

Company Registration No. 03150185 (England and Wales)

BRECKNELL WILLIS COMPOSITES LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2010



BRECKNELL WILLIS COMPOSITES LIMITED

COMPANY INFORMATION

Directors	M C Casemore M J Bostelmann
Secretary	M J Bostelmann
Company number	03150185
Registered office	Craven House 16 Northumberland Avenue London WC2N 5AP
Independent Auditors	Saffery Champness Lion House Red Lion Street London WC1R 4GB
Bankers	Barclays Bank plc PO Box 328 3 Bedford Street Exeter EX1 1XG

BRECKNELL WILLIS COMPOSITES LIMITED

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BRECKNELL WILLIS COMPOSITES LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2010

The directors present their report and financial statements for the year ended 31 December 2010

Principal activities

The principal activity of the company continued to be that of manufacturing fibre reinforced composite products which included contact moulding (hand lay), resin transfer moulding (RTM), vacuum infusion, vacuum bagging, and chop strand deposit

Directors

The following directors have held office since 1 January 2010

M C Casemore
M J Bostelmann

Auditors

Saffery Champness have expressed their willingness to remain in office as auditors of the company

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 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 accounting 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 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

BRECKNELL WILLIS COMPOSITES LIMITED

**DIRECTORS' REPORT (continued)
FOR THE YEAR ENDED 31 DECEMBER 2010**

Statement of disclosure to auditors

So far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditors are aware of that information.

This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

On behalf of the board



M C Casemore

Director

.. 21/3/11

BRECKNELL WILLIS COMPOSITES LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF BRECKNELL WILLIS COMPOSITES LIMITED

We have audited the financial statements of Brecknell Willis Composites Limited for the year ended 31 December 2010 set out on pages 5 to 11. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

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 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 Directors' Responsibilities Statement set out on pages 1 - 2, 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 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.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2010 and of its profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; 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.

BRECKNELL WILLIS COMPOSITES LIMITED

INDEPENDENT AUDITORS' REPORT (continued)

TO THE MEMBERS OF BRECKNELL WILLIS COMPOSITES LIMITED

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

Saffery Champness

David Lemon (Senior Statutory Auditor)
for and on behalf of Saffery Champness

21/5/11

Chartered Accountants
Statutory Auditors

Lion House
Red Lion Street
London
WC1R 4GB

BRECKNELL WILLIS COMPOSITES LIMITED**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2010**

		2010	2009
	Notes	£	£
Turnover	2	2,833,507	2,849,308
Cost of sales		<u>(1,950,201)</u>	<u>(2,236,628)</u>
Gross profit		883,306	612,680
Distribution costs		(53,930)	(73,918)
Administrative expenses		<u>(273,404)</u>	<u>(255,301)</u>
Operating profit	3	555,972	283,461
Other interest receivable and similar income	4	298	162
Interest payable and similar charges		<u>-</u>	<u>(32)</u>
Profit on ordinary activities before taxation		556,270	283,591
Tax on profit on ordinary activities	5	<u>(157,827)</u>	<u>(76,702)</u>
Profit for the year	13	<u><u>398,443</u></u>	<u><u>206,889</u></u>

The notes on pages 7 to 11 form part of these financial statements

BRECKNELL WILLIS COMPOSITES LIMITED

**BALANCE SHEET
AS AT 31 DECEMBER 2010**

	Notes	£	2010 £	£	2009 £
Fixed assets					
Tangible assets	7		409,586		454,186
Current assets					
Stocks		511,206		363,819	
Debtors	8	746,609		769,967	
Cash at bank and in hand		310,154		150,400	
		<u>1,567,969</u>		<u>1,284,186</u>	
Creditors: amounts falling due within one year	9	<u>(590,411)</u>		<u>(697,949)</u>	
Net current assets			<u>977,558</u>		<u>586,237</u>
Total assets less current liabilities			<u>1,387,144</u>		<u>1,040,423</u>
			<u>1,387,144</u>		<u>1,040,423</u>
Capital and reserves					
Called up share capital	12		450,000		450,000
Profit and loss account	13		937,144		590,423
Shareholders' funds			<u>1,387,144</u>		<u>1,040,423</u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

The notes on pages 7 to 11 form part of these financial statements

Approved by the Board for issue on 21 - 03 - 2011



M C Casemore
Director

Company Registration No. 03150185

BRECKNELL WILLIS COMPOSITES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2010**

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated)

1.3 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows

Land	nil depreciation
Freehold buildings	over 50 years, on a straight line basis
Building Improvements	over 10 years, on a straight line basis
Plant and machinery	between 2 and 10 years on a straight line basis
Tooling	over 2 years, on a straight line basis
Motor vehicles	over 4 years, on a straight line basis

1.5 Stock

Stock is valued at the lower of cost and net realisable value

1.6 Foreign currency translation

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

2 Turnover

In the year to 31 December 2010 4% (2009 - 2%) of the company's turnover was to markets outside the United Kingdom

BRECKNELL WILLIS COMPOSITES LIMITED**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2010**

3 Operating profit	2010	2009
	£	£
Operating profit is stated after charging		
Depreciation of tangible assets	52,997	75,543
Loss on foreign exchange transactions	12	-
Operating lease rentals		
- Plant and machinery	3,300	6,928
- Other assets	63,581	71,975
Auditors' remuneration	12,250	11,000
Directors' emoluments	94,134	76,698
and after crediting		
Profit on disposal of tangible assets	-	(5,652)
	<u> </u>	<u> </u>
<p>The number of directors for whom retirement benefits are accruing under defined benefit schemes amounted to 1 (2009- 1)</p>		
4 Investment income	2010	2009
	£	£
Bank interest	298	162
	<u> </u>	<u> </u>
	<u>298</u>	<u>162</u>
	<u> </u>	<u> </u>
5 Taxation	2010	2009
	£	£
Domestic current year tax		
U K corporation tax	159,914	85,568
Adjustment for prior years	(2,087)	-
	<u> </u>	<u> </u>
Total current tax	157,827	85,568
Deferred tax		
Deferred tax charge/credit current year	-	(8,866)
	<u> </u>	<u> </u>
	<u>157,827</u>	<u>76,702</u>
	<u> </u>	<u> </u>

BRECKNELL WILLIS COMPOSITES LIMITED**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2010**

6 Dividends	2010	2009
	£	£
Ordinary final paid	51,722	-

7 Tangible fixed assets	Land and buildings	Plant and machinery etc	Total
	£	£	£
Cost			
At 1 January 2010	330,822	557,079	887,901
Additions	1,068	7,329	8,397
Disposals	-	(81,852)	(81,852)
At 31 December 2010	331,890	482,556	814,446
Depreciation			
At 1 January 2010	8,860	424,855	433,715
On disposals	-	(81,852)	(81,852)
Charge for the year	4,043	48,954	52,997
At 31 December 2010	12,903	391,957	404,860
Net book value			
At 31 December 2010	318,987	90,599	409,586
At 31 December 2009	321,962	132,224	454,186

8 Debtors	2010	2009
	£	£
Trade debtors	679,449	690,278
Amounts owed by group undertakings	24,181	38,147
Deferred tax asset	18,429	18,429
Prepayments	22,915	22,456
Other debtors	1,635	657
	746,609	769,967

BRECKNELL WILLIS COMPOSITES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2010**

9 Creditors: amounts falling due within one year	2010	2009
	£	£
Bank loans and overdrafts	1,385	-
Trade creditors	208,759	239,292
Amounts owed to group undertakings	86,026	257,284
Taxation and social security	209,097	152,018
Other creditors	85,144	49,355
	<u>590,411</u>	<u>697,949</u>

10 Provisions for liabilities and charges

The deferred tax asset (included in debtors, note 8) is made up as follows:

	2010	
	£	
Balance at 1 January 2010 & at 31 December 2010	<u>(18,429)</u>	
	2010	2009
	£	£
Decelerated capital allowances	<u>(18,429)</u>	<u>(18,429)</u>

11 Pension costs

The company is an affiliate member of the Brecknell Willis and Co Limited Pension and Life Assurance Scheme which is a defined benefit scheme whose contributions are determined by a qualified actuary. The pension costs representing the company's contributions to this fund amounted to £15,840 (2009: £15,749) of which £1,685 (2009: £1,685) was outstanding at the year end. The scheme is closed to new members and the costs may be expected to increase in the future. Further details regarding this scheme are given in the accounts of Brecknell Willis and Co Limited.

As an alternative the company offers a stakeholder scheme. There have been no joiners or leavers during the year and the number of members benefiting from the scheme is nil (2009: nil).

12 Share capital	2010	2009
	£	£
Allotted, called up and fully paid 450,000 Ordinary shares of £1 each	<u>450,000</u>	<u>450,000</u>

BRECKNELL WILLIS COMPOSITES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2010**

13 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 January 2010	590,423
Profit for the year	398,443
Dividends paid	<u>(51,722)</u>
Balance at 31 December 2010	<u><u>937,144</u></u>

14 Financial commitments

At 31 December 2010 the company was committed to making the following payments under non-cancellable operating leases in the year to 31 December 2011

	2010 £	2009 £
Operating leases which expire		
Within one year	-	3,510
Between two and five years	2,976	68
In over five years	<u>59,813</u>	<u>-</u>
	<u><u>62,789</u></u>	<u><u>3,578</u></u>

15 Control

The company considers Fandstan Electric Group Limited, a company incorporated in England and Wales, to be its ultimate parent company. The company is ultimately controlled by Lord and Lady Tanlaw by virtue of their shareholding in the company's ultimate parent company.

Consolidated accounts for Fandstan Electric Group Limited are available from Companies House

16 Related party relationships and transactions

There were no related party transactions other than with group companies. Advantage has been taken of the exemption contained in Financial Reporting Statement 8 Related Party Disclosures from disclosing transactions with other group entities