

2

Registered number
03156874

Macaw Engineering Limited
Report and Accounts
31 December 2014

THURSDAY



A46ET6FK
A30 30/04/2015 #67
COMPANIES HOUSE

Macaw Engineering Limited
Report and accounts
Contents

	Page
Company information	1
Directors' report	2
Strategic report	3
Independent auditors' report	4
Profit and loss account	5
Balance sheet	6
Cash flow statement	7
Notes to the accounts	8

**Macaw Engineering Limited
Company Information**

Directors

I S Diggory
Horons Holding AG

Auditors

Bell Anderson Limited
Lindum
264-266 Durham Road
Gateshead
Tyne & Wear
NE8 4JR

Registered office

Floor 2, Q5
Quorum Business Park
Newcastle Upon Tyne
Tyne and Wear
NE12 8BS

Registered number

03156874

Macaw Engineering Limited

Registered number: 03156874

Directors' Report

The directors present their report and accounts for the year ended 31 December 2014.

Principal activities

The company's principal activity during the year continued to be the provision of Engineering Consultancy Services.

Directors

The following persons served as directors during the year:

I S Diggory
Horons Holding AG

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). Under company law the directors must not approve the accounts 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 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 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 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.

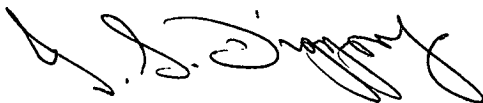
Disclosure of information to auditors

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 30 March 2015 and signed on its behalf.

I S Diggory
Director



Macaw Engineering Limited Strategic Report

Business Review

The Directors are satisfied with the results for the year. The directors will continue to monitor and review the performance during 2015 with a view to continuing to improve both the financial and targeted non-financial results achieved. The relative financial strength gained from the implementation of these strategies has resulted in the company being in a strong position to take advantage of any business opportunities as they arise.

Risks and Uncertainties

Whilst the Directors are satisfied with the results it should be noted that the company continues to operate against varying trading conditions and uncertainties.

There are still uncertainties concerning the varying price of oil. The Directors have recognised this risk and continue to monitor this risk.

This report was approved by the board on 30 March 2015 and signed on its behalf.

I S Diggory
Director



Macaw Engineering Limited
Independent auditors' report
to the members of Macaw Engineering Limited

We have audited the accounts of Macaw Engineering Limited for the year ended 31 December 2014 which comprise the Profit and Loss Account, the Balance Sheet, the Cash Flow Statement 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 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 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 and express an opinion on 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 of the accounts

A description of the scope of an audit of financial statements is provided on the APB's website at www.frc.org.uk/auditscopeukprivate

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 31 December 2014 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 and the Strategic 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.



Michael Anderson BA, FCA
(Senior Statutory Auditor)
for and on behalf of
Bell Anderson Limited
Accountants and Statutory Auditors
30 March 2015

Lindum
264-266 Durham Road
Gateshead
Tyne & Wear
NE8 4JR

Macaw Engineering Limited
Profit and Loss Account
for the year ended 31 December 2014

	Notes	2014 £	2013 £
Turnover	2	7,019,600	7,121,806
Cost of sales		(3,922,035)	(4,081,964)
Gross profit		<u>3,097,565</u>	<u>3,039,842</u>
Administrative expenses		(2,752,010)	(2,454,145)
Operating profit	3	<u>345,555</u>	<u>585,697</u>
Interest receivable		-	52
Profit on ordinary activities before taxation		<u>345,555</u>	<u>585,749</u>
Tax on profit on ordinary activities	6	55,424	(136,023)
Profit for the financial year		<u>400,979</u>	<u>449,726</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

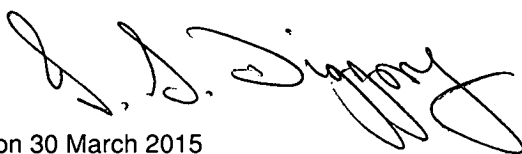
The company has no recognised gains or losses other than the profit for the above two financial years.

Macaw Engineering Limited
Balance Sheet
as at 31 December 2014

	Notes	2014 £	2013 £
Fixed assets			
Tangible assets	7	137,056	165,780
Current assets			
Accrued Income	8	585,697	391,742
Debtors	9	1,659,191	1,315,383
Cash at bank and in hand		336,172	301,461
		<u>2,581,060</u>	<u>2,008,586</u>
Creditors: amounts falling due within one year	10	(1,233,682)	(1,098,778)
Net current assets		<u>1,347,378</u>	<u>909,808</u>
Total assets less current liabilities		<u>1,484,434</u>	<u>1,075,588</u>
Creditors: amounts falling due after more than one year	11	(7,867)	-
Net assets		<u>1,476,567</u>	<u>1,075,588</u>
Capital and reserves			
Called up share capital	13	16,500	16,500
Share premium	14	16,875	16,875
Profit and loss account	15	1,443,192	1,042,213
Shareholders' funds	16	<u>1,476,567</u>	<u>1,075,588</u>

I S Diggory
 Director

Approved by the board on 30 March 2015



Macaw Engineering Limited
Cash Flow Statement
for the year ended 31 December 2014

	Notes	2014 £	2013 £
Reconciliation of operating profit to net cash inflow from operating activities			
Operating profit		345,555	586,615
Depreciation and amortisation		72,936	59,527
Increase in accrued income		(193,955)	(85,203)
Increase in debtors		(343,808)	(414,316)
Increase in creditors		242,649	88,012
Net cash inflow from operating activities		<u>123,377</u>	<u>234,635</u>
CASH FLOW STATEMENT			
Net cash inflow from operating activities		123,377	234,635
Returns on investments and servicing of finance	17	-	52
Taxation		(54,846)	(65,444)
Capital expenditure	17	<u>(44,212)</u>	<u>(103,455)</u>
		24,319	65,788
Financing	17	10,392	-
Increase in cash		<u>34,711</u>	<u>65,788</u>
Reconciliation of net cash flow to movement in net debt			
Increase in cash in the period		34,711	65,788
Increase in debt and lease financing		(10,392)	-
Change in net debt	18	<u>24,319</u>	<u>65,788</u>
Net funds at 1 January		<u>301,461</u>	<u>235,673</u>
Net funds at 31 December		<u>325,780</u>	<u>301,461</u>

Macaw Engineering Limited
Notes to the Accounts
for the year ended 31 December 2014

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.

Turnover

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

Depreciation

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

Freehold buildings	over 50 years
Leasehold land and buildings	over the lease term
Plant and machinery	over 1, 3, 4 and 5 years

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 and hire purchase commitments

Assets held under finance leases and hire purchase contracts, which are those where substantially all the risks and rewards of ownership of the asset have passed to the company, are capitalised in the balance sheet and depreciated over their useful lives. The corresponding lease or hire purchase obligation is treated in the balance sheet as a liability.

The interest element of the rental obligations is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding.

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.

.. **Macaw Engineering Limited**
Notes to the Accounts
for the year ended 31 December 2014

2 Analysis of turnover	2014	2013
	£	£
By activity:		
Engineering consultancy services	<u>7,019,600</u>	<u>7,121,806</u>
By geographical market:		
UK	3,663,759	3,303,775
Europe	2,961,141	2,702,097
Rest of world	<u>394,700</u>	<u>1,115,934</u>
	<u>7,019,600</u>	<u>7,121,806</u>
3 Operating profit	2014	2013
	£	£
This is stated after charging:		
Depreciation of owned fixed assets	71,953	59,527
Depreciation of assets held under finance leases and hire purchase contracts	983	-
Operating lease rentals - land buildings	171,375	146,720
Auditors' remuneration for audit services	<u>5,500</u>	<u>5,300</u>
4 Directors' emoluments	2014	2013
	£	£
Emoluments	34,931	70,433
Company contributions to money purchase pension schemes	<u>46,738</u>	<u>19,594</u>
	<u>81,669</u>	<u>90,027</u>
Number of directors in company pension schemes:	2014	2013
	Number	Number
Money purchase schemes	<u>1</u>	<u>1</u>
5 Staff costs	2014	2013
	£	£
Wages and salaries	3,581,266	2,899,790
Social security costs	348,054	313,573
Other pension costs	<u>401,058</u>	<u>318,331</u>
	<u>4,330,378</u>	<u>3,531,694</u>
Average number of employees during the year	Number	Number
Directors	1	1
Support	9	8
Operational	<u>69</u>	<u>60</u>
	<u>79</u>	<u>69</u>

Macaw Engineering Limited
Notes to the Accounts
for the year ended 31 December 2014

6 Taxation	2014	2013
	£	£
Analysis of charge in period		
Current tax:		
UK corporation tax on profits of the period	73,504	136,023
Adjustments in respect of previous periods	<u>(128,928)</u>	<u>-</u>
	<u>(55,424)</u>	<u>136,023</u>
Tax on profit on ordinary activities	<u>(55,424)</u>	<u>136,023</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:

	2014	2013
	£	£
Profit on ordinary activities before tax	<u>345,555</u>	<u>585,749</u>
Standard rate of corporation tax in the UK	30%	30%
	£	£
Profit on ordinary activities multiplied by the standard rate of corporation tax	103,667	175,725
Effects of:		
Expenses not deductible for tax purposes	(30,163)	(39,702)
Adjustments to tax charge in respect of previous periods	<u>(128,928)</u>	<u>-</u>
Current tax charge for period	<u>(55,424)</u>	<u>136,023</u>

Factors that may affect future tax charges

None

7 Tangible fixed assets

	Fixtures, fittings, tools and equipment £
Cost	
At 1 January 2014	443,662
Additions	44,425
Disposals	<u>(1,238)</u>
At 31 December 2014	<u>486,849</u>
Depreciation	
At 1 January 2014	277,882
Charge for the year	72,936
On disposals	<u>(1,025)</u>
At 31 December 2014	<u>349,793</u>
Net book value	
At 31 December 2014	<u>137,056</u>
At 31 December 2013	<u>165,780</u>

Macaw Engineering Limited
Notes to the Accounts
for the year ended 31 December 2014

8	Accrued Income		2014	2013
			£	£
	Accrued Income		<u>585,697</u>	<u>391,742</u>
9	Debtors		2014	2013
			£	£
	Trade debtors		956,728	636,044
	Amounts owed by group undertakings and undertakings in which the company has a participating interest		543,737	582,503
	Other debtors		10,777	-
	Prepayments and accrued income		<u>147,949</u>	<u>96,836</u>
			<u>1,659,191</u>	<u>1,315,383</u>
10	Creditors: amounts falling due within one year		2014	2013
			£	£
	Obligations under finance lease and hire purchase contracts		2,525	-
	Trade creditors		179,364	144,558
	Corporation tax		25,754	136,024
	Other taxes and social security costs		168,889	85,953
	Other creditors		517,249	309,348
	Accruals and deferred income		<u>339,901</u>	<u>422,895</u>
			<u>1,233,682</u>	<u>1,098,778</u>
11	Creditors: amounts falling due after one year		2014	2013
			£	£
	Obligations under finance lease and hire purchase contracts		<u>7,867</u>	<u>-</u>
12	Obligations under finance leases and hire purchase contracts		2014	2013
			£	£
	Amounts payable:			
	Within one year		2,525	-
	Within two to five years		<u>7,867</u>	<u>-</u>
			<u>10,392</u>	<u>-</u>
13	Share capital	Nominal value	2014 Number	2014
				2013
				£
	Allotted, called up and fully paid:			£
	Ordinary shares	£1 each	16,500	<u>16,500</u>
				<u>16,500</u>

Macaw Engineering Limited
Notes to the Accounts
for the year ended 31 December 2014

14 Share premium		2014		
		£		
At 1 January 2014		16,875		
At 31 December 2014		<u>16,875</u>		
15 Profit and loss account		2014		
		£		
At 1 January 2014		1,042,213		
Profit for the financial year		400,979		
At 31 December 2014		<u>1,443,192</u>		
16 Reconciliation of movement in shareholders' funds		2014	2013	
		£	£	
At 1 January		1,075,588	625,862	
Profit for the financial year		400,979	449,726	
At 31 December		<u>1,476,567</u>	<u>1,075,588</u>	
17 Gross cash flows		2014	2013	
		£	£	
Returns on investments and servicing of finance				
Interest received		-	52	
Capital expenditure				
Payments to acquire tangible fixed assets		(44,425)	(105,968)	
Receipts from sales of tangible fixed assets		213	2,513	
		<u>(44,212)</u>	<u>(103,455)</u>	
Financing				
Capital element of finance lease rental payments		<u>10,392</u>	-	
18 Analysis of changes in net debt				
	At 1 Jan	Cash flows	Non-cash	At 31 Dec
	2014		changes	2014
	£	£	£	£
Cash at bank and in hand	301,461	34,711		336,172
Finance leases	-	(10,392)		(10,392)
Total	<u>301,461</u>	<u>24,319</u>	-	<u>325,780</u>

Macaw Engineering Limited
Notes to the Accounts
for the year ended 31 December 2014

19 Other financial commitments

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

	Land and buildings 2014 £	Land and buildings 2013 £	Other 2014 £	Other 2013 £
Operating leases which expire: in over five years	<u>182,284</u>	<u>189,000</u>	<u>-</u>	<u>-</u>

20 Ultimate controlling party

The immediate parent company is Horonu Holding Limited. The ultimate parent company is Rosen Swiss Holding AG.