

Company Registration No 3344509 (England and Wales)

MT ELECTRONICS LIMITED
DIRECTOR'S REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2011

WEDNESDAY



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MT ELECTRONICS LIMITED

COMPANY INFORMATION

Director	Wai Hung Sum
Secretary	Yu Sum
Company number	3344509
Registered office	5th Floor 7/10 Chandos Street London W1G 9DQ
Auditors	Simmons Gainsford LLP 7/10 Chandos Street Cavendish Square London W1G 9DQ
Business address	Unit C, Nexus Point Gavin Way Holford Birmingham B6 7AF

MT ELECTRONICS LIMITED

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MT ELECTRONICS LIMITED

DIRECTOR'S REPORT

FOR THE YEAR ENDED 31 MARCH 2011

The director presents his report and financial statements for the year ended 31 March 2011

Principal activities

The principal activity of the company continued to be that of importation and sale of computer components

Trading condition and competition in computer and telecommunication industry remain intense during the year under review

Against expectation, turnover declined considerably from £6,608,044 to £2,547,752 in 2011. The company enjoys slight recovery in gross profit margin of 15.39% (2010: 9.57%) as a result of reorganisation in sourcing network.

The management regularly reviews and adopts appropriate policy against business risks particularly in supply chain and currency movement. It is important to retain reliability in maintaining latest product range.

At the time of the writing, the director remains cautious in making full recovery of trading and profitability.

Director

The following director has held office since 1 April 2010:

Wai Hung Sum

Auditors

In accordance with the Company's Articles, a resolution proposing that Simmons Gainsford LLP be reappointed as auditors of the company will be put at a General Meeting.

Statement of director's responsibilities

The director is responsible for preparing the Director's Report and the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has 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 director must not approve the financial statements unless he is 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 director is 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 director is 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 him to ensure that the financial statements comply with the Companies Act 2006. He is 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.

MT ELECTRONICS LIMITED

DIRECTOR'S REPORT (CONTINUED)

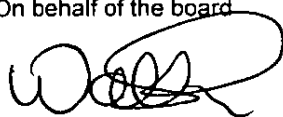
FOR THE YEAR ENDED 31 MARCH 2011

Statement of disclosure to auditors

So far as the director is aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the director has taken all the necessary steps that he ought to have taken as director in order to make himself 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



Wai Hung Sum

Director

9 March 2012

MT ELECTRONICS LIMITED

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF MT ELECTRONICS LIMITED

We have audited the financial statements of MT Electronics Limited for the year ended 31 March 2011 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 director and auditors

As explained more fully in the Director's Responsibilities Statement set out on pages 1 - 2, the director is 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 director, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Director's Report to identify material inconsistencies with the audited financial statements. 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 company's affairs as at 31 March 2011 and of its loss 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 Director's Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

MT ELECTRONICS LIMITED

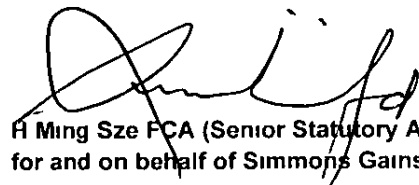
INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE MEMBERS OF MT ELECTRONICS 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 director was 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 director's report



H Ming Sze FCA (Senior Statutory Auditor)
for and on behalf of Simmons Gainsford LLP

9 March 2012

Chartered Accountants
Statutory Auditor

7/10 Chandos Street
Cavendish Square
London
W1G 9DQ

MT ELECTRONICS LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2011

	Notes	2011 £	2010 £
Turnover		2,547,752	6,608,044
Cost of sales		(2,155,732)	(5,975,531)
Gross profit		392,020	632,513
Distribution costs		(2,751)	(2,980)
Administrative expenses		(603,827)	(699,387)
Other operating income		294	164
Operating loss	2	(214,264)	(69,690)
Other interest receivable and similar income	3	24	1,081
Interest payable and similar charges		(2,759)	(1,481)
Loss on ordinary activities before taxation		(216,999)	(70,090)
Tax on loss on ordinary activities	4	-	183
Loss for the year	11	(216,999)	(69,907)

MT ELECTRONICS LIMITED

BALANCE SHEET

AS AT 31 MARCH 2011

	Notes	2011 £	£	2010 £	£
Fixed assets					
Tangible assets	5		42,054		39,126
Current assets					
Stocks		348,475		1,011,387	
Debtors	6	201,640		452,768	
Cash at bank and in hand		34,814		124,459	
		584,929		1,588,614	
Creditors amounts falling due within one year	7	(300,945)		(1,080,922)	
Net current assets			283,984		507,692
Total assets less current liabilities			326,038		546,818
Creditors amounts falling due after more than one year	8		(55,904)		(59,686)
			270,134		487,132
Capital and reserves					
Called up share capital	10		11,900		11,900
Share premium account	11		99,727		99,727
Profit and loss account	11		158,507		375,505
Shareholders' funds			270,134		487,132

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)

Approved by the Board for issue on 9 March 2012



Wai Hung Sum
Director

Company Registration No 3344509

MT ELECTRONICS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2011

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

Fixtures, fittings & equipment	33% straight line
Motor vehicles	15% straight line

1.5 Pensions

The company operates a defined contribution scheme for the benefit of its employees. Contributions payable are charged to the profit and loss account in the year they are payable.

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 Operating loss	2011 £	2010 £
Operating loss is stated after charging		
Depreciation of tangible assets	11,395	6,918
Auditors' remuneration	15,538	14,000
Director's remuneration	31,671	31,671

The number of directors for whom retirement benefits are accruing under defined contribution schemes amounted to 1(2010 - 1)

3 Investment income	2011 £	2010 £
Bank interest	24	1,081
	<u>24</u>	<u>1,081</u>

MT ELECTRONICS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2011

4	Taxation	2011 £	2010 £
	Domestic current year tax		
	Adjustment for prior years	-	(183)
	Total current tax	<u>-</u>	<u>(183)</u>

The company has estimated losses of £ 280,653 (2010 - £ 68,110) available for carry forward against future trading profits

On the basis of these financial statements no provision has been made for corporation tax

MT ELECTRONICS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2011

5 Tangible fixed assets

	Fixtures, fittings & equipment £	Motor vehicles £	Total £
Cost			
At 1 April 2010	217,303	67,038	284,341
Additions	14,323	-	14,323
At 31 March 2011	231,626	67,038	298,664
Depreciation			
At 1 April 2010	216,649	28,566	245,215
Charge for the year	5,320	6,075	11,395
At 31 March 2011	221,969	34,641	256,610
Net book value			
At 31 March 2011	9,657	32,397	42,054
At 31 March 2010	654	38,472	39,126

Included above are assets held under finance leases or hire purchase contracts as follows

	Motor vehicles £
Net book values	
At 31 March 2011	32,397
At 31 March 2010	38,472
Depreciation charge for the year	
At 31 March 2011	6,075
At 31 March 2010	2,025

6 Debtors

	2011 £	2010 £
Trade debtors	84,399	279,527
Other debtors	117,241	173,241
	201,640	452,768

MT ELECTRONICS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2011

7	Creditors' amounts falling due within one year	2011	2010
		£	£
	Bank loans and overdrafts	-	54,515
	Net obligations under finance leases	3,783	8,783
	Trade creditors	208,864	844,158
	Taxation and social security	48,004	59,150
	Other creditors	40,294	114,316
		<u>300,945</u>	<u>1,080,922</u>
8	Creditors' amounts falling due after more than one year	2011	2010
		£	£
	Net obligations under finance leases	27,882	31,664
	Other creditors	28,022	28,022
		<u>55,904</u>	<u>59,686</u>
	Analysis of loans		
	Wholly repayable within five years	<u>28,022</u>	<u>28,022</u>
9	Pension costs		
	Defined contribution		
		2011	2010
		£	£
	Contributions payable by the company for the year	<u>13,906</u>	<u>13,906</u>
10	Share capital	2011	2010
		£	£
	Allotted, called up and fully paid		
	11,900 Ordinary share of £1 each	<u>11,900</u>	<u>11,900</u>

MT ELECTRONICS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2011

11 Statement of movements on reserves

	Share premium account £	Profit and loss account £
Balance at 1 April 2010	99,727	375,506
Loss for the year	-	(216,999)
Balance at 31 March 2011	<u>99,727</u>	<u>158,507</u>

12 Financial commitments

At 31 March 2011 the company was committed to making the following payments under non-cancellable operating leases in the year to 31 March 2012

	2011 £	2010 £
Operating leases which expire Between two and five years	<u>71,453</u>	<u>71,453</u>

13 Control

80% of the company's issued share capital is owed by MIL (HK) Limited, a company registered in Hong Kong

14 Related party relationships and transactions

The company was under the control of MIL (HK) Limited, a company registered in Hong Kong throughout the current year. The sole director and managing officer is Mr W H Sum who owns 20% of the issued share capital.