

Registered number: 02877815

OSO Hotwater (U.K.) Limited

Annual report - filing copy

31 December 2017

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OSO Hotwater (U.K.) Limited

Company Information

Directors	Siguard Braathen Michael Stuart Elsy Jonas Aartun David Wilkes Andrew Elms
Registered number	02877815
Registered office	Endeavour House Seventh Avenue Team Valley Trading Estate Gateshead NE11 0EF
Independent auditor	UNW LLP Chartered Accountants Citygate St James' Boulevard Newcastle upon Tyne NE1 4JE
Bankers	Svenska Handelsbanken Earl Grey House 75/78 Grey Street Newcastle upon Tyne NE1 6EF
Solicitors	Short, Richardson & Forth LLP 4 Mosley Street Newcastle upon Tyne NE1 1DE

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OSO Hotwater (U.K.) Limited

Balance sheet At 31 December 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	4	39,468	46,676
		<u>39,468</u>	<u>46,676</u>
Current assets			
Stocks	5	1,040,830	959,920
Debtors	6	725,828	681,694
Cash at bank and in hand		375,504	123,701
		<u>2,142,162</u>	<u>1,765,315</u>
Creditors: amounts falling due within one year	7	(1,024,602)	(871,292)
Net current assets		<u>1,117,560</u>	<u>894,023</u>
Total assets less current liabilities		<u>1,157,028</u>	<u>940,699</u>
Net assets		<u><u>1,157,028</u></u>	<u><u>940,699</u></u>
Capital and reserves			
Called up share capital		140,000	140,000
Profit and loss account		1,017,028	800,699
Total equity		<u><u>1,157,028</u></u>	<u><u>940,699</u></u>

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

As permitted by the provisions applicable to companies subject to the small companies' regime, the directors have opted not to file the profit and loss account.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 9 April 2018.

Michael Stuart Elsy
Director



Company registered number: 02877815

The notes on pages 2 to 6 form part of these financial statements.

OSO Hotwater (U.K.) Limited

Notes to the financial statements Year ended 31 December 2017

1. General information

The company is a private company limited by shares, incorporated and domiciled in the United Kingdom. The address of the registered office is given in the company information page of these financial statements.

Statement of compliance

The financial statements have been prepared in accordance with Section 1A of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland' ('FRS 102') and the Companies Act 2006.

2. Accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented, unless otherwise stated.

2.1 Basis of preparation of financial statements

The financial statements are prepared on a going concern basis and under the historical cost convention. They are presented in pounds sterling and rounded to the nearest £.

2.2 Revenue recognition

Turnover comprises revenue recognised in respect of goods and services supplied during the year, net of discounts and excluding Value Added Tax.

Revenue is recognised when significant risks and rewards of ownership of the goods have transferred to the buyer, the amount of turnover can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the company and the costs incurred or to be incurred in respect of the transaction can be measured reliably.

2.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost, less accumulated depreciation and accumulated impairment losses. Cost includes the original purchase price plus any further costs directly attributable to bringing the asset to its working condition for its intended use.

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their estimated useful lives as follows:

Fixtures and fittings - 2 to 6 years straight-line

Asset residual values and useful lives are reviewed at the end of each reporting period, and adjusted if appropriate. The effect of any change is accounted for prospectively.

2.4 Stocks

Stocks are stated at the lower of cost or estimated selling price less costs to complete and sell. Cost is determined using the first-in first-out (FIFO) method and includes the purchase price (including taxes and duties) and transport and handling costs directly attributable to bringing the stock to its present location.

Provision is made as necessary for damaged, obsolete or slow-moving items.

OSO Hotwater (U.K.) Limited

Notes to the financial statements Year ended 31 December 2017

2. Accounting policies (continued)

2.5 Financial instruments

The company only enters into financial instruments transactions that result in the recognition of basic debt financial assets and liabilities like trade and other accounts receivable and payable, cash and bank balances and loans to or from related parties, including fellow group companies. All such instruments are due within one year, and are measured, initially and subsequently at the transaction price.

At the end of each reporting period debt financial assets are assessed for impairment, and their carrying value reduced if necessary. Any impairment charge is recognised in the profit and loss account.

2.6 Foreign currency translation

Transactions in foreign currencies are translated into sterling using the spot exchange rates at the dates of the transactions. At each period end, foreign currency monetary assets and liabilities are translated using the closing rate. Foreign exchange gains and losses are recognised in the profit and loss account.

2.7 Leases

All of the company's leasing arrangements are operating leases. Rental payments under operating leases are charged to the profit and loss account on a straight-line basis over the lease term, even if payments are not made on such a basis. Benefits received and receivable as an incentive to sign an operating lease are similarly spread on a straight-line basis over the lease term.

2.8 Employee benefits

Short-term benefits

Short-term benefits, including holiday pay and other similar non-monetary benefits are recognised as an expense in the period in which the employee's entitlement to the benefit accrues.

Defined contribution pension plan

The company operates a defined contribution pension plan for its employees. Contributions are recognised as an expense when they fall due. Amounts due but not yet paid are included within creditors on the balance sheet.

The assets of the plan are held separately from the company in independently administered funds.

OSO Hotwater (U.K.) Limited

Notes to the financial statements Year ended 31 December 2017

2. Accounting policies (continued)

2.9 Taxation

The taxation expense for the year comprises current and deferred tax and is recognised in the profit and loss account except to the extent that it relates to items recognised in other comprehensive income, or directly in equity, in which case the tax expense is also recognised in other comprehensive income or directly in equity.

Current tax is the amount of income tax payable in respect of the taxable profit for the current or past reporting periods. It is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax represents the future tax consequences of transactions and events recognised in the financial statements of current and previous periods. It is recognised in respect of all timing differences, with certain exceptions. Timing differences arise from the inclusion of transactions and events in the financial statements in periods different from those in which they are assessed for tax.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date that are expected to apply to the reversal of timing differences.

3. Employees

The average monthly number of employees, including directors, during the year was 16 (2016 - 16).

OSO Hotwater (U.K.) Limited

Notes to the financial statements Year ended 31 December 2017

4. Tangible fixed assets

	Fixtures and fittings £
Cost or valuation	
At 1 January 2017	87,953
Additions	7,866
At 31 December 2017	<u>95,819</u>
Depreciation	
At 1 January 2017	41,277
Charge for the year	15,074
At 31 December 2017	<u>56,351</u>
Net book value	
At 31 December 2017	<u>39,468</u>
At 31 December 2016	<u>46,676</u>

5. Stocks

	2017 £	2016 £
Finished goods and goods for resale	1,040,830	959,920
	<u>1,040,830</u>	<u>959,920</u>

6. Debtors

	2017 £	2016 £
Trade debtors	697,658	624,916
Prepayments and accrued income	27,870	36,964
Deferred taxation	300	19,814
	<u>725,828</u>	<u>681,694</u>

OSO Hotwater (U.K.) Limited

Notes to the financial statements Year ended 31 December 2017

7. Creditors: amounts falling due within one year

	2017 £	2016 £
Trade creditors	150,825	133,190
Amounts owed to group undertakings	596,851	563,045
Corporation tax	32,250	-
Other taxation and social security	94,876	74,913
Accruals and deferred income	149,800	100,144
	<u>1,024,602</u>	<u>871,292</u>

8. Pension commitments

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charged represents contributions payable by the company to the fund and amounted to £28,146 (2016: £27,247). No amounts were payable to the fund at the balance sheet date (2016: £nil).

9. Commitments under operating leases

At 31 December 2017 the company had future minimum lease payments under non-cancellable operating leases as follows:

	2017 £	2016 £
Not later than 1 year	49,817	43,161
Later than 1 year and not later than 5 years	64,938	38,048
	<u>114,755</u>	<u>81,209</u>

10. Parent undertaking preparing consolidated financial statements

The company is included in the consolidated financial statements of OSO Hotwater Group AS, whose registered address is Industriveien 1, Postboks 112, Loesmoen, 3300 Hokksund, Norway.

11. Audit

This is the filing copy of the company's full financial statements. As permitted by section 444 of the Companies Act 2006, the filing copy does not include the profit and loss account.

The full financial statements (which include a profit and loss account) were subject to audit, and the audit report gave an unqualified opinion.

The audit report was signed by Andrew Wilson BA FCA (Senior Statutory Auditor), for and on behalf of UNW LLP, Statutory Auditor, Newcastle upon Tyne.