limited

## NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 June 2010

---

### 15 PENSION COMMITMENTS

The company makes contributions into the personal pension plans of certain individuals whose assets are held in independently trustee administered funds

The contributions made by the company for the year totalled £3,696 (2009 £2,496) There was £Nil outstanding at 30 June 2010 (2009 £Nil)

### 16 CONTINGENT LIABILITIES

The company is party to an Unlimited Multilateral Company Guarantee with the Group's bankers which secures all liabilities of this company and its parent and fellow subsidiary companies which are Waterdale Associates Limited, Ardent Solutions Limited, Espida Limited, Intellisell Limited and CPiO Limited At 30 June 2010, the liabilities of these companies to which this guarantee relates were £757,714

### 17 RELATED PARTY TRANSACTIONS

#### CONTROL

The ultimate parent company is Waterdale Associates Limited, a company registered in England and Wales Waterdale Associates Limited owns 100% of the issued share capital

#### TRANSACTIONS

The company has taken advantage of the exemption within Financial Reporting Standard No 8 from disclosing related party transactions with its parent and fellow subsidiary companies on the grounds that consolidated financial statements are publically available and prepared which include the company and transactions with this company are eliminated on consolidation