

Company Registration No. 06151632 (England and Wales)

A&M HEATING (UK) LIMITED
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2017

A&M HEATING (UK) LIMITED

COMPANY INFORMATION

Directors	Mr Edward Allan Douglas Mr Michael John Douglas
Secretary	Ms Tania Beverley Parsons
Company number	06151632
Registered office	7 Whitehill Avenue Luton Bedfordshire LU1 3SP
Accountants	Affinity Associates Limited 11/12 Hallmark Trading Centre Fourth Way Wembley Middlesex HA9 0LB
Business address	7 Whitehill Avenue Luton Bedfordshire LU1 3SP

A&M HEATING (UK) LIMITED

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A&M HEATING (UK) LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 MARCH 2017

The directors present their annual report and financial statements for the year ended 31 March 2017.

Principal activities

The principal activity of the company continued to be that of Plumbing, Heat and Air-conditioning installation.

Directors

The directors who held office during the year and up to the date of signature of the financial statements were as follows:

Mr Edward Allan Douglas

Mr Michael John Douglas

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

By order of the board

Ms Tania Beverley Parsons

Secretary

18 December 2017

A&M HEATING (UK) LIMITED

REPORT TO THE DIRECTORS ON THE PREPARATION OF THE UNAUDITED STATUTORY ACCOUNTS OF A&M HEATING (UK) LIMITED

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of A&M Heating (UK) Limited for the year ended 31 March 2017 set out on pages 3 to 11 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Association of Chartered Accountants, we are subject to its ethical and other professional requirements which are detailed at <http://www.accaglobal.com/member/professional/standards/rules-standards/acca-rulebook.html>.

This report is made solely to the Board of Directors of A&M Heating (UK) Limited, as a body, in accordance with the terms of our engagement letter dated 1 October 2010. Our work has been undertaken solely to prepare for your approval the financial statements of A&M Heating (UK) Limited and state those matters that we have agreed to state to the Board of Directors of A&M Heating (UK) Limited, as a body, in this report in accordance with the requirements of the Association of Chartered Certified Accountants as detailed at http://www2.accaglobal.com/plus/members/publications/technical_factsheet/downloads/163.doc. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than A&M Heating (UK) Limited and its Board of Directors as a body, for our work or for this report.

It is your duty to ensure that A&M Heating (UK) Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of A&M Heating (UK) Limited. You consider that A&M Heating (UK) Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of A&M Heating (UK) Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

Affinity Associates Limited

18 December 2017

Accountants and Statutory Auditors

11/12 Hallmark Trading Centre
Fourth Way
Wembley
Middlesex
HA9 0LB

A&M HEATING (UK) LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2017

	Notes	2017 £	2016 £
Turnover		528,224	985,646
Cost of sales		(301,086)	(755,320)
Gross profit		<u>227,138</u>	<u>230,326</u>
Distribution costs		-	(111)
Administrative expenses		(74,682)	(75,977)
Operating profit		<u>152,456</u>	<u>154,238</u>
Interest receivable and similar income		194	144
Interest payable and similar expenses		-	(23)
Profit before taxation		<u>152,650</u>	<u>154,359</u>
Tax on profit	4	(30,530)	(30,872)
Profit for the financial year		<u><u>122,120</u></u>	<u><u>123,487</u></u>

A&M HEATING (UK) LIMITED

BALANCE SHEET

AS AT 31 MARCH 2017

	Notes	2017 £	£	2016 £	£
Fixed assets					
Tangible assets	5		10,113		13,623
Current assets					
Debtors	6	53,699		74,191	
Investments	7	11,200		16,200	
Cash at bank and in hand		272,490		168,085	
		<u>337,389</u>		<u>258,476</u>	
Creditors: amounts falling due within one year	8	<u>(172,193)</u>		<u>(138,339)</u>	
			165,196		120,137
Net current assets			175,309		133,760
Provisions for liabilities			(1,427)		(1,998)
Total assets			<u>173,882</u>		<u>131,762</u>
Capital and reserves					
Called up share capital	9		2		2
Profit and loss reserves			173,880		131,760
Total equity			<u>173,882</u>		<u>131,762</u>

For the financial year ended 31 March 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

The financial statements were approved by the board of directors and authorised for issue on 18 December 2017 and are signed on its behalf by:

Mr Edward Allan Douglas
Director

Company Registration No. 06151632

A&M HEATING (UK) LIMITED

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 MARCH 2017

	Share capital	Profit and loss reserves	Total
Notes	£	£	£
Balance at 1 April 2015	2	69,170	69,172
Effect of transition to FRS 102	-	(897)	(897)
Year ended 31 March 2016:			
Profit and total comprehensive income for the year	-	123,487	123,487
Dividends	-	(60,000)	(60,000)
Balance at 31 March 2016	2	131,760	131,762
Year ended 31 March 2017:			
Profit and total comprehensive income for the year	-	122,120	122,120
Dividends	-	(80,000)	(80,000)
Balance at 31 March 2017	2	173,880	173,882

A&M HEATING (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2017

1 Accounting policies

Company information

A&M Heating (UK) Limited is a private company limited by shares incorporated in England and Wales. The registered office is 7 Whitehill Avenue, Luton, Bedfordshire, LU1 3SP.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

These financial statements for the year ended 31 March 2017 are the first financial statements of A&M Heating (UK) Limited prepared in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland. The date of transition to FRS 102 was 1 April 2015. An explanation of how transition to FRS 102 has affected the reported financial position and financial performance is given in note 12.

1.2 Turnover

Turnover is recognised at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

1.3 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Plant and machinery	25% reducing balance
Computer equipment	33.33% cost

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

1.4 Cash at bank and in hand

Cash at bank and in hand are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

A&M HEATING (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2017

1 Accounting policies

(Continued)

1.5 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of direct issue costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

1.6 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each reporting end date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when the company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

1.7 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.8 Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessees. All other leases are classified as operating leases.

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the balance sheet as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to the profit and loss account so as to produce a constant periodic rate of interest on the remaining balance of the liability.

A&M HEATING (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2017

1 Accounting policies

(Continued)

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was 2 (2016 - 2).

3 Directors' remuneration

	2017 £	2016 £
Remuneration paid to directors	26,000	22,216
Dividends paid to directors	80,000	60,000

Dividends totalling £80000 (2016 - £60000) were paid in the year in respect of shares held by the company's directors.

4 Taxation

	2017 £	2016 £
Current tax		
UK corporation tax on profits for the current period	31,101	29,771
Deferred tax		
Origination and reversal of timing differences	(571)	1,101
Total tax charge	30,530	30,872

A&M HEATING (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2017

4 Taxation

(Continued)

The actual charge for the year can be reconciled to the expected charge for the year based on the profit or loss and the standard rate of tax as follows:

	2017 £	2016 £
Profit before taxation	152,650	154,359
Expected tax charge based on the standard rate of corporation tax in the UK of 20.00% (2016: 20.00%)	30,530	30,872
Permanent capital allowances in excess of depreciation	(131)	(2,023)
Depreciation on assets not qualifying for tax allowances	702	923
Deferred tax movement	(571)	1,100
Taxation charge for the year	30,530	30,872

5 Tangible fixed assets

Plant and machinery etc
£

Cost

At 1 April 2016 and 31 March 2017 62,556

Depreciation and impairment

At 1 April 2016 48,933

Depreciation charged in the year 3,510

At 31 March 2017 52,443

Carrying amount

At 31 March 2017 10,113

At 31 March 2016 13,623

6 Debtors

	2017 £	2016 £
Amounts falling due within one year:		
Other debtors	53,699	74,191

A&M HEATING (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2017

7 Current asset investments

	2017 £	2016 £
Other investments	11,200	16,200
	<u> </u>	<u> </u>

8 Creditors: amounts falling due within one year

	2017 £	2016 £
Trade creditors	128,013	102,163
Corporation tax	31,102	29,771
Other taxation and social security	10,505	1,304
Other creditors	2,573	5,101
	<u> </u>	<u> </u>
	172,193	138,339
	<u> </u>	<u> </u>

9 Called up share capital

	2017 £	2016 £
Ordinary share capital		
Issued and fully paid		
2 ordinary shares of £1 each	2	2
	<u> </u>	<u> </u>
	2	2
	<u> </u>	<u> </u>

10 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2017 £	2016 £
Aggregate compensation	18,800	18,516
	<u> </u>	<u> </u>

11 Directors' transactions

Dividends totalling £80,000 (2016 - £60,000) were paid in the year in respect of shares held by the company's directors.

12 Reconciliations on adoption of FRS 102

A&M HEATING (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2017

12 Reconciliations on adoption of FRS 102

(Continued)

Reconciliation of equity

	Notes	1 April 2015 £	31 March 2016 £
Equity as reported under previous UK GAAP		69,172	133,760
Adjustments arising from transition to FRS 102:			
Deffered tax adjustment	1	(897)	(1,998)
Equity reported under FRS 102		<u>68,275</u>	<u>131,762</u>

Reconciliation of profit for the financial period

		2016 £
Profit as reported under previous UK GAAP and under FRS 102		124,588
Adjustments to prior year (note)		<u>(1,101)</u>
As restated		123,487
Deffered tax adjustment	1	<u>-</u>

Notes to reconciliations on adoption of FRS 102

Deferred Tax

Per FRS 102 1A transition effect of deferred taxation

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.