

Registered No 2877815

OSO Hotwater (UK) Limited

Abbreviated Accounts

31 December 2011

FRIDAY



A1CKVJFM

A07

06/07/2012

#333

COMPANIES HOUSE

Directors

Hans Olav Rostveit (Chairman)
Michael Stuart Elsy
Sigurd Braathen

Secretary

Thomas Pegram

Auditors

Ernst & Young LLP
Citygate
St James' Boulevard
Newcastle upon Tyne
NE1 4JD

Bankers

Svenska Handelsbanken
Earl Grey House
75/85 Grey Street
Newcastle Upon Tyne
NE1 6EF

Solicitors

Muckle LLP
Time Central
32 Gallowgate
Newcastle upon Tyne
NE1 4BF

Registered Office

E15 Marquis Court
Team Valley Trading Estate
Gateshead
Tyne and Wear
NE11 ORU

Independent auditors' report

to OSO Hotwater (UK) Limited under Section 449 of the Companies Act 2006

We have examined the company's abbreviated accounts which comprise the Balance Sheet and related notes 1 to 6 set out on pages 3 to 6, together with the financial statements of OSO Hotwater (UK) Limited for the year ended 31 December 2011 prepared under section 396 of the Companies Act 2006

This report is made solely to the company in accordance with Section 449 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company 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 as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with section 444 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the regulations made under that section and to report our opinion to you.

We conducted our work in accordance with Bulletin 2008/4 issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts are properly prepared.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 444(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the regulations made under that section.

Ernst & Young W

Caroline Mulley (Senior Statutory Auditor)
For and on behalf of Ernst & Young LLP, Statutory Auditor
Newcastle upon Tyne

Date *26 JUNE 2012*


Abbreviated balance sheet

at 31 December 2011

	Note	2011 £	2010 £
Fixed assets			
Intangible assets	2	-	-
Tangible assets	3	11,778	8,627
		<u>11,778</u>	<u>8,627</u>
Current assets			
Stocks		753,163	651,943
Debtors		659,095	760,989
Cash at bank and in hand		251,390	502,512
		<u>1,663,648</u>	<u>1,915,444</u>
Creditors amounts falling due within one year		784,132	921,652
		<u>879,516</u>	<u>993,792</u>
Net current assets			
		<u>891,294</u>	<u>1,002,419</u>
Total assets less current liabilities			
		<u>891,294</u>	<u>1,002,419</u>
Capital and reserves			
Called up share capital	4	140,000	140 000
Profit and loss account		751,294	862,419
		<u>891,294</u>	<u>1,002,419</u>
Equity shareholders' funds			
		<u>891,294</u>	<u>1,002,419</u>

The abbreviated accounts have been prepared in accordance with the special provisions of the Companies Act 2006 relating to companies subject to the small companies regime

The abbreviated accounts were approved by the board on 21 June 2012 and signed on their behalf by


Managing Director

Notes to the abbreviated accounts

at 31 December 2011

1. Accounting policies

Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with applicable UK accounting standards

Depreciation

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

Fixtures and fittings - over 2 to 10 years

The carrying values of tangible fixed assets are reviewed for impairment in periods if events or changes in circumstances indicate the carrying value may not be recoverable

Licences

Licences are capitalised at cost

Licences are amortised on a straight line basis over their estimated useful lives of 10 years. The carrying value of licences is reviewed for impairment when events or changes in circumstances indicate the carrying value may not be recoverable

Stocks

Stocks are stated at the lower of cost and net realisable value. Cost includes all costs incurred in bringing each product to its present location and condition, as follows

Goods for resale - purchase cost on a first-in, first-out basis plus attributable freight and warehousing costs

Net realisable value is based on estimated selling price less any further costs expected to be incurred to disposal

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 have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more, tax, with the following exception

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date

Notes to the abbreviated accounts

at 31 December 2011

1. Accounting policies (continued)

Foreign currencies

Transactions in foreign currencies were recorded at the rate ruling at the date of the transaction in the early part of the year, and latterly at an agreed rate decided by the board of directors in each meeting thereafter, for the remainder of the trading year

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

Rentals payable under operating leases are charged in the profit and loss account on a straight line basis over the lease term

Leasing and hire purchase commitments

Rentals payable under operating leases are charged to the profit and loss account 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

2. Intangible fixed assets

	<i>Total</i> £
Cost	
At 1 January 2011 and 31 December 2011	44,230
Amortisation	
At 1 January 2011 and 31 December 2011	44,230
Net book value	
At 1 January 2011 and 31 December 2011	-

Notes to the abbreviated accounts

at 31 December 2011

3. Tangible fixed assets

	<i>Total</i> £
Cost	
At 1 January 2011	14,751
Additions	10,187
At 31 December 2011	<u>24,938</u>
Depreciation	
At 1 January 2011	6,124
Charge for the year	7,036
At 31 December 2011	<u>13,160</u>
Net book value	
At 31 December 2011	<u>11,778</u>
At 1 January 2011	<u>8,627</u>

4. Share capital

	<i>Authorised</i> <i>2011 and 2010</i> <i>No</i>	<i>Allotted, Called up and fully paid</i> <i>2011 and 2010</i> £
Ordinary shares of £1 each	140,000	140,000

5. Ultimate parent undertaking and controlling party

The parent undertaking of the group of undertakings for which group financial statements are drawn up and of which the company is a member, is the company's ultimate parent undertaking OSO Hotwater Group AS a company which is incorporated in Norway. Copies of OSO Hotwater Group AS financial statements can be obtained from OSO Hotwater Group AS, Financial Dept, Box 112, 3301 Hokksund, Norway. In the opinion of the directors, OSO Hotwater Group AS is also the ultimate controlling party of the company.

6. Related parties

During the year the company purchased goods in the normal course of business from OSO Hotwater Export AS, its parent undertaking for £2,342,327 (2010 – £2,926,116). All transactions are conducted at arms' length and on normal commercial terms. At the balance sheet date the amount due to OSO Hotwater Export AS was £573,110 (2010 – £477,197).