



## Mutual Societies Annual Return AR30 – Industrial and Provident Societies Act 1965 Form

### Full name of society:

Delta-T Devices Limited

### Important information you should read before completing this form

We require all Industrial and Provident societies to complete this form every year.

For a society registered on or after 8 January 2012, the year of account will end on the last day of the month in which the anniversary of its registration falls, unless the society has notified us otherwise. For a society registered before 8 January 2012, the society's year of account must end between 31 August to 31 January inclusive, unless the society has notified us otherwise.

All the required information must be submitted within seven months of the year end date. Failure to submit the documents constituting your society's annual return by the due date is an offence and may result in prosecution.

Please keep a copy of the form and the supporting documents for future reference.

The notes that accompany this form will help you complete the questions.

Please be aware that any personal details you give on the form will be placed on the society's public file.

It is important you give accurate and complete information and disclose all relevant information. If you do not, it may take us longer to assess your annual return.

### Terms in this form and Contents

'FCA', 'PRA', 'we' and 'us' refer to the Financial Conduct Authority or Prudential Regulation Authority.

'You' refers to the person signing the form on behalf of the society.

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FCA use only		
	Date Received	Case Officer
1st		
2 <sup>nd</sup>		



## Mutual Societies Annual Return AR30 –Industrial and Provident Societies Act 1965

### Filling in the form

1 If you are using your computer to complete the form:

- use the TAB key to move from question to question and press SHIFT TAB to move back to the previous question; and
- print out the completed form and arrange for it to be signed.

2 If you are filling in the form by hand:

- use black ink;
- write clearly; and
- arrange for it to be signed.

3 If you make a mistake, cross it out and initial the changes; do not use correction fluid.

4 If you think a question is not relevant to you, write 'not applicable' and explain why.

5 If you:

- leave a question blank;
- do not get the form signed; or
- do not attach the required supporting information

without telling us why, we will have to treat the return as incomplete. This will increase the time taken to assess your return.

6 If there is not enough space on the form, you may need to use separate sheets of paper. Clearly mark each separate sheet of paper with the relevant question number.

7 Send us your application by post. It must include:

- this form;
- a set of printed accounts;
- an audit report or accountant's report where appropriate ; and
- supporting documents.

Send to:

**Mutuals Team**  
**Financial Conduct Authority**  
**25 The North Colonnade**  
**Canary Wharf**  
**LONDON**  
**E14 5HS**

# 1

## Details of society

### 1.1 Details of the society

Register number	22804R
Registered office address	130 Low Road Burwell Cambridgeshire
Postcode	CB25 0EJ

### 1.2 Year end date (dd/mm/yyyy)

See Note 1.2

3	1	/	1	2	/	2	0	1	3
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### Committee of management

If you are a club you do not need to give a year of birth in questions 1.3-1.6.

The names of the members of the Committee at the date on which the return is signed should be entered below in BLOCK CAPITALS.

### 1.3 Details of Chairman

Name	Mr Christopher Nicholl
Address	16 North Street, Burwell Cambridgeshire
Postcode	CB25 0BA
Year of birth	1951
Business occupation and other directorships	Head of Marketing, Director: The Prospects Trust

### 1.4 Details of Treasurer

Name	Mr Edmund Potter
Address	17a Low Road, Burwell Cambridgeshire
Postcode	CB25 0EJ
Year of birth	1942
Business occupation and other directorships	Founder & Technical Support Engineer

## 1.5 Details of Secretary

Name	Dr Martin Goodchild
Address	6 Great Lane Reach Cambridge
Postcode	CB25 0JF
Year of birth	1963
Business occupation and other directorships	Principal Electronics Engineer

## 1.6 Details of Members of the Committee

Name	Address	Year of birth	Business occupation and other directorships
Christopher Nicholl	16 North Street Burwell Cambridgeshire CB25 0BA	1951	Head of Marketing Director: The Prospects Trust
Michael Soames	11 New Road Impington Cambridge CB24 9LU	1975	Administration Co-ordinator
Lynette Marie Caicco	114 Sturgeon Street Cambridge CB1 2QF	1953	Production Co-ordinator
Karl Kühn	9 Chelmer Way Ely Cambridgeshire CB6 2WS	1980	Principal Software Engineer Director: Fluidcore Technologies cc (South Africa)
		yyyy	
		yyyy	

Please use separate sheets of paper if you need more space.

Please indicate how many separate sheets of paper you have used.

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All societies must answer the following questions whether the answers are yes or no, and provide all other information requested

**1.7 Does the society take deposits (excluding withdrawable shares) within the provisions of the Financial Services and Markets Act 2000?**

- ☒ No  
☐ Yes

**1.8 Does the society hold deposits (excluding withdrawable shares) taken previously, even though it does not currently take them, within the provisions of the Financial Services and Markets Act 2000?**

- ☒ No  
☐ Yes

**1.9 Is the society a subsidiary of another society?**

- ☒ No  
☐ Yes

**1.10 Does the society have one or more subsidiaries?**

- ☒ No  
☐ Yes

**1.11 Is the society currently accepted by the Inland Revenue as a charity for tax purposes?**

- ☒ No ▶ Continue to question 1.12  
☐ Yes ▶ Give details below

Reference number of letter from Inland Revenue or the Scottish Charity number

You must confirm that you have attached a copy of the Inland Revenue's letter to this return ☐ Yes

**1.12 Is the society registered with the Homes and Communities Agency, Welsh Ministers or The Scottish Housing Regulator?**

- ☒ No ▶ Continue to question 1.14  
☐ Yes ▶ Select the one you are registered with below and provide the registration number
- ☐ Homes and Communities Agency  
☐ Welsh Ministers  
☐ The Scottish Housing Regulator

Register number	<input type="text"/>
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**1.13 Is the society a registered social landlord?**

- ☐ No  
☐ Yes

**1.14 Does the society offer any insurance products?**

- ☒ No  
☐ Yes

**1.15 Does the society undertake residential mortgage business?**

- ☒ No  
☐ Yes

**1.16 Name of any organisation to which the society is affiliated**

Name	None
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**Benefit of the community societies**

- 1.17 As once completed this return will be placed on the society's public file, benefit of the community societies are welcome to use the space below to provide a report for all those who may have an interest in the society. If provided, this report should cover the activities of the society during the financial period covered by the return and should set out how these activities have brought benefit to the community.

N/A

Please use separate sheets of paper if you need more space.

Please indicate how many separate sheets of paper you have used.

0

# 2

## Statistics

We can use these figures in our Annual Report.

### Account details

#### 2.1 You must enter the figures below

See notes for help on items E-T. Enter NIL where applicable

A	Members at beginning of year	36
B	Members ceased during year	2
C	Members admitted during year	3
D	Members at end of year	37
E	Turnover for year	3,642,276
F	Total of income and expenditure (receipts and payments added together)	N/A
G	Net surplus/(deficit) for year	280,962
H	Fixed assets	365,666
I	Current assets	1,729,942
J	Total assets (equal to amount in row O, below)	2,095,608
K	Current liabilities	345,908
L	Share capital	84
M	Long-term liabilities	12,000
N	Reserves	1,737,616
O	Total liabilities, share capital & reserves (K+L+M+N) (equal to amount in J above)	2,095,608
All societies (excluding clubs) must complete boxes P-T		
P	Investments in other Industrial and Provident societies	20
Q	Loans from members	0
R	Loans from Employees' Superannuation Schemes	0
S	Dividends on sales	0
T	Share interest	0

**2.2 Names of subsidiaries as defined in Section 15 of the Friendly and Industrial and Provident Societies Act 1968**

None

**2.3 Names of subsidiaries not dealt with in group accounts (if any) and reasons for exclusions (as approved by the FCA)**

The society must have written authority from us to exclude a subsidiary from group accounts

None



# 3

## The audit

### 3.1 Type of audit used for the attached accounts.

If the society has used a full professional audit or an accountant's report then the report must be prepared by a registered auditor.

- ☒ Full professional audit    ▶ Continue to section 4
- ☐ Accountant's report        ▶ Complete questions 3.2 and 3.3
- ☐ Lay audit                      ▶ Complete questions 3.2 and 3.3
- ☐ Unaudited                      ▶ Complete questions 3.2 and 3.3

### 3.2 Do the society's registered rules allow the society not to undertake a full professional audit?

- ☐ No
- ☐ Yes

### 3.3 Has the membership passed at general meeting, in accordance with section 4A(2) of the Friendly and Industrial and Provident Societies Act 1968, a resolution allowing the society not to undertake a full professional audit for the year of account in question?

- ☐ No
- ☐ Yes

# 4

## Accounts and signature

### Accounts

#### 4.1 Date on which the accounts and balance sheet will be/were laid before the AGM (dd/mm/yyyy)

0	5	/	0	6	/	2	0	1	4
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#### 4.2 Has your society produced accounts to the minimum standard required?

- ☒ Yes ▶ you must confirm that you have attached the accounts and the audit/accountant's report bearing the original signatures of the auditor (if required by law), the secretary and the two committee members. ☒ Attached
- ☐ No ▶ you must produce accounts to the minimum standard required, see notes for details.

### Signature – all societies to complete

#### 4.3 The Secretary of the society must sign and date below

I certify that the information in this form is correct to the best of my knowledge and belief.

Name	Dr Martin Goodchild
Signature	<i>M.S Goodchild</i>
Phone number	01638 742922
Email	martin.goodchild@delta-t.co.uk
Date	<i>24th June 2014</i>

**DELTA-T DEVICES LIMITED**

**Financial Statements**

**31 December 2013**

# **DELTA-T DEVICES LIMITED**

## **FINANCIAL STATEMENTS 2013**

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# **DELTA-T DEVICES LIMITED**

## **STATEMENT OF THE COMMITTEE OF MANAGEMENT RESPONSIBILITIES**

The Committee of Management is responsible for preparing the financial statements in accordance with applicable law and regulations.

Industrial and Provident Societies law requires the Committee of Management to prepare such financial statements for each financial year. Under that law the Committee of Management has elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the society and of the profit or loss of the society for that period. In preparing those financial statements, the Committee of Management is required to:

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable United Kingdom accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the society will continue in business.

The Committee of Management is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the society and to enable it to ensure that the financial statements comply with the Friendly and Industrial and Provident Societies Acts, 1965 to 2002. It is also responsible for safeguarding the assets of the society and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

### **AUDITOR**

In the case of each of the persons who is a member of the Committee of Management at the date when this report is approved:

- so far as each member of the Committee of Management is aware, there is no relevant audit information (as defined in the Industrial and Provident Societies Acts, 1965 to 2002 of which the society's auditor is unaware; and
- each of the members of the Committee of Management has taken all the steps that it ought to have taken as the Committee of Management to make itself aware of any relevant audit information and to establish that the society's auditor is aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of the Friendly and Industrial and Provident Societies Acts, 1965 to 2002.

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF DELTA-T DEVICES LIMITED**

We have audited the financial statements of Delta-T Devices Limited for the year ended 31 December 2013 which comprise the income and expenditure account, the balance sheet, the reconciliation of movements in members' funds, the note of historical cost surpluses and deficits and the related notes 1 to 18. 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 society's members, as a body, in accordance with section 9 of the Friendly and Industrial and Provident Societies Act 1968. Our audit work has been undertaken so that we might state to the society'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 society and the society's members as a body, for our audit work, for this report, or for the opinions we have formed.

### **Respective responsibilities of the committee of management and auditor**

As explained more fully in the Statement of the Committee of Management's Responsibilities, the committee of management is responsible for the preparation of financial statements which 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 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 financial statements. In addition, we read all the financial and non-financial information in the annual report 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 society's affairs as at 31 December 2013 and of its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been properly prepared in accordance with the Industrial and Provident Societies Acts, 1965 to 2002.

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF DELTA-T DEVICES LIMITED (continued)**

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

We have nothing to report in respect of the following matters where the Industrial and Provident Societies Acts, 1965 to 2002 requires us to report to you if, in our opinion:

- a satisfactory system of control over transactions has not been maintained; or
- the society has not kept proper accounting records; or
- the financial statements are not in agreement with the books of account; or
- we have not received all the information and explanations we need for our audit.

*Deloitte LLP*

**Deloitte LLP**  
Chartered Accountants and Statutory Auditor  
Cambridge, United Kingdom

*19 June 2014*

# DELTA-T DEVICES LIMITED

## INCOME AND EXPENDITURE ACCOUNT Year ended 31 December 2013

	Note	2013 £	2012 £
<b>INCOME</b>	2	3,642,276	3,736,073
Cost of sales		(1,541,608)	(1,762,571)
Gross surplus		<u>2,100,668</u>	<u>1,973,502</u>
<b>EXPENDITURE</b>			
Selling and distribution		(365,474)	(401,999)
Marketing		(451,059)	(480,515)
Research and development		(570,744)	(638,895)
Product support		(106,578)	(117,113)
Administration		(359,262)	(477,370)
		<u>(1,853,117)</u>	<u>(2,115,892)</u>
<b>OPERATING SURPLUS (DEFICIT)</b>	4	247,551	(142,390)
Interest receivable	5	<u>5,841</u>	<u>564</u>
<b>SURPLUS (DEFICIT) ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		253,392	(141,826)
Tax credit on surplus (deficit) on ordinary activities	6	<u>27,570</u>	<u>62,389</u>
<b>SURPLUS (DEFICIT) RETAINED FOR THE FINANCIAL YEAR</b>	16	<u><u>280,962</u></u>	<u><u>(79,437)</u></u>

All activities derive from continuing operations.

There are no recognised gains or losses for the current financial year other than as shown in the income and expenditure account. Accordingly no separate statement of total recognised gains and losses is shown.



# DELTA-T DEVICES LIMITED

## BALANCE SHEET 31 December 2013

	Note	2013 £	2012 £
<b>FIXED ASSETS</b>			
Tangible assets	7	365,646	442,512
Investments	8	20	-
		<u>365,666</u>	<u>442,512</u>
<b>CURRENT ASSETS</b>			
Stocks and work in progress	9	436,886	571,393
Debtors	10	407,884	379,159
Cash at bank and held on deposit	11	885,172	462,326
		<u>1,729,942</u>	<u>1,412,878</u>
<b>CREDITORS: amounts falling due within one year</b>	12	<u>(345,908)</u>	<u>(359,902)</u>
<b>NET CURRENT ASSETS</b>		<u>1,384,034</u>	<u>1,052,976</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>1,749,700</u>	<u>1,495,488</u>
<b>PROVISIONS FOR LIABILITIES AND CHARGES</b>	13	<u>(12,000)</u>	<u>(19,359)</u>
<b>NET ASSETS</b>		<u>1,737,700</u>	<u>1,476,129</u>
<b>FINANCED BY:</b>			
Members' funds:			
Share capital	14	84	81
General reserve	16	1,524,779	1,260,857
Donated capital		54,360	54,360
Socially Useful Fund	15	10,891	11,785
Revaluation reserve	16	147,586	149,046
<b>NET FUNDS EMPLOYED</b>		<u>1,737,700</u>	<u>1,476,129</u>

These financial statements were approved by the Committee of Management on 5 June 2014.

Signed on behalf of the Committee of Management



C Nicholl



L Caicco



M Goodchild  
Secretary

## **DELTA-T DEVICES LIMITED**

### **RECONCILIATION OF MOVEMENTS IN MEMBERS' FUNDS** **Year ended 31 December 2013**

	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
Surplus (deficit) for the financial year	280,962	(79,437)
Increase in share capital	3	3
Dividends paid (note 18)	(18,500)	(105,500)
Socially useful fund	(894)	(16,455)
Opening members' funds	<u>1,476,129</u>	<u>1,677,518</u>
Closing members' funds	<u><u>1,737,700</u></u>	<u><u>1,476,129</u></u>

### **NOTE OF HISTORICAL COST SURPLUSES AND DEFICITS** **Year ended 31 December 2013**

	<b>2013</b>	<b>2012</b>
	<b>£</b>	<b>£</b>
Surplus (deficit) on ordinary activities before taxation	253,392	(141,826)
Difference between the historical cost depreciation charge and the actual depreciation charge for the year calculated on the revalued amount	<u>1,460</u>	<u>1,460</u>
Historical cost surplus (deficit) on ordinary activities before taxation	<u><u>254,852</u></u>	<u><u>(140,366)</u></u>
Historical cost surplus (deficit) for the year after taxation and dividends	<u><u>263,922</u></u>	<u><u>(183,477)</u></u>

# DELTA-T DEVICES LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2013

### 1. ACCOUNTING POLICIES

The financial statements are prepared in accordance with applicable United Kingdom accounting standards. The particular accounting policies adopted are described below.

#### **Basis of accounting**

The financial statements are prepared under the historical cost convention as modified by the revaluation of freehold property.

#### **Going concern**

The society reported a positive improvement in 2013 following increased demand in the worldwide market for its products, and a concerted effort by members to control costs. The business made a significant profit in the year which has further boosted the strong balance sheet with significant cash reserves at bank. Forecasts have been prepared to 31 December 2014 showing a continuation in the profitability of the business. Post year-end sales to 31 March 2014 are ahead of target and the society feels the remainder of the year will meet budgetary targets.

The Management Committee therefore has a reasonable expectation that the society has adequate resources to continue in operational existence for the foreseeable future and is well placed to manage its business risks successfully. Accordingly, it continues to adopt the going concern basis in preparing the annual report and accounts.

#### **Turnover**

Turnover is the amount derived from the provision of goods and services falling within the society's ordinary activities, after deduction of trade discounts and value added tax.

#### **Research and development**

Expenditure on research and development is written off against profit in the year in which it is incurred.

#### **Taxation**

Current tax is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax is provided in full on timing differences, which result in an obligation at the balance sheet date to pay more tax, or a right to pay less tax, at a future date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from the inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in financial statements. Deferred tax is not provided on timing differences arising from the revaluation of fixed assets where there is no commitment to sell the asset. Deferred tax assets are recognised to the extent that it is regarded as more likely than not that they will be recovered. Deferred tax assets and liabilities are not discounted.

#### **Tangible fixed assets**

The transitional arrangements of FRS 15 have been adopted in the case of freehold land and buildings, where the valuation of £360,000 has not been updated since January 2000. The society has opted to freeze the value of the freehold land and buildings at the previously revalued amount.

Depreciation is not provided on freehold land.

On other assets depreciation is provided on cost or valuation in equal annual instalments over the estimated useful lives of the assets, which are:

Buildings	50 years
Plant and machinery	4 years
Fixtures and fittings	5 years
Office equipment	4 years
Computer software	3 years
Instrumentation	2 years
Special tooling	2 years
Computer hardware and peripherals	4 years

# DELTA-T DEVICES LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2013

### 1. ACCOUNTING POLICIES (continued)

#### Investments

Investments held as fixed assets are stated at cost less provision for any permanent impairment in value.

#### Stocks and work in progress

Stocks and work in progress are stated at the lower of cost and net realisable value. Cost represents materials and appropriate production overheads.

#### Pensions

The society operates a defined contribution pension scheme. The pension costs represent the amount of contributions payable to the pension scheme in respect of the accounting period.

#### Cash flow statement

The society has taken advantage of the exemption afforded to small companies not to prepare a cash flow statement.

#### Foreign exchange

Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are translated at the rate ruling at that date.

Invoices received and raised in a foreign currency are converted into sterling at the rate ruling at the date of receipt, or a rate predetermined at the start of each quarter. Upon payment or receipt of the invoices the difference between the sterling equivalent and the converted amount is written off as a profit or loss on exchange.

#### Leases

Operating lease rentals are charged to profit and loss in equal annual amounts over the lease term.

#### Provisions

The society performs remedial work under warranty within 24 months of delivery of goods at no additional cost and on any goods sold in previous periods which have been recalled.

Provisions are made for the anticipated costs of such remedial work expected to be required in respect of goods recalled in previous periods or goods sold in the financial period.

### 2. ANALYSIS OF TURNOVER

The turnover attributable to each of the society's geographical markets is:

	2013 £	2012 £
United Kingdom	321,029	427,959
Rest of Europe	1,115,464	1,142,885
Asia and Middle East	1,198,343	1,287,564
Africa	304,268	278,288
Central America	25,080	-
North America	421,465	319,216
South America	169,563	162,063
Australia	87,064	118,098
	<u>3,642,276</u>	<u>3,736,073</u>

# DELTA-T DEVICES LIMITED

## NOTES TO THE FINANCIAL STATEMENTS Year ended 31 December 2013

### 3. INFORMATION REGARDING EMPLOYEES

	2013 No	2012 No
<b>Average number of persons employed</b>		
Manufacturing staff	14	15
Support staff	2	2
Administration and sales staff	11	11
Research and development staff	13	13
	<u>40</u>	<u>41</u>
	£	£
<b>Staff costs during the year</b>		
Wages and salaries	1,312,620	1,311,041
Social security costs	139,289	139,848
Other pension costs	98,930	94,809
	<u>1,550,839</u>	<u>1,545,698</u>

### 4. OPERATING SURPLUS (DEFICIT)

	2013 £	2012 £
<b>Operating surplus (deficit) is after charging (crediting):</b>		
Depreciation - owned assets	80,073	88,067
Loss on sale of fixed assets	768	375
The analysis of auditor's remuneration is as follows:		
Fees payable to the company's auditor for the audit of the company's annual accounts	11,500	10,800
Foreign exchange gain	<u>(124,771)</u>	<u>(52,942)</u>

### 5. INTEREST RECEIVABLE

	2013 £	2012 £
Bank interest receivable	<u>5,841</u>	<u>564</u>

# DELTA-T DEVICES LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2013

### 6. TAX ON SURPLUS (DEFICIT) ON ORDINARY ACTIVITIES

	2013 £	2012 £
<b>Current taxation</b>		
Corporation tax at 20% (2012 - 20%)	(13,872)	(53,978)
Adjustment in respect of prior years	(5,156)	(3,167)
	<u>(19,028)</u>	<u>(57,145)</u>
<b>Deferred tax</b>		
Origination and reversal of timing differences	(12,714)	(5,244)
Adjustment in respect of prior years	4,172	-
	<u>(8,542)</u>	<u>(5,244)</u>
	<u>(27,570)</u>	<u>(62,389)</u>

The standard rate of tax for the year, based on the UK standard rate of corporation tax is 20% (2012 - 20%). The actual tax charge for the current and the previous year differs from the standard tax rate for the reasons set out in the following reconciliation:

	2013 £	2012 £
Surplus (deficit) on ordinary activities before tax	<u>253,392</u>	<u>(141,826)</u>
Tax on surplus (deficit) on ordinary activities at standard rate	50,678	(28,365)
Factors affecting credit for the year:		
Utilisation of tax losses	25,220	98,035
Disallowable expenses	1,255	535
Capital allowances in deficit of depreciation	12,815	6,140
Other timing differences	(100)	192
Research and development tax credits qualifying expenditure uplift	(89,868)	(76,537)
Adjustment in respect of prior years	(5,156)	(3,167)
R&D tax credit	(13,872)	(53,978)
Total actual amount of current tax	<u>(19,028)</u>	<u>(57,145)</u>

# DELTA-T DEVICES LIMITED

## NOTES TO THE FINANCIAL STATEMENTS Year ended 31 December 2013

### 7. TANGIBLE FIXED ASSETS

	Cost/Valuation			Total carried forward £
	Total brought forward £	Additions £	Disposals £	
Freehold land and buildings	381,518	-	-	381,518
Plant and machinery	168,563	-	(34,337)	134,226
Fixtures and fittings	170,545	-	(1,031)	169,514
Office equipment	31,065	-	(15,228)	15,837
Computer software	209,429	825	(31,116)	179,138
Instrumentation	105,720	-	(41,449)	64,271
Special tooling	57,810	-	(23,300)	34,510
Computer hardware and peripherals	195,471	3,175	(102,588)	96,058
	<u>1,320,121</u>	<u>4,000</u>	<u>(249,049)</u>	<u>1,075,072</u>
	Depreciation			Total carried forward £
	Total brought forward £	Charge in year £	Eliminated on disposals £	
Freehold land and buildings	70,821	5,443	-	76,264
Plant and machinery	134,504	12,873	(34,337)	113,040
Fixtures and fittings	154,542	6,647	(1,036)	160,153
Office equipment	29,417	796	(14,785)	15,428
Computer software	177,781	26,378	(31,116)	173,043
Instrumentation	96,775	8,481	(41,449)	63,807
Special tooling	53,659	3,179	(23,300)	33,538
Computer hardware and peripherals	160,110	16,276	(102,233)	74,153
	<u>877,609</u>	<u>80,073</u>	<u>(248,256)</u>	<u>709,426</u>
Net book value				
At 31 December 2013				<u>365,646</u>
At 31 December 2012				<u>442,512</u>

The transitional arrangements of FRS 15 have been adopted in the case of freehold land and buildings, where the valuation of £360,000 has not been updated since January 2000. The society has opted to freeze the value of the freehold land and buildings at the previously revalued amount, plus subsequent additions at cost.

# DELTA-T DEVICES LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2013

### 7. TANGIBLE FIXED ASSETS (continued)

The comparable amounts for freehold land and buildings under the historical cost convention are:

	2013 £	2012 £
Cost	253,923	253,923
Accumulated depreciation	95,677	91,694
Net book value	158,246	162,229

### 8. INVESTMENTS HELD AS FIXED ASSETS

	2013 £	2012 £
Other investments and loans	20	-

### 9. STOCKS AND WORK IN PROGRESS

	2013 £	2012 £
Raw materials and consumables	407,764	493,241
Work in progress	74,859	96,983
Provision	(45,737)	(18,831)
	436,886	571,393

### 10. DEBTORS

	2013 £	2012 £
Trade debtors	325,836	265,678
Corporation tax	13,871	57,145
Prepayments and accrued income	56,088	43,000
Other debtors	10,906	13,336
Deferred tax asset (note 13)	1,183	-
	407,884	379,159

All debtors are recoverable within one year.

### 11. CASH AT BANK AND HELD ON DEPOSIT

	2013 £	2012 £
Cash at bank	630,172	462,326
Cash held on deposit	255,000	-
	885,172	462,326



# DELTA-T DEVICES LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2013

### 12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2013 £	2012 £
Trade creditors	135,865	132,455
Taxation and social security	36,699	39,488
Other creditors	45,094	45,880
Accruals and deferred income	128,250	142,079
	<u>345,908</u>	<u>359,902</u>

### 13. PROVISIONS FOR LIABILITIES AND CHARGES

Provisions	2013 £	2012 £
Deferred tax	-	7,359
Warranty provision	12,000	12,000
	<u>12,000</u>	<u>19,359</u>

Deferred tax	2013 £	2012 £
Liability brought forward	7,359	12,603
Profit and loss account credit	(8,542)	(5,244)
(Asset) liability carried forward	<u>(1,183)</u>	<u>7,359</u>

The source of the balance on the deferred tax account is as follows:

	2013		2012	
	Provided £	Not provided £	Provided £	Not provided £
Capital allowances in excess of depreciation	1,217	-	9,860	-
Short term timing differences	(2,400)	-	(2,501)	-
	<u>(1,183)</u>	<u>-</u>	<u>7,359</u>	<u>-</u>

No provision has been made for potential deferred tax on the property revaluation as the society is not intending to selling the property in the foreseeable future. The potential corporation tax arising on disposal of the property at the revalued amount is estimated at £nil (2012 - £1,485).

#### Warranty provision

The provision for warranties relates to expected warranty repairs in the coming year on products sold by the organisation.

# DELTA-T DEVICES LIMITED

## NOTES TO THE FINANCIAL STATEMENTS Year ended 31 December 2013

### 14. CALLED UP SHARE CAPITAL

	2013 £	2012 £
Current members	37	36
Forfeited capital of former members	47	45
	<u>84</u>	<u>81</u>

During the year three (2012 - three) members were admitted, two (2012 - one) members ceased and the share capital of these two former members were forfeited (2012 - one).

### 15. SOCIALLY USEFUL FUNDS

	SU Fund £
At 1 January 2013	11,785
Donations for social and charitable objects	(894)
	<u>10,891</u>
At 31 December 2013	<u>10,891</u>

Subsequent to the year end the Management Committee declared a distribution of £20,000 (2012 - £nil) to be made available to the socially useful fund

### 16. STATEMENT OF MOVEMENTS ON RESERVES

	Revaluation reserve £	General reserve £
At 1 January 2013	149,046	1,260,857
Surplus for the year	-	280,962
Dividend paid (note 18)	-	(18,500)
Excess depreciation on revaluation reserve	(1,460)	1,460
	<u>147,586</u>	<u>1,524,779</u>
At 31 December 2013	<u>147,586</u>	<u>1,524,779</u>

## **DELTA-T DEVICES LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS**

**Year ended 31 December 2013**

#### **17. PENSION COSTS**

The society operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the society in an independently administered fund. The pension cost charge represents contributions payable by the society to the fund and amounted to £98,930 (2012 - £94,809).

#### **18. DIVIDENDS**

An interim dividend of £18,500 (£500 per member) was declared and paid in 2013.

The dividend declared after 31 December 2013 totalled £166,500 (£4,500 per current member's share), and was paid during 2014.