

REGISTERED NUMBER: 06361332 (England and Wales)

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2018

FOR

FLUE SYSTEMS LIMITED



Malcolm Piper & Co Limited
Chartered Accountants
Kingsnorth House
Blenheim Way
Birmingham
West Midlands
B44 8LS

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FOR THE YEAR ENDED 31 MARCH 2018

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FLUE SYSTEMS LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31 MARCH 2018

DIRECTORS:

K R Rushbrook
Mrs S J Rushbrook
L T Dennis

SECRETARY:

Mrs S J Rushbrook

REGISTERED OFFICE:

Mercian House
Watling Street
Cannock
Staffordshire
WS11 0BD

REGISTERED NUMBER:

06361332 (England and Wales)

ACCOUNTANTS:

Malcolm Piper & Co Limited
Chartered Accountants
Kingsnorth House
Blenheim Way
Birmingham
West Midlands
B44 8LS

BALANCE SHEET
31 MARCH 2018

	Notes	2018 £	2017 £
FIXED ASSETS			
Intangible assets	4	-	-
Tangible assets	5	530,768	534,945
		<u>530,768</u>	<u>534,945</u>
CURRENT ASSETS			
Stocks		93,878	50,883
Debtors	6	182,205	201,965
Cash at bank and in hand		156,705	257,159
		<u>432,788</u>	<u>510,007</u>
CREDITORS			
Amounts falling due within one year	7	158,101	222,201
		<u>158,101</u>	<u>222,201</u>
NET CURRENT ASSETS		<u>274,687</u>	<u>287,806</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>805,455</u>	<u>822,751</u>
CREDITORS			
Amounts falling due after more than one year	8	(212,840)	(221,474)
		<u>(212,840)</u>	<u>(221,474)</u>
PROVISIONS FOR LIABILITIES		<u>(25,411)</u>	<u>(25,411)</u>
NET ASSETS		<u>567,204</u>	<u>575,866</u>
CAPITAL AND RESERVES			
Called up share capital	10	2	2
Retained earnings		567,202	575,864
		<u>567,202</u>	<u>575,864</u>
SHAREHOLDERS' FUNDS		<u>567,204</u>	<u>575,866</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2018.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2018 in accordance with Section 476 of the Companies Act 2006.

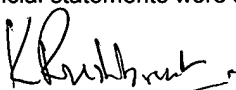
The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Profit and Loss Account has not been delivered.

The financial statements were approved by the Board of Directors on 16 July 2018 and were signed on its behalf by:


K R Rushbrook - Director

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018

1. STATUTORY INFORMATION

Flue Systems Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2008, is being amortised evenly over its estimated useful life of five years.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Plant and machinery	- 25% on reducing balance
Fixtures and fittings	- 25% on reducing balance
Motor vehicles	- 25% on reducing balance

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

Taxation for the year comprises current and deferred tax. Tax 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.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

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.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2018**

2. ACCOUNTING POLICIES - continued

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 8 (2017 - 9).

4. INTANGIBLE FIXED ASSETS

	Goodwill £
COST	
At 1 April 2017 and 31 March 2018	75,000
AMORTISATION	
At 1 April 2017 and 31 March 2018	75,000
NET BOOK VALUE	
At 31 March 2018	-
At 31 March 2017	-

5. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
COST					
At 1 April 2017	407,513	58,635	32,966	96,786	595,900
Additions	-	3,491	7,932	208,934	220,357
Disposals	-	(1,499)	(6,368)	(217,889)	(225,756)
At 31 March 2018	407,513	60,627	34,530	87,831	590,501
DEPRECIATION					
At 1 April 2017	-	14,590	15,386	30,979	60,955
Charge for year	-	11,551	2,366	26,255	40,172
Eliminated on disposal	-	(447)	(4,526)	(36,421)	(41,394)
At 31 March 2018	-	25,694	13,226	20,813	59,733
NET BOOK VALUE					
At 31 March 2018	407,513	34,933	21,304	67,018	530,768
At 31 March 2017	407,513	44,045	17,580	65,807	534,945

Included in cost of land and buildings is freehold and leasehold land of £407,513 (2017 - £407,513) which is not depreciated.

Given the life of the company's properties is so long and that they are maintained to such a high standard, it is the opinion of the directors that the residual value would be sufficiently high to make any depreciation charge immaterial. Any permanent diminution in value is also charged to the profit and loss account.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2018

5. TANGIBLE FIXED ASSETS - continued

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Motor vehicles £
COST	
At 1 April 2017	25,816
Additions	208,934
Disposals	(177,389)
At 31 March 2018	<u>57,361</u>
DEPRECIATION	
At 1 April 2017	3,765
Charge for year	18,786
Eliminated on disposal	(13,273)
At 31 March 2018	<u>9,278</u>
NET BOOK VALUE	
At 31 March 2018	<u><u>48,083</u></u>
At 31 March 2017	<u><u>22,051</u></u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Trade debtors	178,386	198,638
Other debtors	3,819	3,327
	<u>182,205</u>	<u>201,965</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Bank loans and overdrafts	15,851	16,757
Hire purchase contracts	16,580	9,990
Trade creditors	30,436	71,835
Taxation and social security	88,804	117,116
Other creditors	6,430	6,503
	<u>158,101</u>	<u>222,201</u>

8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2018 £	2017 £
Bank loans	201,266	216,469
Hire purchase contracts	11,574	5,005
	<u>212,840</u>	<u>221,474</u>

Amounts falling due in more than five years:

Repayable by instalments		
Bank loans more 5 yr by instal	<u>142,045</u>	<u>157,248</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2018

9. SECURED DEBTS

The following secured debts are included within creditors:

	2018	2017
	£	£
Bank loans	217,117	233,226
Hire purchase contracts	28,154	14,995
	<u>245,271</u>	<u>248,221</u>

The bank loans are secured by fixed charges over the company's properties. The loans in respect of hire purchase agreements are secured against the assets to which they relate.

10. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2018	2017
			£	£
2	Ordinary	£1	<u>2</u>	<u>2</u>

11. RELATED PARTY DISCLOSURES

Flue Systems Holdings Limited

On 28 March 2018 the directors disposed of their shareholdings in the company in a share for share exchange with Flue Systems Holdings Limited. From that date the company became a wholly owned subsidiary of Flue Systems Holdings Limited.

12. PARENT UNDERTAKING

Flue Systems Holdings Limited is regarded by the directors as being the company's ultimate parent company. Flue Systems Holdings Limited is a private company registered in England and Wales.

CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS
ON THE UNAUDITED FINANCIAL STATEMENTS OF
FLUE SYSTEMS LIMITED

The following reproduces the text of the report prepared for the directors in respect of the company's annual unaudited financial statements. In accordance with the Companies Act 2006, the company is only required to file a Balance Sheet. Readers are cautioned that the Income Statement and certain other primary statements and the Report of the Directors are not required to be filed with the Registrar of Companies.

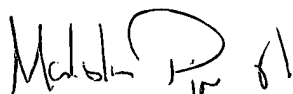
In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Flue Systems Limited for the year ended 31 March 2018 which comprise the Profit and Loss Account, Balance Sheet, Statement of Changes in Equity and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed within the ICAEW's regulations and guidance at <http://www.icaew.com/en/membership/regulations-standards-and-guidance>.

This report is made solely to the Board of Directors of Flue Systems Limited, as a body, in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of Flue Systems Limited and state those matters that we have agreed to state to the Board of Directors of Flue Systems Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Flue Systems Limited and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that Flue Systems 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 Flue Systems Limited. You consider that Flue Systems 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 Flue Systems 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.



Malcolm Piper & Co Limited
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16 July 2018